19.602-3 Resolving differences between the agency and the Small Business Administration.

- (a) COCs valued between \$100,000 and \$25,000,000.
- (1) When disagreements arise about a *concern*'s ability to perform, the *contracting officer* and the SBA *shall* make every effort to reach a resolution before the SBA takes final action on a COC. This *shall* be done through the complete exchange of information and in accordance with agency procedures. If agreement cannot be reached between the *contracting officer* and the SBA Area Office, the *contracting officer shall* request that the Area Office suspend action and refer the matter to SBA Headquarters for review. The SBA Area Office *shall* honor the request for a review if the *contracting officer* agrees to withhold award until the review process is concluded. Without an agreement to withhold award, the SBA Area Office will issue the COC in accordance with applicable SBA regulations.
- (2) SBA Headquarters will furnish written notice to the procuring agency's Director of the, *Office of Small and Disadvantaged Business Utilization* (OSDBU) or, for the Department of Defense, the Director of the Office of Small Business Programs, or other designated official (with a copy to the *contracting officer*) that the case file has been received and that an appeal decision *may* be requested by an authorized official.
- (3) If the *contracting* agency decides to file an appeal, it *must* notify SBA Headquarters through its procuring agency's Director, OSDBU, or other designated official, within 10 business days (or a time period agreed upon by both agencies) that it intends to appeal the issuance of the COC.
- (4) The appeal and any supporting documentation *shall* be filed by the procuring agency's Director, OSDBU, or other designated official, within 10 business days (or a period agreed upon by both agencies) after SBA Headquarters receives the agency's notification in accordance with paragraph (a)(3) of this subsection.
- (5) The SBA Associate Administrator for Government *Contracting* will make a final determination, *in writing*, to issue or to deny the COC.
- (b) SBA Headquarters' decisions on COCs valued over \$25,000,000.
- (1) Prior to taking final action, SBA Headquarters will contact the *contracting* agency and *offer* it the following *options*:
- (i) To request that the SBA suspend case processing to allow the agency to meet with SBA Headquarters personnel and review all documentation contained in the case file; or
- (ii) To submit to SBA Headquarters for evaluation any information that the *contracting* agency believes has not been considered.
- (2) After reviewing all available information, the SBA will make a final decision to either issue or deny the COC.

- (c) Reconsideration of a COC after issuance.
- (1) The SBA reserves the right to reconsider its issuance of a COC, prior to contract award, if-
- (i) The COC applicant submitted false information or omitted materially adverse information; or
- (ii) The COC has been issued for more than 60 days (in which case the SBA *may* investigate the firm's current circumstances).
- (2) When the SBA reconsiders and reaffirms the COC, the procedures in subsection $\underline{19.602-2}$ do not apply.
- (3) Denial of a COC by the SBA does not preclude a *contracting officer* from awarding a contract to the referred *concern*, nor does it prevent the *concern* from making an *offer* on any other *procurement*.

Parent topic: 19.602 Procedures.