215.403-1 Prohibition on obtaining certified cost or pricing data (10 U.S.C. chapter 271 and 41 U.S.C. chapter 35).

- (b) Exceptions to certified cost or pricing data requirements.
- (i) Follow the procedures at PGI 215.403-1 (b).
- (ii) Submission of certified cost or pricing data shall not be required in the case of a contract, subcontract, or modification of a contract or subcontract to the extent such data relates to an indirect offset.
- (c) Standards for exceptions from certified cost or pricing data requirements.
- (1) Adequate price competition.
- (A) For acquisitions under dual or multiple source programs—
- (1) The determination of adequate price competition must be made on a case-by-case basis. Even when adequate price competition exists, in certain cases it may be appropriate to obtain additional data to assist in price analysis; and
- (2) Adequate price competition normally exists when—
- (i) Prices are solicited across a full range of step quantities, normally including a 0-100 percent split, from at least two offerors that are individually capable of producing the full quantity; and
- (ii) The reasonableness of all prices awarded is clearly established on the basis of price analysis (see FAR 15.404-1(b)).
- (B) If only one offer is received in response to a competitive solicitation, see <u>215.371-3</u>.
- (3) Commercial products or commercial services.
- (A) Follow the procedures at PGI (c)(3)(A) for pricing commercial products or commercial services, except see <u>234.7002(e)</u> for pricing commercial subsystems of major weapon systems and components and spare parts of major weapon systems and of subsystems of major weapon systems.
- (B) When applying the commercial product or commercial service exception under FAR 15.403-1(b)(3), see 212.102(a)(ii) regarding prior commercial product or commercial service determinations.
- (4) Waivers.
- (A) The head of the contracting activity may, without power of delegation, apply the exceptional circumstances authority when a determination is made that—
- (1) The property or services cannot reasonably be obtained under the contract, subcontract, or

modification, without the granting of the waiver;

- (2) The price can be determined to be fair and reasonable without the submission of certified cost or pricing data; and
- (3) There are demonstrated benefits to granting the waiver. Follow the procedures at PGI <u>215.403-1</u> (c)(4)(A) for determining when an exceptional case waiver is appropriate, for approval of such waivers, for partial waivers, and for waivers applicable to unpriced supplies or services.
- (B) By November 30th of each year, departments and agencies shall provide a report to the Office of the Principal Director, Defense Pricing, Contracting, and Acquisition Policy, (Price, Cost and Finance), of all waivers granted under FAR 15.403-1(b)(4), during the previous fiscal year, for any contract, subcontract, or modification expected to have a value of \$20 million or more. See PGI (c)(4)(B) for the format and guidance for the report.
- (C) DoD has waived the requirement for submission of certified cost or pricing data for the Canadian Commercial Corporation and its subcontractors (but see <u>215.408</u> (3) and <u>225.870-4</u> (c)).
- (D) DoD has waived certified cost or pricing data requirements for nonprofit organizations (including educational institutions) on cost-reimbursement-no-fee contracts. The contracting officer shall require—
- (1) Submission of data other than certified cost or pricing data to the extent necessary to determine price reasonableness and cost realism; and
- (2) Certified cost or pricing data from subcontractors that are not nonprofit organizations when the subcontractor's proposal exceeds the certified cost or pricing data threshold at FAR 15.403-4(a)(1).

Parent topic: 215.403 Obtaining certified cost or pricing data.