36.606 Negotiations.

(a) Unless otherwise specified by the selection authority, the final selection authorizes the *contracting officer* to begin negotiations. Negotiations *shall* be conducted in accordance with <u>part</u> <u>15</u> of this chapter, beginning with the most preferred firm in the final selection (see <u>15.404-4(c)(4)(i)</u> on fee limitation).

(b) The *contracting officer should* ordinarily request a proposal from the firm, ensuring that the *solicitation* does not inadvertently preclude the firm from proposing the use of modern design methods.

(c) The *contracting officer shall* inform the firm that no *construction* contract *may* be awarded to the firm that designed the project, except as provided in 36.209.

(d) During negotiations, the *contracting officer should* seek advance agreement (see $\underline{31.109}$) on any charges for computer-assisted design. When the firm's proposal does not cover appropriate modern and cost-effective design methods (*e.g.*, computer-assisted design), the *contracting officer should* discuss this topic with the firm.

(e) Because selection of firms is based upon qualifications, the extent of any subcontracting is an important negotiation topic. The clause prescribed at <u>44.204(b)</u>, Subcontractors and Outside Associates and Consultants (*Architect-Engineer Services*) (see <u>52.244-4</u>), limits a firm's subcontracting to firms agreed upon during negotiations.

(f) If a mutually satisfactory contract cannot be negotiated, the *contracting officer shall* obtain a written final proposal revision from the firm, and notify the firm that negotiations have been terminated. The *contracting officer shall* then initiate negotiations with the next firm on the final selection list. This procedure *shall* be continued until a mutually satisfactory contract has been negotiated. If negotiations fail with all selected firms, the *contracting officer shall* refer the matter to the selection authority who, after consulting with the *contracting officer* as to why a contract cannot be negotiated, *may* direct the evaluation board to recommend additional firms in accordance with <u>36.602</u>.

Parent topic: Subpart 36.6 - Architect-Engineer Services