



DEPARTMENT OF THE TREASURY  
WASHINGTON, D.C.

Acquisition Bulletin No. 26-02  
Deviation No. 2026-00002

MEMORANDUM FOR TREASURY ACQUISITION PERSONNEL

**FROM:** Michele Sharpe  
Acting Senior Procurement Executive

**SUBJECT:** Class Deviation No. 2026-00002 — Implementing the Class Deviation from the Federal Acquisition Regulation (FAR) Part 41, *Acquisition of Utility Services*, in accordance with Executive Order (EO) 14275, “Restoring Common Sense to Federal Procurement,”

1. **PURPOSE:** This Acquisition Bulletin (AB) approves a class deviation to Federal Acquisition Regulation (FAR) Part 41 for purposes of implementing the FAR Council’s (the Council’s) deviation to FAR Part 41.
2. **BACKGROUND:** [Executive Order \(E.O.\) 14275, Restoring Common Sense to Federal Procurement](#), signed April 15, 2025, mandates a comprehensive review and simplification of the FAR.

The FAR is being updated to:

- Eliminate non-statutory language;
- Remove redundant or obsolete language;
- Enhance clarity through plain language;
- Align with the new FAR framework; and
- Preserve essential governmentwide acquisition standards.

This project is referred to as the [Revolutionary FAR Overhaul \(RFO\) initiative](#). This initiative will make the FAR more concise, understandable, and focused on core procurement requirements.

3. **SUMMARY OF CHANGES:** FAR Part 41, *Acquisition of Utility Services*, has been retained, streamlined, and improved for clarity. All subparts have been retained. Plain language edits or other updates have been made throughout the part to remove unnecessary information or otherwise clarify the content. All clauses and provisions are retained.

Notably, the definition of “utility service” is updated. Services such as broadband internet and information technology services, which were nascent or nonexistent when the original regulation was drafted, are now explicitly carved out. This prevents agencies from incorrectly applying utility acquisition procedures. This change reduces the risk of improper sole-source justifications and promotes full and open competition in those dynamic markets.

Statutory requirements retained in the RFO FAR part 41 model deviation include, but may not be limited to, the following:

- 40 U.S.C. § 501, Services for Executive Agencies
- 42 U.S.C. § 2204, Electric Utility Contracts
- 42 U.S.C. §§ 7251 et. seq., Department of Energy Organization Act
- 42 U.S.C. § 8287, Authority to Enter into Contracts

4. **AUTHORITY**: This class deviation is issued under the authority of EO 14275, [OMB Memo M-25-26](#), 48 CFR 1.4, and RFO FAR 1.304.
5. **GUIDANCE**:
  - Contracting Officers should no longer follow FAR Part 41 as codified at 48 CFR Chapter 1. The Council's RFO Part 41 model deviation text is available at [Acquisition.gov/far-overhaul](#), and is incorporated into this class deviation.
6. **EFFECTIVE DATE**: This class deviation is effective immediately and remains in effect until rescinded or incorporated into the FAR.
7. **ADDITIONAL INFORMATION**: The point of contact for this AB is Mr. Steve Kvalevog, who can be reached at [Steven.Kvalevog@treasury.gov](mailto:Steven.Kvalevog@treasury.gov).