###### PART 5316 - Types of Contracts

*[2019 Edition]*

See [AF PGI 5316.101](pgi_5316.docx#af_101).

**5316.102 Policies**

See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx) for approval of cost-reimbursement contracts required pursuant to [DFARS Class Deviation 2019-O0001 — Use of Fixed-Price Contracts](https://www.acq.osd.mil/dpap/policy/policyvault/USA002632-18-DPC.pdf).

**5316.103 Negotiating Contract Type**

(d) See the tailorable [Determination and Findings](https://cs2.eis.af.mil/sites/10059/afcc/knowledge_center/templates/type_of_contract.pdf) template.

**5316.104 Factors in Selecting Contract Types**

See [AF PGI 5316.104](pgi_5316.docx).

# SUBPART 5316.203 — FIXED-PRICE CONTRACTS WITH ECONOMIC PRICE ADJUSTMENT

**5316.203-4 Contract Clauses**

See [AF PGI 5316.203-4](pgi_5316.docx).

# SUBPART 5316.206 — FIXED-CEILING-PRICE CONTRACTS WITH RETROACTIVE PRICE REDETERMINATION

**5316.206-3 Limitations**

(d) Submit requests through the SCO to [SAF/AQC](mailto:usaf.pentagon.saf-aq.mbx.saf-aqc-workflow@mail.mil) for HCA approval (See [MP5301.601(a)(i)](MP5301.601(a)(i).docx#p53162063d)).

# SUBPART 5316.4 — INCENTIVE CONTRACTS

**5316.401 General**

(d) See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p5316401d) for approving incentive and award fee contract D&Fs. Forward a copy of the D&F to SAF/AQC when the conditions at DFARS PGI 216.401(e)(iv) apply.

(e)(3)(i) See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p5316401e3i).

See [AF PGI 5316.401-90](pgi_5316.docx).

See [SMC PGI 5316.401-90](pgi_5316.docx).

**5316.404 Fixed-Price Contracts with Award Fees**

See [5316.401(e)(3)(i)](5316.docx#p5316401e3i) above.

**5316.405-2 Cost-Plus-Award-Fee Contracts**

(1) *Award-fee pool.* Submit requests through the SCO to [SAF/AQC](mailto:usaf.pentagon.saf-aq.mbx.saf-aqc-workflow@mail.mil) for HCA approval (see [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p531640521)).

See [SMC PGI 5316.405-2-90](pgi_5316.docx).

# SUBPART 5316.5 — INDEFINITE-DELIVERY CONTRACTS

5316.503 Requirements Contracts

(b)(2) Determinations for requirements contracts in an amount estimated to exceed $112M (including all options) must be approved in accordance with [5316.504(c)(1)(ii)(D)](#p5316504c1iiD).

5316.504 Indefinite-Quantity Contracts

(a) Description.

(2) Upon execution of the contract, an obligation shall be recorded based upon the issuance of a delivery or task order for the cost/price of the minimum quantity specified. The Government’s actual obligation must be recorded at the time of contract award. (See [DoD 7000.14-R](http://comptroller.defense.gov/Portals/45/documents/fmr/current/03/03_08.pdf), Volume 3, Chapter 8, paragraph 080604)

(c)(1)(ii)(D) *Limitation on single award contracts*.

*(1)* The SCO has the authority to make the written determination required by FAR 16.504(c)(1)(ii)(D)(1). When a J&A is required, a separate written determination is not required if the J&A addresses one of the circumstances at FAR 16.504(c)(1)(ii)(D)(1)(i)-(iv). Provide a copy of the written determination to [SAF/AQCP](mailto:usaf.pentagon.saf-aq.mbx.saf-aqcp-workflow@mail.mil?subject=Single%20Award%20Task%20or%20Delivery%20Order%20Determination).

5316.505 Ordering

(b) *Orders under multiple award contracts*.

(1) *Fair opportunity*.

(ii) The contracting officer must use streamlined ordering procedures. SCOs must justify the use of FAR Subpart 15.3 Source Selection Procedures for any contract or task/delivery order, regardless of dollar value made in accordance with FAR 16.505. The SCO must submit justifications to SAF/AQC before proceeding with the source selection and/or Clearance session.

(2) *Exceptions to the fair opportunity process*. See [5306.304(a)](5306.docx#p5306304) for the approving officials for a proposed task or delivery order using the fair opportunity exceptions at FAR 16.505(b)(2). See the tailorable [Justification for an Exception to Fair Opportunity](https://cs2.eis.af.mil/sites/10059/afcc/knowledge_center/templates/fair_opportunity_exception_justification.pdf) template. For exceptions to fair opportunity that are intended for purposes of awarding a “Bridge Action” see 5306.303-90.

See [AF PGI 5316.505](pgi_5316.docx).

See [SMC PGI 5316.505](pgi_5316.docx).

(8) *Task-order and delivery-order ombudsman*. See [5301.91](5301.docx#s530191).

**5316.505-90 Decentralized Ordering**

For contracts that authorize decentralized ordering (i.e., ordering by a contracting office at any other location), the contracting officer with overall responsibility for the contract must:

(a) Ensure that adequate control procedures are in place before any orders are authorized; and

(b) Exercise oversight of decentralized ordering throughout the period of performance under the contract to ensure that the procedures are followed.

See [SMC PGI 5316.505-90](pgi_5316.docx).

See [AF PGI 5316.506](pgi_5316.docx).

**SUBPART 5316.6** — **TIME-AND-MATERIALS, LABOR-HOUR, AND LETTER CONTRACTS**

**5316.601(d) Limitations**

(i)(A)*(2)* Submit the D&F required pursuant to DFARS 216.601(d)(i)(A)*(2)* through the SCO to [SAF/AQC](mailto:usaf.pentagon.saf-aq.mbx.saf-aqc-workflow@mail.mil) for approval. See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p5316601d1A2).

*(3)* See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p53166032c3).

**5316.603-2 Application**

(c)(3) See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p53166032c3).

**5316.603-3 Limitations**

See [MP5301.601(a)(i)](mp_5301.601(a)(i).docx#p53166033).