



COST ACCOUNTING STANDARDS NOTICES AND CERTIFICATION

Cost Accounting Standards shall apply to any negotiated subcontract not exempt in accordance with 48 CFR 9903.201-1(b). Offeror must examine each of the following Sections, and provide the requested information and return the duly signed certification to General Atomics. The information provided in this certification determines the Cost Accounting Standards applicable to the subcontract, if any, resulting from the request for quotation or proposal (RFQ/RFP) in Section F. below. General Atomics may require, and Offeror hereby agrees to provide justification to support its responses below, including its eligibility for any claimed exemptions.

Section A: Certificate of Full Contract Exemption from CAS Coverage

Offeror: If your proposal exceeds the applicable Cost Accounting Standards (CAS) threshold, but you claim a full exemption from all CAS rules and regulations, certify that an exemption applies by checking the appropriate box(es) below. If an exemption is checked below go directly to Section F to complete the certification. If no exemption is checked proceed to Section B:

- Contracts and subcontracts with small businesses.
- Contracts and subcontracts with foreign governments or their agents or instrumentalities.
- Contracts and subcontracts in which the price is set by law or regulation.
- Firm fixed-priced, fixed-priced with economic price adjustment (provided that price adjustment is not based on actual costs incurred), time and-materials, and labor-hour contracts and subcontracts for the acquisition of commercial items.
- Contracts or subcontracts of less than \$7.5 million, provided that, at the time of award, the business unit of the contractor or subcontractor is not currently performing any CAS-covered contracts or subcontracts valued at \$7.5 million or greater.
- Subcontracts under the NATO PHM Ship program to be performed outside the United States by a foreign concern.
- Firm-fixed-price contracts or subcontracts awarded on the basis of adequate price competition without submission of cost or pricing data.

Section B: Disclosure Statement – Cost Accounting Practices and Certification

- (a) Any subcontract in excess of the applicable CAS threshold resulting from this solicitation will be subject to the requirements of the Cost Accounting Standards Board (48 CFR Chapter 99), except for those subcontracts which are exempt as specified in 48 CFR 9903.201-1.
- (b) Any proposal you submit, if accepted, that results in a subcontract subject to the requirements of 48 CFR Chapter 99, will require you, as a condition of contracting, to submit a Disclosure Statement as required by 48 CFR 9903.202. When required, the Disclosure Statement must be submitted as a part of your proposal under this solicitation unless you have already submitted a Disclosure Statement disclosing the practices used in connection with the pricing of this proposal. If a

Disclosure Statement has already been submitted, you may satisfy the requirement for submission by providing the information requested in (c) of this Part (1), below. **CAUTION:** In the absence of specific regulations or agreement, a practice disclosed in a Disclosure Statement shall not, by virtue of such disclosure, be deemed to be a proper, approved, or agreed-to practice for pricing proposals or accumulating and reporting contract performance cost data.

(c) Check the appropriate box, below:

(1) Certificate of Concurrent Submission of Disclosure Statement.

Offeror hereby certifies that, as a part of the proposal, copies of the Disclosure Statement have been submitted as follows: (i) original and one copy to the cognizant Administrative Contracting Officer (ACO) or Federal agency official authorized to act in that capacity, as applicable, and (ii) one copy to the cognizant Federal auditor. (Disclosure must be on Form No. CASB DS-1 or CASB DS-2, as applicable. Forms may be obtained from the ACO or Federal official and/or from the loose-leaf version of the FAR.)

Date of Disclosure Statement: _____

Name of ACO or Federal official where filed: _____

Address of ACO or Federal official where filed: _____

Offeror further certifies that the practices used in estimating costs in pricing this proposal are consistent with the cost accounting practices disclosed in the Disclosure Statement.

(2) Certificate of Previously Submitted Disclosure Statement.

Offeror hereby certifies that the Disclosure Statement was filed as follows:

Date of Disclosure Statement: _____

Name of ACO or Federal official where filed _____

Address of ACO or Federal official where filed: _____

Offeror further certifies that the practices used in estimating costs in pricing this proposal are consistent with the cost accounting practices disclosed in the Disclosure Statement.

(3) Certificate of Monetary Exemption.

Offeror hereby certifies that, together with all divisions, subsidiaries, and affiliates under common control, did not receive net awards of negotiated prime contracts and subcontracts subject to CAS totaling \$50 million or more in the cost accounting period immediately preceding the period in which this proposal was submitted. Offeror further certifies that if such status changes before an award resulting from this proposal, Offeror will advise General Atomics immediately.

(4) Certificate of Interim Exemption.

Offeror hereby certifies that: (i) Offeror first exceeded the monetary exemption for disclosure, as defined in (c)(3) above, in the cost accounting period immediately preceding the period in which this offer was submitted; and (ii) in accordance with 48 CFR 9903.202-1, Offeror is not yet required to submit a Disclosure Statement. Offeror further certifies that if an award resulting from this proposal has not been made within 90 days after the end of that period, Offeror will immediately submit a revised certificate to the Contracting Officer, in the form specified under (c)(1) or (c)(2) above, as appropriate, to verify submission of a completed Disclosure Statement.

CAUTION: Offerors currently required to disclose because they were awarded a CAS-covered prime contract or subcontract of \$50 million or more in the current cost accounting period may not claim this exemption (exemption (c)(4)). Further, this exemption applies only in connection with proposals submitted before expiration of the 90-day period following the cost accounting period in which the monetary exemption was exceeded.

Section C: Certificate of Eligibility for Modified Cost Accounting Standards Coverage

Offeror: If your proposal exceeds the applicable Cost Accounting Standards (CAS) threshold, but you claim a partial exemption from certain CAS rules and regulations or if you claim that alternative CAS coverage applies, certify that an exemption applies by checking the appropriate box(es) below:

- 1. Eligibility for Modified Cost Accounting Standards Coverage Offeror:** If you are eligible to use the modified provisions of 48 CFR 9903.201-2(b) and elect to do so, indicate by checking the box below.

- Offeror hereby claims an exemption from the Cost Accounting Standards clause under the provisions of 48 CFR 9903.201-2(b) and certifies that Offeror is eligible to use the Disclosure and Consistency of Cost Accounting Practices clause because during the cost accounting period immediately preceding the period in which this proposal was submitted, Offeror received less than \$50 million in awards of CAS-covered prime contracts and subcontracts. Offeror further certifies that if such status changes before an award resulting from this proposal, Offeror will advise General Atomics immediately.

CAUTION: Offeror may not claim the above eligibility for modified contract coverage if this proposal is expected to result in the award of a CAS-covered subcontract of \$50 million or more; or if, during its current cost accounting period, Offeror has been awarded a single CAS-covered prime contract or subcontract of \$50 million or more.

2. Eligibility for Modified Cost Accounting Standards Coverage by an Educational Institution

- Offeror hereby certifies it is an educational institution that will not use a Federally Funded Research and Development Center (FFRDC) operated by it to perform the work for this contract. Offer further certifies it is an educational institution eligible for coverage under CFR 9903.201-2 (c). (CAS coverage is pursuant to FAR 52.230-5 rather than FAR 52.230-2.)

3. Eligibility for Modified Cost Accounting Standards Coverage by a Foreign Concern

- Offeror hereby certifies its eligibility for exemption from CAS Coverage as a foreign concern. Any resultant subcontract shall comply with CAS Standards found in 48 CFR 9904.401 and 48 CFR 9904.402. Offeror shall disclose (if it meets certain requirements) actual cost accounting practices, and follow consistently disclosed and established cost accounting practices. (CAS coverage is pursuant to FAR 52.230-4)

Section D: Additional Cost Accounting Standards Applicable to Existing Contracts

Offeror: Indicate below whether award of the contemplated subcontract would, in accordance with subparagraph (a)(3) of the Cost Accounting Standards clause, require a change in established cost accounting practices affecting existing contracts and subcontracts:

- YES
 NO

Section E: Proposal Disclosure – Cost Accounting Practices Changes

Offeror: Complete this Part only if a CAS exemption is **not** claimed and the subcontract will be subject to CAS as specified in 48 CFR 9903-201 (see FAR 52.230-7):

Will the contract award result in a required or unilateral change in cost accounting practice, including unilateral changes requested to be desirable changes?

YES

NO

* if you checked "YES", you must:

- (1) Prepare the price proposal in response to the solicitation using the changed practice for the period of performance for which the practice will be used; and
- (2) Submit a description of the changed cost accounting practice to the Buyer and the Cognizant Federal agency official as pricing support for the proposal.

Section F: Authorized Signature of Offeror

Offeror: By signing below you acknowledge and agree that your certifications and responses, above, are true and correct.

Signature of the Officer or Employee
Responsible for the Offer

Name of Organization

Typed or Printed Name and Title of the Officer
Or Employee Responsible for the Offer

Street

Date of Execution

City, State