Health and Human Services

352.234–3 Full earned value management system.

As prescribed in 334.203–70(c), the Contracting Officer shall insert the following clause:

**FULL EARNED VALUE MANAGEMENT SYSTEM (OCTOBER 2008)**

(a) The Contractor shall use an Earned Value Management System (EVMS) that has been validated and accepted by the Cognizant Federal Agency (CFA) as being compliant with the guidelines in ANSI/EIA Standard-748 (current version at the time of award) to manage this contract. If the Contractor’s current EVMS has not been validated and accepted by the CFA at the time of award, see paragraph (b) of this clause. The Contractor shall submit EVM reports in accordance with the requirements of this contract.

(b) If, at the time of award, the Contractor’s EVM system has not been validated and accepted by the CFA as complying with EVMS guidelines in ANSI/EIA Standard-748 (current version at time of award), the Contractor shall—

(iv) Describe the proposed procedure for application of the EVMS requirements to subcontractors;
(v) Provide documentation describing the process and results, including Government participation if applicable, of any third-party evaluation or self-evaluation of the system’s compliance with the EVMS guidelines; and
(vi) Provide a schedule of events leading up to formal validation and Government acceptance of the offeror’s EVMS, if the value of the offeror’s proposal, including options, is $25 million or more.

(2) The offeror shall provide information and assistance, as required by the Contracting Officer, to support review of the plan.

(3) The Contracting Officer will review the offeror’s EVMS implementation plan prior to contract award.

(4) The offeror’s EVMS plan must provide milestones indicating when the offeror anticipates that the EVMS will be compliant with the ANSI/EIA Standard-748 guidelines.

(c) The offeror shall identify in its offer the subcontractors, or subcontracted effort if subcontractors have not been identified, to which the requirements of EVMS will be applied. Prior to contract award, the offeror and HHS shall agree on the subcontractors, or subcontracted effort, subject to the EVMS requirement.

(d) HHS will conduct an Integrated Baseline Review after contract award.

(End of provision)