Subpart 26.2 - Major Disaster or Emergency Assistance Activities

Parent topic: Part 26 - Other Socioeconomic Programs

26.200 Scope of subpart.

This subpart implements the Robert T. Stafford Disaster Relief and *Emergency* Assistance Act (42U.S.C.5150), which provides a preference for local organizations, firms, and individuals when *contracting* for *major disaster* or *emergency* assistance activities.

26.201 Definitions.

Emergency response contract means a contract with private entities that supports assistance activities in a *major disaster or emergency area*, such as debris clearance, distribution of *supplies*, or reconstruction.

Local firm means a private organization, firm, or individual residing or doing business primarily in a major disaster or emergency area.

Major disaster or emergency area means the area included in the official Presidential declaration(s) and any additional areas identified by the Department of Homeland Security. Major disaster declarations and emergency declarations are published in the Federal Register and are available at https://www.fema.gov/disasters/disaster/declarations.

26.202 Local area preference.

- (a) When awarding *emergency response contracts* during the term of a *major disaster* or *emergency* declaration by the President of the *United States* under the authority of the Robert T. Stafford Disaster Relief and *Emergency* Assistance Act (42 U.S.C. 5121, et seq.), preference shall be given, to the extent feasible and practicable, to *local firms*. Preference *may* be given through a local area setaside or an evaluation preference.
- (b) When using the authority under the Stafford Act, see the definitions of "micro-purchase threshold" and "simplified acquisition threshold" in 2.101 for the authority to use an increased micro-purchase threshold and simplified acquisition threshold.

26.202-1 Local area set-aside.

The *contracting officer may* set aside *solicitations* to allow only *local firms* within a specific geographic area to compete (see <u>6.208</u>).

(a) The contracting officer, in consultation with the requirements office, shall define the specific

geographic area for the local set-aside.

- (b) A major disaster or emergency area may span counties in several contiguous States. The set-aside area need not include all the counties in the declared disaster/emergency area(s), but cannot go outside it.
- (c) The *contracting officer shall* also determine whether a local area set-aside *should* be further restricted to small business concerns in the set-aside area (see <u>part 19</u>).

26.202-2 Evaluation preference.

The *contracting officer may* use an evaluation preference, when authorized in agency regulations or procedures.

26.203 Transition of work.

- (a) In anticipation of potential *emergency* response requirements, agencies involved in response planning *should* consider awarding *emergency* response contracts before a major disaster or *emergency* occurs to ensure immediate response and relief. These contracts *should* be structured to respond to immediate *emergency* response needs, and *should* not be structured in any way that may inhibit the transition of *emergency* response work to *local firms* (*e.g.*, unnecessarily broad scopes of work or long periods of performance).
- (b) <u>42U.S.C.5</u> 150(b)(2) requires that agencies performing response, relief, and reconstruction activities transition to *local firms* any work performed under contracts in effect on the date on which the President declares a *major disaster* or *emergency*, unless the head of such agency determines *in writing* that it is not feasible or practicable. This determination *may* be made on an individual contract or class basis. The written determination *shall* be prepared within a reasonable time given the circumstances of the *emergency*.
- (c) In effecting the transition, agencies are not required to terminate or renegotiate existing contracts. Agencies *should* transition the work at the earliest practical opportunity after consideration of the following:
- (1) The potential duration of the disaster or emergency.
- (2) The severity of the disaster or *emergency*.
- (3) The scope and structure of the existing contract, including its period of performance and the milestone(s) at which a transition is reasonable (*e.g.*, before exercising an *option*).
- (4) The potential impact of a transition, including safety, *national defense*, and mobilization.
- (5) The expected availability of qualified local *offerors* who can provide the *products* or services at a reasonable price.
- (d) The agency *shall* transition the work to *local firms* using the local area set-aside identified in 26.202-1.

26.204 Justification for expenditures to other than local firms.

- (a) 42U.S.C .5150(b)(1) requires that, subsequent to any Presidential declaration of a *major disaster* or *emergency*, any expenditure of Federal funds, under an *emergency response contract* not awarded to a *local firm*, *must* be justified *in writing* in the contract file. The justification *should* include consideration for the scope of the *major disaster* or *emergency* and the immediate requirements or needs of *supplies* and services to ensure life is protected, victims are cared for, and property is protected.
- (b) The justification *may* be made on an individual or class basis. The *contracting officer* approves the justification.

26.205 Disaster Response Registry.

- (a) Contracting officers shall consult the Disaster Response Registry via https://www.sam.gov to determine the availability of contractors for debris removal, distribution of supplies, reconstruction, and other disaster or emergency relief activities inside the United States and outlying areas.
- (b) A list of prospective vendors voluntarily participating in the *Disaster Response Registry* can be retrieved using the *System for Award Management (SAM)* search tool, which can be accessed via https://www.sam.gov, Search Records, Advanced Search, *Disaster Response Registry* Search. These vendors *may* be identified by selecting the criteria for "Disaster Response Contractors". Contractors are required to register in SAM in order to gain access to the *Disaster Response Registry*.

26.206 Solicitation provision and contract clauses.

- (a) The *contracting officer shall* insert the provision at 52.226-3, Disaster or *Emergency* Area Representation, in *solicitations* involving the local area set-aside. For *commercial products* and *commercial services*, see 12.301(e)(5).
- (b) The *contracting officer shall* insert the clause at <u>52.226-4</u>, Notice of Disaster or *Emergency* Area Set-aside in *solicitations* and contracts involving local area set-asides.
- (c) The *contracting officer shall* insert the clause at <u>52.226-5</u>, Restrictions on Subcontracting Outside Disaster or *Emergency* Area, in all *solicitations* and contracts that involve local area setasides.