536.203 Government estimate of construction cost.

- (a) Preparation of the Government Estimate.
- (1) A copy of the independent Government estimate shall be submitted to the contracting officer before the date and time for bid opening or the date for receipt of proposals.
- (2) Before releasing a solicitation amendment that may affect price, a revised Government estimate shall be provided.
- (b) Release of the Government Estimate.
- (1) Prior to award, the Government may disclose budget (*e.g.* prospectus) information in addition to the information required under <u>FAR 36.204</u> and GSAM <u>536.204</u>.
- (2) During negotiations, the Government may disclose specific cost figures, but only to the extent considered necessary for arriving at a fair and reasonable price (also see <u>536.7103</u>(c) and <u>FAR 15.306</u>(e)(3)).
- (3) Prior to award and during negotiations, the overall amount of the independent Government estimated price may not be disclosed.
- (c) *Use of the Government estimate.* The contracting officer may use the Government estimate. to evaluate offers, as a guide in conducting contract negotiations or negotiations of contract modifications, and as a tool for determining the reasonableness or realism of prices.

Parent topic: Subpart 536.2 - Special Aspects of Contracting for Construction