

Certificate of Full Contract Exemption from CAS Coverage

Offeror's proposal is \$500,000 or more, but offeror claims a full exemption from all Cost Accounting Standards (CAS) rules and regulations. Offeror certifies that the following exemption applies: (If an exemption is claimed, the offeror must provide justification for the claimed exemption, if required by Raytheon.)

- Sealed bid contracts
- 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 and fixed-price with economic price adjustment (provided that price adjustment is not based on actual costs incurred) 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
- Contracts and subcontracts to be executed and performed entirely outside the United States, its territories, and possessions
- Firm-fixed-price contracts or subcontracts awarded on the basis of adequate price competition without submission of cost or pricing data

Note: If any of the above full exemptions are applicable, offeror only needs to sign the end of this form and does not need to complete any of the other parts.

Certificate of Partial Contract Exemption from CAS Coverage (Modified coverage applies) or Alternative CAS Coverage

Offeror's proposal is \$500,000 or more, but Offeror claims a partial exemption from Cost Accounting Standards (CAS) rules and regulations. Offeror certifies that the following exemption applies: (If an exemption is claimed, the Offeror must provide justification for the claimed exemption, if required by Raytheon.)

- Contracts and subcontracts awarded to a foreign concern. (Foreign businesses, other than U.K. concerns, are exempt from FAR 52.230-2 but subject to FAR 52.230-3. Note that per 48 CFR 9903.201-1(b)(4), foreign concerns are subject only to CAS found in 48 CFR 9904.401 and 48 CFR 9904.402. Therefore, the FAR 52.230-3 references to 48 CFR 9904.405 and 48 CFR 9904.406 do not apply to foreign concerns.)
- Contracts and subcontracts awarded to a United Kingdom contractor for performance substantially in the United Kingdom, provided that the contractor has filed with the United Kingdom Ministry of Defence, for retention by the Ministry, a completed Disclosure Statement (Form No. CASB-DS-1) which shall adequately describe its cost accounting practices. Whenever that contractor is already required to follow U.K. Government Accounting Conventions, the disclosed practices shall be in accord with the requirements of those conventions. (See 9903.201-4(d).) (United Kingdom businesses are exempt from FAR 52.230-2 but subject to FAR 52.230-4.)
- Offeror 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. (CAS coverage is per FAR 52.230-5 rather than FAR 52.230-2.)

Note: Even if one of the above circumstances is applicable, offeror still needs to complete the rest of this form.

CAS Applicability – This Notice Is in Four Parts, Identified by Roman Numerals I Through IV

Offerors shall examine each part and provide the requested information in order to determine Cost Accounting Standards (CAS) requirements applicable to any resultant subcontract.

If the offeror is an educational institution, Part II does not apply unless the contemplated subcontract will be subject to full or modified CAS coverage pursuant to 48 CFR 9903.201-2(c)(5) or 9903.201-2(c)(6), respectively.

I. Disclosure Statement – Cost Accounting Practices And Certification

- a) Any subcontract in excess of \$500,000 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 offeror submitting a proposal which, if accepted, will result in a subcontract subject to the requirements of 48 CFR Chapter 99 must, as a condition of contracting, submit a Disclosure Statement as required by 48 CFR 9903.202. When required, the Disclosure Statement must be submitted as a part of the offeror's proposal under this solicitation unless the offeror has already submitted a Disclosure Statement disclosing the practices used in connection with the pricing of this proposal. If an applicable Disclosure Statement has already been submitted, the offeror may satisfy the requirement for submission by providing the information requested in paragraph (c) of Part I of this provision.

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

The offeror hereby certifies that, as a part of the offer, copies of the Disclosure Statement have been submitted as follows: (i) original and one copy to the cognizant Administrative Contracting Officer (ACO) or cognizant 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 cognizant ACO or federal official and/or from the loose-leaf version of the Federal Acquisition Regulation.)

Name and Address of Cognizant ACO or Federal Official Where Filed	Date of Disclosure Statement
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The 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

The offeror hereby certifies that Disclosure Statement was filed as follows:

Name and Address of Cognizant ACO or Federal Official Where Filed	Date of Disclosure Statement
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The offeror further certifies that the practices used in estimating costs in pricing this proposal are consistent with the cost accounting practices disclosed in the applicable Disclosure Statement.

3) Certificate of Monetary Exemption

The offeror hereby certifies that the offeror, 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. The offeror further certifies that if such status changes before an award resulting from this proposal, the offeror will advise Raytheon immediately.

4) Certificate of Interim Exemption

The offeror hereby certifies that (i) the offeror first exceeded the monetary exemption for disclosure, as defined in (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, the offeror is not yet required to submit a Disclosure Statement. The offeror further certifies that if an award resulting from this proposal has not been made within 90 days after the end of that period, the offeror will immediately submit a revised certificate to the contracting officer, in the form specified under subparagraph (c)(1) or (c)(2) of Part I of this provision, 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 (4). Further, the 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.

II. Cost Accounting Standards – Eligibility for Modified Contract Coverage

If the offeror is eligible to use the modified provisions of 48 CFR 9903.201-2(b) and elects to do so, the offeror shall indicate by checking the box below. Checking the box below shall mean that the resultant subcontract is subject to the Disclosure and Consistency of Cost Accounting Practices clause in lieu of the Cost Accounting Standards clause.

The offeror hereby claims an exemption from the Cost Accounting Standards clause under the provisions of 48 CFR 9903.201-2(b) and certifies that the offeror is eligible for use of 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, the offeror received less than \$50 million in awards of CAS-covered prime contracts and subcontracts. The offeror further certifies that if such status changes before an award resulting from this proposal, the offeror will advise Raytheon immediately.

CAUTION: An 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, the offeror has been awarded a single CAS-covered prime contract or subcontract of \$50 million or more.

III. Additional Cost Accounting Standards Applicable To Existing Contracts

The offeror shall 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

IV. Proposal Disclosure – Cost Accounting Practices Changes

(If a CAS exemption is not claimed and the subcontract will be subject to CAS as specified in 48 CFR 9903-201, complete the following provision per FAR 52.230-7).

The offeror shall check "Yes" below if the contract award will result in a required or unilateral change in cost accounting practice, including unilateral changes requested to be desirable changes.

Yes No

If the offeror checked "Yes" above, the offeror shall:

- 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.

Signature of Authorized Representative	Title of Authorized Representative	Date
Firm/Company Name	Address	
In Response to Raytheon Company's RFQ/RFP Number	Dated	