## (Revised July 11, 2006)

**219.000** Scope of part.

This part also implements 10 U.S.C. 2323, which sets a goal for DoD for each of fiscal years 1987 through 2009 to—

- (1) Award five percent of contract and subcontract dollars to small disadvantaged business (SDB) concerns, historically black colleges and universities (HBCUs), and minority institutions (MIs) (See Part 226 for policy/procedures on HBCU/MIs); and
  - (2) Maximize the number of such entities in DoD contracting and subcontracting.

## 219.001 Definitions.

"Small disadvantaged business concern" is defined:

- (1) At FAR 52.219-23(a) (i.e., a firm is considered a small disadvantaged business (SDB) concern by receiving certification by the Small Business Administration and meeting the other listed criteria), except as specified in paragraph (2) of this definition.
- (2) At FAR 52.219-23(a) or 52.219-1(b)(2) for the following purposes (i.e., a firm is considered an SDB concern by either receiving certification by the Small Business Administration and meeting the other listed criteria or self-representing its status for general statistical purposes):
- (i) A higher customary progress payment rate for SDB concerns (see 232.501-1(a)(i) and 252.232-7004(c)).
- (ii) A lower threshold for inclusion of customary progress payments in contracts with SDB concerns (see 232.502-1).
  - (iii) The prompt payment policy for SDB concerns in 232.903 and 232.905(2).
- (iv) Reporting contract actions with SDB concerns ("Type of Business" on the DD Form 350, Individual Contracting Action Report (see 253.204-70(d)(5)(i)(A)) or "Small Disadvantaged Business (SDB) Actions" on the DD Form 1057, Monthly Contracting Summary of Actions \$25,000 or Less (see 253.204-71(g)(2)).

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