



SOUTHEAST CHEROKEE CONSTRUCTION, INC.

Subject: **DFARS 252.204-7021**

Compliance is required; failure to meet these requirements will render a subcontractor ineligible for award.

Organizations that serve as **subcontractors, vendors, or suppliers** in support of **Southeast Cherokee Construction, Inc.** on federal contracts should be aware that, beginning with 2026 solicitations, amended contract terms require entities that handle or may have access to **Federal Contract Information (FCI)** to comply with **CMMC 2.0 Level 1** requirements and applicable reporting obligations.

CMMC Level 1 Overview

CMMC Level 1 applies to contractors, subcontractors, vendors, and suppliers that **store, process, or transmit FCI only** (not CUI). Compliance requires implementation of seventeen (17) **basic safeguarding requirements** derived from **FAR 52.204-21**.

Mandatory Subcontractor Requirements

Each affected subcontractor **must**:

1. **Implement all (17) FAR 52.204-21 safeguarding requirements.**
2. **Complete a CMMC Level 1 Basic Self-Assessment.**
3. **Enter the self-assessment results into the Supplier Performance Risk System (SPRS)** (via the Procurement Integrated Enterprise Environment (PIEE))
4. **Maintain supporting documentation** demonstrating implementation.
5. **Provide confirmation of SPRS submission**, including your **Unique Identifier (UID)** generated from report within SPRS, to Southeast Cherokee Construction, Inc. **prior to bid.**

Important: SPRS entry is mandatory for applicable contractors, subcontractors, vendors, and suppliers, and is a condition of continued eligibility for award with Department of Defense.

SPRS / PIEE Access

Contractors/Subcontractors/Vendors are responsible for:

- Maintaining an active **PIEE account**
- Ensuring proper role assignments to access **SPRS**
- Keeping SPRS data **current and accurate** for the duration of contract performance

Flow-Down Obligations

CMMC Level 1 requirements **flow down to all lower-tier subcontractors** that handle FCI. Your organization is responsible for ensuring downstream compliance where applicable.

Consequences of Non-Compliance

Failure to meet CMMC Level 1 requirements **or to enter data into SPRS** may result in:

- **Ineligibility** for future task orders
- **Removal** from consideration on federal contract opportunities

NOTE: If you are unable to perform these actions in-house, I strongly recommend that you **contact our office for referrals to IT consultants.**

The **SCC Team** (President, Project Managers, Lead Estimator, and Subcontract Administrator) requests a response outlining your planned course of action for compliance no later than **two (2) days prior to the bid date** for any applicable project.

These requirements are expected to be enforced by the Department of Defense beginning with **2026 task orders and new solicitations.**

Thank you for your prompt attention to this matter and for your continued partnership.