

**BLOG** 



**SEPTEMBER 10, 2025** 

On September 10, 2025, the Department of Defense (DoD) published its long-awaited final <u>DFARS rule on the Cybersecurity Maturity Model Certification (CMMC) Program</u>. Here's what government contractors need to know.

## WHAT DOES THE FINAL CMMC RULE REQUIRE?

In short, defense contractors will need to be CMMC-certified at the appropriate level to win new DoD contracts. While there is a runway to comply, contractors who wait to come into compliance risk missing valuable opportunities.

The Final CMMC Rule requires DoD to begin including DFARS clause 252.204-7021 in all applicable solicitations, contracts, task orders, and delivery order (except for commercial off-the-shelf items). DFARS 252.204-7021 requires defense contractors to maintain a CMMC certification at a certain level, which will be specified in the solicitation. There are three levels of CMMC certification.

- **Level 1:** Applies when a contractor's information systems store, process, or transmit Federal Contract Information (FCI).
  - Requires an annual *self*-assessment against 17 security controls in NIST SP 800-171 (including the 15 security controls listed in FAR 54.204-21).
- **Level 2:** Applies when a contractor's information systems store, process, or transmit Controlled Unclassified Information (CUI).
  - For prioritized acquisitions (most contracts), Level 2 requires a tri-annual, independent *third-party* assessment against all 110 security controls in NIST SP 800-171. The third-party assessment must be undertaken by a licensed CMMC Third-Party Assessment Organization (C3PAO).
  - For non-prioritized acquisitions (a minority of contracts), Level 2 requires an annual *self*-assessment against all 110 security controls in NIST SP 800-171.
- **Level 3:** Applies when a contractor's information systems store, process, or transmit CUI in a particularly high-priority program. The specific conditions that trigger a Level 3 assessment are still being determined by DoD.

• Requires at least a Level 2 CMMC certification and a triannual *government-led* assessment against additional security controls in NIST SP 800-172.

Under the Final Rule, the consequences of not having the right CMMC certification are severe. If a defense contractor doesn't have the requisite CMMC certification, it is not eligible to be awarded or maintain a contract. Additionally, false certifications of self-assessments can result in exposure to <u>False Claims Act liability, damages and penalties.</u>

For contractors who have been tracking CMMC, the Final CMMC Rule has three major changes from the <u>Proposed</u> <u>Rule</u>:

- 1. Requires DoD to issue a Notice of CMMC Level Requirements in solicitations that include DFARS 252.204-7021, by inclusion of DFARS 252.204-7025.
- 2. Clarifies that a conditional CMMC status is sufficient to permit a contract award (although a final CMMC certification still must be secured).
- 3. Removed a requirement to notify the contracting officer of lapses in information security or changes in CMMC certificate/self-assessment status—although this does not remove a contractor's obligation to annually attest to continuous compliance.

## WHAT IS THE COMPLIANCE TIMELINE?

The Final CMMC Rule sets forth a phased rollout, starting on November 2025, of DFARS 252.204-7021 as follows:

Date	Event
Before November 10, 2025	Pre Rollout – Phase 0  Contracting Officers may include DFARS 252.204-7021 in solicitations before November 10, 2025, as long as those contracts are awarded after November 10, 2025.
November 10, 2025	Phased Rollout – Phase 1  Level 1 and Level 2 Self-Assessments Required  DFARS 252.204-7021 will appear in all solicitations and contracts, task orders, or delivery orders (except for COTS items) that would require a contractor to store, process, or transmit:  • FCI  • CUI, for non-prioritized contracts  Level 2 C3PAO Certifications Discretionary  For prioritized contracts, DFARS 252.204-7021 may appear in solicitations and contracts, task orders, or delivery orders (except for COTS items) that would require a contractor to store, transmit, or process CUI.

November 10, 2026	Phased Rollout – Phase 2
	Level 2 C3PAO Certifications Mostly Required
	For prioritized contracts, DFARS 252.204-7021 will appear in solicitations and contracts, task orders, or delivery orders (except for COTS items) that would require a contractor to store, transmit, or process CUI. DoD may, in its discretion, delay the requirement to an option period instead of a condition of contract award.
	Level 3 Certifications Discretionary
	DFARS 252.204-7021 may appear in solicitations and contracts, task orders, or delivery orders (except for COTS items). These conditions are still under development by DoD.
November 10, 2027	Phased Rollout – Phase 3
	Level 2 C3PAO Certifications Required
	DFARS 252.204-7021 will appear in all solicitations and contracts, task orders, or delivery orders (except for COTS items) that would require a contractor to store, transmit, or process CUI.
	Level 3 Certifications Mostly Required
	DFARS 252.204-7021 may appear in solicitations
	and contracts, task orders, or delivery orders (except for COTS items). DoD may, in its discretion, delay the requirement to an option period instead of a condition of contract award.

## **KEY TAKEAWAYS:**

• Now is the time for contractors to analyze whether they will be required to comply with the CMMC and at what particular level, and determine who within the organization is authorized to make attestations of CMMC compliance on behalf of the company.

DFARS 252.204-7021 will appear in all solicitations and contracts, task orders, or delivery orders (except for COTS items) when execution of a contract would require a contractor information system to store, process, or transmit FCI or CUI.

- Delaying CMMC certification may put your organization at risk of losing valuable or even essential business
  opportunities as the number of solicitations without DFARS 252.204-7021 quickly decreases to zero over the next
  three years. Delaying could even risk current business if a contracting officer decides to immediately incorporate
  DFARS 252.204-7021.
- False CMMC certifications or self-assessments can result in costly <u>False Claims Act liability, damages and penalties.</u>

If you have questions regarding the final CMMC rule, please contact a member of the <u>Winston Government Contract</u> and <u>Grants team</u>.

4 Min Read

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