

Price adjustments may be considered upon renewal and shall be based on the percent change in the Consumer Price Index (CPI). CPI shall be based upon All Urban Consumers, for the Miami-Fort Lauderdale Region, on the average percentage increase from January to June of prior renewal year, as published by the United States Department of Labor.

Example: The numbers for the calculation can be found on the US Bureau of Labor Statistics website: [Bureau of Labor Statistics Data \(bls.gov\)](https://www.bls.gov) . Below is the calculation example for the FY21 CPI increase:

CPI -			
Miami-Ft Lauderdale -			
WPB	2020	2021	Increase
Jan - Feb	272.044	275.849	
Mar - Apr	269.237	280.39	
May - Jun	<u>271.072</u>	<u>284.797</u>	
6 month period	<u>812.353</u>	<u>841.036</u>	
Average	270.7843	280.3453	3.53% = $\frac{(280.3453 - 270.7843)}{270.7843}$

Prior to completion of each contract term, the Town may consider an adjustment to price due to increases or decreases in the Consumer Price Index (CPI); but in no event will the prices be increased or decreased by a percentage greater than the percentage change outlined above and reflected in the regionally published CPI for the Southeast Region of Miami, Ft. Lauderdale, and Palm Beach.

It is the Contractor's responsibility to request any pricing adjustment under this provision. For any adjustment to commence on the first day of any option period, the Contractor's request for adjustment should be submitted within 30 days of receipt of renewal letter. The Contractor adjustment request must clearly substantiate the requested increase. If no adjustment request is received from the Contractor within the 30 day period, the Town will assume that the vendor has agreed that the optional term may be exercised without pricing adjustment. Any adjustment request received after the commencement of a new option period, or any request for price adjustment for previous contract periods will not be considered. The Town reserves the right to accept the renewal adjustment or to allow the contract to terminate.

Price adjustments will go into effect at the beginning of the Town of Palm Beach fiscal period which commences on Oct. 1st. If the term of the contract falls on a date outside of the Town's fiscal period, the price adjustment will still go into effect at the beginning of the following Town fiscal period.