

ADDENDUM NO. 1

DATE: November 12, 2019

TO: All Bidders

FROM: Penny Owens, Assistant Purchasing Agent

SUBJECT: Addendum No. 1 – On-Call Loop Detection Installation

BIDS TO BE OPENED: November 25, 2019, at 11:00:00 a.m. (Eastern)

This addendum is being published to provide clarifications to the specifications and post the sign-in sheet from the pre-bid meeting. This addendum becomes a part of the Contract Document and modifies the original specifications as noted.

Correction of Deadline for Questions:

The deadline for questions is hereby corrected to read as follows: Inquiries pertaining to this ITB shall be made in writing and be in the hands of the Purchasing Division by the close of the business day on November 18, 2019.

Addition of Escalation Clause:

To allow for price escalation in the potential renewal years, the following clause is hereby added to the Special Conditions of the Invitation to Bid:

Escalation Clause. For the satisfactory performance of this Agreement, the City shall pay the per loop bid price as specified herein to the Contractor for the first year of the Agreement. On the anniversary date of contract award and each anniversary date thereafter during the remaining years of the term of the Agreement and any renewal terms thereof, the Contractor may adjust the contracted per loop price in accordance with the increase or decrease, if any, in the cost of living, using as a basis of such adjustment the "Revised Consumer Price Index for All Urban Consumers – South Region 1982-1984 = 100 – All Items" ("Index") for the average of the twelve months prior to the anniversary date, published by the Bureau of Labor Statistics of the United States Department of Labor, excepting that the maximum annual increase shall not exceed 3.5%. The new rate for each year will be calculated by taking an average of the index increases or decreases occurring the previous twelve months, with the individually monthly changes calculated as follows:

| | |
|--|-------|
| CPI for current period (Current monthly Index): | 134.0 |
| -CPI for previous period (Prior year monthly Index): | 129.9 |
| =Index point change for monthly | 4.1 |

Index point change (4.1) ÷ Prior year monthly Index (129.9) = 0.032 x 100 = 3.2% index change

The increase in the linear foot contract price may occur after Contractor has given the City written notice of such change and received written approval of the increases from the City's Contract Manager.

END OF ADDENDUM NO. 1