

**ADDENDUM NO. 1**

**DATE:** July 1, 2021  
**TO:** All Bidders  
**FROM:** Penny Owens, Purchasing Agent  
**SUBJECT:** Addendum No. 1 – On Call Construction  
**BIDs TO BE OPENED:** July 6, 2021

This addendum is published to respond to questions from potential bidders and provide clarification to the specifications. This addendum becomes a part of the Contract Documents and modifies the original specifications as noted.

**Question #1:** Must all bid unit prices be filled in or can we bid partial?

**Response:** The City requires the winning bidder(s) to be capable of providing all units requested thus all unit prices must be completed.

**Question #2:** Given this will be a multi-year contract, will the City allow for price escalation?

**Response:** The specifications are hereby amended to include the following clause in the Information for Bidders:

For the satisfactory performance of this Agreement, the City shall pay the unit prices listed in the bid for the On-Call Construction for the first year of the Agreement. On the anniversary date of the contract execution and each anniversary thereafter during the remaining years of the term of the Agreement and any renewal terms thereof, the Contractor may adjust the unit prices in accordance with the increase or decrease, if any, in the cost of living, using as a basis of such adjustment the **“PPI industry data for New nonresidential building construction by contractor type/region-General contractors, South, not seasonally adjusted – Series ID PCU23640023640012”** (“Index”) for the most recent month prior to the contract 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 as per the following example:

PPI for current period:	245.609
-PPI for previous period	242.339
=Index point change	3.27

Index point change (3.27) ÷ Prior year Index (242.339) = 0.0135 x 100 = 1.35% index change. 1.35% index change x current Tipping Fee = New Rate

The increase in the unit prices Fee may occur after Contractor has given the City written notice of such change and received written approval of the increase from the City's Contract Manager.

**Question #3:** Can you provide an Excel Spreadsheet for completing the bid tab due to the number of items:

**Response:** Please find the Excel Spreadsheet attached to replace the BD-7 included in the bid package.