

Procurement Department Bid Section Customer Center 1st Floor, Room 002 21 W. Church Street Jacksonville, Florida 32202

December 16, 2022

ADDENDUM NUMBER: 1 WO (2)
TITLE: 1410797446 (RFQ) JEA Substation Transformer Oil Sampling
QUOTE DUE DATE: December 22, 2022
TIME OF RECEIPT: 11:59 PM EST

THIS ADDENDUM IS FOR THE PURPOSE OF MAKING THE FOLLOWING CHANGES OR CLARIFICATIONS:

1. **Question:** Will subcontracting be allowed?

Answer: No

2. **Question:** Will there be any price adjustment allowed after Year 1?

Answer: JEA adds the following section to the Solicitation:

Section 6.1 – Price Adjustments

The rates (also referred to as "Unit Prices") for the Work will remain firm fixed through the first year of the Contract. For the purposes of this clause, the end date of the first year of the Contract shall be referred to as the "Anniversary Date", and the term "Anniversary Date" shall also apply to the end date of any renewals.

Thirty (30) days prior to the Anniversary Date, the Company or JEA may request an increase or decrease of the Unit Prices by a percentage equal to the then applicable annual percentage change in the Consumer Price Index (CPI).

If Company fails to request a CPI price adjustment within thirty (30) days in advance of the Anniversary Date, the Company will be denied the increase or decrease, and Company will have to request the CPI adjustment again the following Anniversary Date in accordance with this clause.

When a timely CPI adjustment request is received, JEA will adjust the Unit Prices based on the applicable annual percentage change in the Consumer Price Index (CPI). Each annual price adjustment will be recognized thirty (30) days after the Anniversary Date. No retroactive price adjustments will be allowed. On an annual basis, price adjustment shall be limited to six (6) percent up or down.

All requested price adjustments for the Contract shall be in accordance with the Consumer Price Index for all urban consumers for all US City Average, All items CUUR0000SA0 published monthly by the U.S. Department of Labor, Bureau of Labor Statistics. The index used will be the unadjusted average mean percent change for the previous twelve (12) months beginning with the last published index month closest to the Anniversary Date compared to the previous 12 month mean average using the published index.

JEA requests the Company to provided JEA with updated Unit Prices for its review and approval based upon the price adjustment methodology described herein.

In the event the applicable price index publication ceases, the Company and JEA shall mutually agree on a replacement index. If the Company and JEA fail to agree on a replacement index, the Contract may be mutually terminated if in the best interest of JEA.

3. **Question:** Must the bidder be a company based in Jacksonville?

Answer: No

ACKNOWLEDGE RECEIPT OF THIS ADDENDUM ON THE PROPOSAL FORM.