**School Food Authority (SFA) Sample Bid Language:**

The (*insert SFA name*) School Nutrition Program intends to enter into a contract with an effective period of (*insert contract period*). The contract will be awarded based on total bottom line pricing. This contract period may be renewed at one-year intervals for up to (*insert number*) additional years with price redetermination. Price redetermination is only allowed annually at the time of contract renewal. The (*insert SFA name)* will request the vendor’s price increases and decreases by (*insert date*). Price increases and decreases must be received no later than (*insert date*).

Total bottom line price increases and decreases cannot exceed the percent change in the (*insert* *either CPI or PPI; SFA determines index*) for the following index: (*insert specific index; an example may be “All Urban Consumers, U.S. Food and Beverages”*). The base index (*insert date*) at the time of renewal will be divided by the most current published index at the time of award to determine the acceptable percentage for redeterminations (*the SFA may insert annually timelines for future renewal periods*). For bid item price changes (increases and decreases), the estimated usage will be considered to determine bottom line final totals. The percentage difference from the total bottom line of the original bid and total bottom line renewal price redetermination will be compared. If the bottom line bid pricing is not within the acceptable price range, the vendor will be asked to revisit the pricing. If the pricing requirements cannot be met, the SFA will rebid.