SUMTER COUNTY BOARD OF COMMISSIONERS
EXECUTIVE SUMMARY

SUBJECT: **Annual Review of SBCCI, Inc. Residential Inspection Contract – 2.7% Rate Increase Based on Consumer Price Index (CPI-U) for March 2011 (Staff recommends approval).**

REQUESTED ACTION: Approve increase in SBCCI, Inc. Residential Inspection Rate of 2.7% ($209.72 per home to $215.38 per home).

☐ Work Session (Report Only) **DATE OF MEETING:** 9/27/2011
☒ Regular Meeting ☐ Special Meeting

CONTRACT: ☐ N/A Vendor/Entity: SBCCI, Inc.
Effective Date: 10/1/11 Termination Date: 9/30/2012
Managing Division / Dept: Building Services

BUDGET IMPACT: Approx. increase in cost of $12,452.00
☒ Annual **FUNDING SOURCE:** 124-322000 – Building Permits
☐ Capital **EXPENDITURE ACCOUNT:** 124-142-524-3400 – Other Contractual Services
☐ N/A

The County's Building Services Department has an existing contract for building inspection services with SBCCI, Inc. for all new residential and commercial construction within The Villages Development of Regional Impact (The Villages DRI). The contract includes a clause that on October 1 of each year the lump sum price for the inspection of new homes in The Villages DRI changes based on the Consumer Price Index (CPI-U) from March of that year (i.e. March 2011 CPI-U used to calculate October 1, 2011 price). This equates to a 2.7% increase in the price for home inspections compared to October 1, 2010. The price will increase $5.66 from $209.72 per house to $215.38 per house. The anticipated budget impact of this change is $12,452 (based on 2,200 new homes). The Building Services proposed FY 2011-2012 budget accounts for this increase in price. The increase in price will not be passed on to the customers but will be absorbed by the Building Services budget.