



Administration Building
Purchasing Department
501 Seventh Street
Rockford, Illinois 61104

July 9, 2015

Ms. Marsha Dood
Gordon Food Service, Inc
P.O. Box 1787
Grand Rapids, MI 49501

RE: Bid No. 14-55 Nutrition Services Groceries and Supplies

Dear Ms. Dood:

I received your pricing for the next year of the referenced contract; however I am unable to accept it due to it exceeding the allowed amount of increase in your contract. Please reference the terms below:

This is the 2nd year of the 3 year contract. In your contract, you do have some flexibility for subsequent contract period pricing, which you may exercise for the period beginning July 1, 2015.

Bidders may request an annual price adjustment, in writing no less than 60 days prior to the renewal date. Price adjustments will be made in accordance with lesser of two percent or the percentage change in the U.S. Department of Labor Producer Price Index - Commodities (PPI), Commodity Groups/Items Codes: 01/01, 02/02, 06/0671, 09/0915.

Please re-submit as soon as possible.

Questions concerning this contract may be referred to the Purchasing Department at 815-966-3092.

Sincerely,

Tamara Pugh
Purchasing Process Manager