

COMMONWEALTH of VIRGINIA

DEPARTMENT OF TRANSPORTATION 1401 EAST BROAD STREET RICHMOND, VIRGINIA 23219-2000

Stephen C. Brich, P.E. COMMISSIONER

- TO: The Consultant Community
- FROM: Dee Audet Director Professional Services Procurement Office Virginia Department of Transportation

DATE: June 6, 2024

SUBJECT: Escalation Rates for Professional Services Contracts, July 1, 2024 through June 30, 2025

In response to recent inflationary pressures, VDOT is temporarily suspending the escalation rate range limitation as set forth in Section 4.7.7. of the Manual for the Procurement and Management of Professional Services and raising the escalation rates for professional services contracts.

The escalation rate for Fiscal Year (FY) 2025 will be 3.9% in accordance with the U.S. Bureau of Labor Statistics, Employment Cost Index: Wages and Salaries: Private Industry Workers (Table 9)(April 30, 2024).