

# 52.222-31 Construction Wage Rate Requirements-Price Adjustment (Percentage Method).

As prescribed in 22.407(f), insert the following clause:

*Construction Wage Rate Requirements-Price Adjustment (Percentage Method) (Aug 2018)*

(a) The wage determination issued under the *Construction Wage Rate Requirements* statute by the Administrator, Wage and Hour Division, U.S. Department of Labor, that is effective for an *option* to extend the term of the contract, will apply to that *option* period.

(b) The *Contracting Officer* will adjust the portion of the contract price or contract unit price(s) containing the labor costs subject to the *Construction Wage Rate Requirements* statute to provide for an increase in wages and fringe benefits at the exercise of each *option* to extend the term of the contract in accordance with the following procedures:

(1) The *Contracting Officer* has determined that the portion of the contract price or contract unit price(s) containing labor costs subject to the *Construction Wage Rate Requirements* statute is \_\_\_\_\_ [*Contracting Officer insert percentage rate*] percent.

(2) The *Contracting Officer* will increase the portion of the contract price or contract unit price(s) containing the labor costs subject to the *Construction Wage Rate Requirements* statute by the percentage rate published in \_\_\_\_\_ [*Contracting Officer insert publication*].

(c) The *Contracting Officer* will make the price adjustment at the exercise of each *option* to extend the term of the contract. This adjustment is the only adjustment that the *Contracting Officer* will make to cover any increases in wages and benefits as a result of-

(1) Incorporation of the Department of Labor's wage determination applicable at the exercise of the *option* to extend the term of the contract;

(2) Incorporation of a wage determination otherwise applied to the contract by operation of law; or

(3) An increase in wages and benefits resulting from any other requirement applicable to workers subject to the *Construction Wage Rate Requirements* statute.

(End of clause)

**Parent topic:** 52.222 [Reserved]