



CITY OF CHICAGO

DEPARTMENT OF PROCUREMENT SERVICES

2020 Gross Receipts Limit

The Department of Procurement Services, which is responsible for the City of Chicago's Certification Program, has recalculated the average gross receipts limit that defines whether a business is an "Established Business." Pursuant to section 2-92-420(o) of the Municipal Code of Chicago, the gross receipts U.S. limit is adjusted annually based on the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W)¹.

The Annual CPI-W (U.S. City Average) in 2018 was 245.146. The Annual CPI-W (U.S. City Average) in 2019 was 249.222. By applying the following formula, the Gross Receipts Limit for Non-Construction businesses can be recalculated as follows²:

$(2019 \text{ Gross Receipts Limit} \div 2018 \text{ CPI}) * 2019 \text{ CPI} = 2020 \text{ Gross Receipts Limit}$

Or

$(\$39,914,238.98 \div 245.146) * 249.222 = \underline{\$40,577,886.10}$

¹ CPI data is available at https://www.bls.gov/regions/midwest/data/consumerpriceindexhistorical_us_table.pdf

² Construction firms' gross receipts are based on SBA Size Standards.

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