

Examples of Rent Increase Comparison
Assume CPI = 3%

Current Rent of \$450.00

@ 60% of CPI:

$$.60 \times 3\% \text{ CPI} = 1.8\%$$

$$1.8\% \times \$450.00 = \$8.10 \text{ per month}$$

@ 80% of CPI:

$$.80 \times 3\% \text{ CPI} = 2.4\%$$

$$2.4\% \times \$450.00 = \$10.80 \text{ per month}$$

$$\$10.80 - \$8.10 = \$2.70$$

Difference \$2.70 per month

Current Rent of \$650.00

@ 60% of CPI:

$$.60 \times 3\% \text{ CPI} = 1.8\%$$

$$1.8\% \times \$650.00 = \$11.70 \text{ per month}$$

@ 80% of CPI:

$$.80 \times 3\% \text{ CPI} = 2.4\%$$

$$2.4\% \times \$650.00 = \$15.60 \text{ per month}$$

$$\$15.60 - \$11.70 = \$3.90$$

Difference \$ 3.90 per month

*A cap of 5% remains in effect to damp out an unusual spike in inflation (CPI)