

# INFLATION FACTOR

Cost Report Period: 7/1/11 to 6/30/12 - SFY 2012

Effective Title IV-E Reimbursement Ceilings Period: 4/1/13 through 3/31/14

<b>JULY</b>	<b>AUG</b>	<b>SEPT</b>	<b>OCT</b>	<b>NOV</b>	<b>DEC</b>	<b>JAN</b>	<b>FEB</b>	<b>MAR</b>	<b>APR</b>	<b>MAY</b>	<b>JUN</b>
<b>2011</b>	<b>2011</b>	<b>2011</b>	<b>2011</b>	<b>2011</b>	<b>2011</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>
cr											
						x					
						1	2	3	4	5	6

<b>JULY</b>	<b>AUG</b>	<b>SEPT</b>	<b>OCT</b>	<b>NOV</b>	<b>DEC</b>	<b>JAN</b>	<b>FEB</b>	<b>MAR</b>	<b>APR</b>	<b>MAY</b>	<b>JUN</b>
<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2012</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>
7	8	9	10	11	12	13	14	15	16	17	18
1	2	3	4	5	6	7	8	9	10	11	12
									ry	ry	ry

<b>JULY</b>	<b>AUG</b>	<b>SEPT</b>	<b>OCT</b>	<b>NOV</b>	<b>DEC</b>	<b>JAN</b>	<b>FEB</b>	<b>MAR</b>	<b>APR</b>	<b>MAY</b>	<b>JUN</b>
<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>	<b>2014</b>	<b>2014</b>	<b>2014</b>	<b>2014</b>	<b>2014</b>	<b>2014</b>
19	20	21									
13	14	15	16	17	18	19	20	21			
ry											
		xx									

x = midpoint of cost report period  
 xx = midpoint of effective rate period

21 month period between midpoint of cost report period to midpoint of effective rate period

21 month period between the end of the cost report period to the end of the effective rate period

**Exponent**

**Inflation Factor Formula: (r)**

r = Percentage change in Consumer Price Index for cost report period.

Exponent = Number of months (e.g., 21) between midpoint of cost report period to midpoint of effective rate period divided by number of months (e.g., 12) in cost report period.

<b>Jun-11</b>	<b>Jun-12</b>
<b>CPI-U</b>	<b>CPI-U</b>
<b>225.722</b>	<b>229.478</b>

r = 215.693/218.815      1.01663994

Exponent = 21/12      1.75

**Inflation Factor =**      1.0293013

**Rounded**      1.029