

SPECIAL BOARD MEETING

October 23, 2004

President Jim Pavolko called the meeting to order. Board members present were Bill Allen, Lyle Bakken, Mel Schiebel, Fred Suess and Dutch Walton. Guests in attendance were Mat Szydowski, Ken Skinner, Dick Lemoine and Wayne Mitchell.

The purpose of the meeting was to discuss the October 21, 2004 memorandum from Mr. Roger Lansberry of the Sun City West Recreation Department. The memo claimed that McIntyre, the contractor for the Clubhouse project, had understated by \$10,409.50 the original bid that was signed by McIntyre, Recreation Center and Club officials on October 29, 2003. The issue at hand is whether or not the Club should reimburse McIntyre for their mistake.

In the discussion that ensued, it was evident that there was significant rationale for not making any additional payments to McIntyre. First of all, the error on the bid was strictly the fault of McIntyre. Secondly, the Clubhouse, which was supposed to be completed on or about February 28, 2004 according to the October 29, 2003 agreement, is still not entirely completed. In addition, not all of the change orders, which added cost to the project, were not properly authorized by Club officials and several items that were included in the original bid have been omitted or modified with less expensive material.

A motion was made by Fred Suess, and seconded by Lyle Bakken, that no additional payment of \$ 10,409.50 be made to McIntyre to cover the error on the original bid. The Club's reasons for the denial of payment will be documented in a letter from the Club President to the Recreation Center management.

MOTION PASSED: 6 to 0

A discussion was held on whether or not to allow the Recreation Center to pursue the purchase of a PA system for the Clubhouse. \$3,000 of project money has been allocated for the PA system purchase and it was thought that the Club might obtain the items at lesser cost.

A motion was made by Bill Allen to instruct the Recreation Center to cancel the purchase of the PA system. The motion did not receive a second.

Meeting adjourned,

Respectfully submitted,
Dutch Walton, secretary