The Special Meeting of the Citizens’ Oversight Joint Committee for Measures R and S met at the Malaga Cove Administration Center at 7:01 p.m. on Wednesday, September 7, 2011. Mr. Donald Reeves, Vice Chairman, called the meeting to order.

Members Present

Thomas Knight
John Oda
Maarten Oversier
Donald Reeves
David Wagman
John Waldron

Members Absent

Dina Aryan-Zahlan
Alvin Hughes
John Resich

Administrators/Others Present

Arash Abbasian, Vanir Construction Management
Matt Covella, Director Maintenance & Operations
Pearl Iizuka, Deputy Superintendent
Walker Williams, Superintendent

It was moved by Mr. Wagman to approve the Agenda. It was seconded by Mr. Knight and the motion carried unanimously.

Public Communications

None

Construction Report

RS 032 – Palos Verdes Peninsula High School Classroom Building 2 (Bid No. RS 032-03.11.10) and RS 044 – Palos Verdes Peninsula High School Gym/Multipurpose Rooms (RS 044-03.11.10)

Mr. Williams explained to the Committee that a report will be given to the Board on September 8, 2011 regarding the problems with the construction project at Palos Verdes Peninsula High School. Mrs. Iizuka provided a copy of the September 2, 2011, Press Release regarding this project. Mrs. Iizuka explained that the District
was contacted by Great West Contractors informing the District that it would be shutting down the major portion of its operation. The District served a Notice of Termination to Great West Contactors on August 31, 2011, which will take effect on September 12, 2011. With this notice, Great West’s surety will get involved and then has seven days after September 12, 2011, to respond to the Notice of Termination. She explained that this situation was no fault of the Districts and that it has nothing to do with mismanagement of the project, nor that the District is running out of funds.

Mr. Abbasian, Vanir Construction Management, informed the Committee that Great West Contractors had to replace almost 12 sub-contractors whether due to bankruptcy, or that they would not honor the original contract with Great West. This resulted in Great West having to renegotiate contracts and the contracts were higher than what Great West had negotiated at the time of bid. With the Termination of Cause the District has three options

- The surety comes on board and they bring in their own contractor.
- Surety could bring back Great West Contractors and the surety would assume management and handle the finances.
- The District hires another contractor and then would get reimbursed by the surety.

Mr. Williams thanked the Committee for holding a Special Meeting and Mrs. Iizuka informed the Committee that the District would keep them updated on the situation.

2011-2012 MEETING DATES

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<th>September 14, 2011</th>
<th>April 18, 2012</th>
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<th>December 14, 2011</th>
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It was requested that the June 6, 2012 meeting date be changed because of 8th Grade Graduation is that day.

Adjournment

The meeting was adjourned at 7:40 p.m.

Pearl A. Iizuka
Deputy Superintendent, Business Services