



Board of Education
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BOARD OF EDUCATION STUDY SESSION
AGENDA

TUESDAY, MAY 15, 2012

7:00 p.m. Action Item: Interwest Construction Settlement

Study Session: 5-Year Plan

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Complete texts of agenda are available at www.graniteschools.org.

In compliance with the Americans with Disabilities Act, individuals needing special accommodations (including auxiliary communicative aids and services) during this meeting should notify Merilynn Boekweg at 385-646-4594 (alternate TDD number 801-298-9484) at least three working days prior to the meeting.

Members of the Board of Education may participate electronically.



Support Services
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April 25, 2012

Dr. Martin W. Bates, Superintendent
Granite School District
2500 South State Street
Salt Lake City, UT 84115

Dear Dr. Bates:

When we built the new Bates Kitchen, the contract was awarded to Interwest Construction. While Interwest Construction was the low bidder, throughout the construction process there were many delays and requested change orders. Because we have been unable to reach agreement with Interwest on these change orders, the issue was heard by a mediator as outlined in our initial agreement.

On April 18, 2012, we entered into mediation with the construction company. Judge Waldrip, a retired judge from California, was assigned as the mediator. After a full-day of mediation, we finally reached tentative agreement, pending board approval, for a total of \$950,000.00 (we have been holding \$360,000.00 which leaves a difference of \$590,000.00). Of the total amount \$475,000.00 will be held until all subcontractors are paid and lean releases received. Granite School District will also be indemnified from all lawsuits involving Interwest Construction over the construction of the Bates Kitchen.

I am asking the boards consideration of this request and settlement of the contract.

Sincerely,

David L. Gourley, Ed.D.
Assistant Superintendent, Support Services