

MINUTES OF THE FORT HARRISON REUSE AUTHORITY
BOARD MEETING

JUNE 26, 2007

The FHRA Board met in public session at 9120 Otis Avenue, FHRA conference room, Lawrence, IN at 7:30 A.M.

FHRA Board Members Present

Mr. Carl L. Drummer
Ms. Ann Lathrop
Ms. Cheryl Sullivan

FHRA Board Member Absent

Mr. Dennis Charles

FHRA Staff

Mr. Ehren Bingaman
Ms. Doris Combs

Members of the Public

Mr. Phil Genetos, Ice Miller
Ms. April Pyatt, Ice Miller
Mr. Joe Wiesinger, Shrewsberry & Associates
Ms. Juliet Port, Shrewsberry & Associates
Ms. Kim Reeves, Browning

A copy of of the public agenda is attached.

Meeting was called to order at 7:30.

1. The first item on the agenda was the approval of the April 2007 minutes. Mr. Drummer called for a motion to approve the minutes. Ms. Lathrop made the motion and Ms. Sullivan seconded. The vote was unanimous to approve.
2. The second item on the agenda was consideration of bids for environmental abatement. Mr. Bingaman stated FHRA made a public bid process for environmental abatement for multiple structures at Fort Harrison. The responses are back. The apparent most responsive is Air Company at \$126,300.00. It is our owner's reps recommendation and the staffs that we select this bidder for the environmental abatement.

Ms. Lathrop asked about the minority/women participation in the bid. Ms. Port stated it was 10%, but a letter had been received from Air Co stating they were looking for WBE companies to participate.

Mr. Drummer ask that Mr. Bingaman be kept informed so he could notify the board members if the participation changed.

Ms. Lathrop asked if Air Co's reference had been checked out; Ms. Sullivan asked if Shrewsberry was comfortable with them meeting timeline. Ms. Port stated yes to both questions.

Mr. Drummer stated on the MBE/WBE he would like a copy of who the particular participants are; the list should be forwarded to Mr. Bingaman so he can notify the board members.

Mr. Drummer called for a motion that Shrewsberry's and FHRA's recommendation to approve Air Co for the abatement contract. Ms. Sullivan made the motion and Ms. Lathrop seconded. The vote was unanimous to accept Air Co's bid for the environmental abatement.

3. The third item on agenda was consideration of bid for demolition. Mr. Bingaman stated when the bids were opened there was a discrepancy and after investigating there seemed to be confusion about the bid. Mr. Bingaman stated the bidders could have done more in terms of meeting the MBE/WBE . It is staff's recommendation that FHRA rebid the demolition and have the bids in for our July board meeting.

Ms. Lathrop asked if we were going to reject all the bids and rebid. Mr. Bingaman replied yes.

Mr. Drummer called for a motion to follow the recommendation of staff. Ms. Lathrop moved and Ms. Sullivan seconded. The vote was unanimous to reject all the bids and have a rebid on the demolition project.

4. Mr. Bingaman stated that the Grand Opening for the Commissary/PX was a great success and lots of people were thanked. He issued a public apology to Mr. Genetos and Ms. Pyatt and the Ice Miller team for not properly recognizing them at the ceremony.

Mr. Bingaman stated FHRA request for proposals for the first two developments at the Lawrence Village. Responses will be received in July.

FHRA is working on a comprehensive budget of what we think the site will need in terms of infrastructure and looking at analysis completed by Crowe Chizek to see what our finance capacity would be . Browning would like to make a presentation about what their recommendation may be along this line and how we should proceed.

A final audit draft report should be completed before the next board meeting. There are no major concerns. A budget update will be presented at next meeting.

Ms. Sullivan asked about VLB Associates. When VLB reps attended board meeting in April they indicated they would update FHRA on pending issues: formal notification of lawsuits withdrawn by condo owners; formal notification when VLB receives financing; formal notification when contract is executed with Gilliatte. Mr. Bingaman stated the only update he had received was a conversation with the contractor and a conversation with the architect. It has been 60 days and FHRA has received no documentation. Mr. Bingaman stated that to the best of his knowledge VLB had not signed a contract with the contractor, Gilliatte.

Ms. Lathrop asked if FHRA should send Ms. Basham a letter stating that an update was given to the board in April and nothing has been done.

After discussion between board members and counsel, it was decided that Mr. Bingaman would draft a letter calling for liquidated damages if VLB does not get responses to FHRA; give VLB a timeframe. Mr. Bingaman will work with counsel on this issue.

Next board meeting is scheduled for July 30.

Meeting was adjourned.