

Minutes of a special meeting of GCAT on 3 March 2011

In attendance: Joanie Ott, Larry Ricketts, Larry Ransford, Loren Janulewicz Ed Oswald
Guests: Mike Ritter, Ray Griffiths, Bob Knutson, Van Lewis, Errol Rowland

Ray Griffiths reported that the negotiations with Toro for “lease to buy” for the irrigation system had been temporarily suspended. He has initiated contact and discussion with “Rain bird” for a similar “lease to buy”. He remains optimistic that that it will be accomplished with one or the other. Something should be decided within a couple of days.

Mike Ritter reported that the total package will be funded with \$750K from the bond, \$150K from our capital fund and \$340K from the “lease to buy” from one of the vendors.

Larry Ransford expressed concern that our capital account would become dangerously low with the risk of unknown breakdowns with other equipment etc.. The consensus was that we must use these funds given the importance of the new irrigation system for the viability of the golf course.

Bob Knutson outlined the possible project of completing the front nine and maybe two holes on the back nine. He will discuss this option with our irrigation advisor and get back to us.

Mike Ritter presented the possibility of doing the front nine completely and prepping the back nine with the main delivery system for each hole only.. Bob Knutson will explore this concept as to its practicality.

Larry Ritter made the following resolution, seconded by Loren Janulewicz.
Resolved “move that GCAT spends funds received from the \$750K, metro bonds, \$150K from the capital funds, and up to \$340K from a vendor “lease to buy” to complete installation of a new irrigation system for the golf course.
Further, that if a “lease to buy” is not obtained, GCAT authorizes spending any funds from the \$900K to start the new irrigation project as soon as possible. The staff, with their technical advisor, will determine the best use of the funds available.. It is further understood that the \$340K lease, or any shortfall without the lease, will be retired or funded solely from golf course operations.” Motion passed unanimously

Errol and Van reported on the communication from the HRMD attorney concerning the \$750K bond funds.

Respectfully submitted,

Ed Oswald