MINUTES
Residential Contractor Board
May 10, 2012 7:30 A.M.

The Rapid City Residential Contractor Board met on Thursday May 10, 2012, with Scott Sogge, presiding. The following members were present: Jim Bickett, William Morrison, David Asbridge, David Grundstrom, Scott Sogge Staff present: Brad Solon, Building Official, Wade Nyberg, Asst. City Attorney, Allison Marsland, Asst. City Attorney, Karmen Deuter, Administrative Secretary. Others Present: Kathy Reichert, Joe Youngblood, John Hester, Linda Ali, Chris Ingersoll, Bill Besancon, John Paulson, Jason Barnum, Dan Boschee, James Burow, Candace Archer, Cliff Zent, Stephen LaPrade, Jerry Noel, Kent Hagg, Doug Rowley

Sogge called the meeting to order at 7:30AM.

Sogge suggested moving Item 3 to 4 and 4 to 3 in the interest of time. Sogge also suggested combining Item 4 and 6 to handle all LaPrade items at once. **Grundstrom moved to set the Agenda with the above mentioned changes, Morrison seconded and the motion carried with a vote of 5-0.**

Grundstrom moved to approve the minutes from the April 12 meeting, Bickett seconded and motion carried with a vote of 5-0.

Sogge reviewed the Residential Contractor Board bylaws highlighting that each person that wants to speak must fill out a speaker request form and each person speaking is limited to 5 minutes.

All Phase Roofing and Construction – Archer responded to the complaint from Rapid Claims Service concerning the overcharging for the permit. Archer stated that it was an estimated value and the price charged to the insurance company is different than what is charged for the building permit for the city. Bickett responded that the permit was applied for after the job was done and inspections need to be made while doing the roof and the discrepancy on the amount is very large. Archer responded that there is new management in the office in Rapid City and they have made a couple mistakes. Archer also stated that there are a lot of different costs that go into the price charged the insurance company. Boschee responded that All Phase was provided a copy of his estimate prior to the work being done so All Phase knew what the estimated cost was. Sogge clarified that the permit cost submitted was $4500 and contract price was $18000. Morrison stated that what we are dealing with is the wrong amount put in on the permit. Archer stated that $18000 was the total claim and included items that did not need a permit. Asbridge asked how much the contract was to the client for just the roof. Boschee stated that the roof portion was $10000. Bickett stated that this was after the job was done so there shouldn't have been a question on the estimated value. Issue continued to the end of the meeting.

LaPrade Roofing – Tower Court Update. Laprade read a letter addressed to Tower Court Residents, Dave Reyelts and RCB. Laprade stated that they are ready to move forward completely as soon as materials are on the job site. The materials have not been provided as of yet and LaPrade's attorney is working on this. Sogge asked if any had been done as of this date. LaPrade clarified that none had been done at this time. Asbridge stated that it sounds like Reyelts is balking at providing the materials because he provided the materials the first time. LaPrade stated that LaPrade and Reyelts had an agreement in principle last year, that LaPrade provide the labor and Reyelts provide the materials. **Asbridge moved that the Board allow the time necessary for LaPrade Roofing and Reyelts Construction to resolve the difference of who provides the material to rectify the situation, with a report 90 days from today concerning status. Bickett seconded and motion carried with a vote of 5-0.**

Complaint against LaPrade Roofing for 6457 Seminole Lane – **Morrison moved that we bring LaPrade Roofing before the Board at the next meeting to address this complaint. Grundstrom seconded and motion carried with a vote of 5-0.**

Jason Barnum Home Improvement –

Wade Nyberg stated that Jason Barnum asked for a continuance because his attorney was unable to be here today. Nyberg also stated that Barnum hadn't received a copy of the complaints. Barnum stated that he would not speak without his attorney being here.

3117 West Omaha and 609 San Marco - Cliff Zent presented his complaint concerning his two properties. Improper procedures were used to install the roofing on 3117 West Omaha, garbage was left under the shingles, nails thru the shingles, and the boiler vent was left disconnected for 5 days until Zent discovered it. An independent inspector (Dusty Johnson) was hired by Barnum to inspect Zent's roof and Johnson told Zent there were many problems and there were going to be leaks. Bickett asked if this was inspected by the city. Zent replied that it wasn't.

2517 Arrow Street - Chris Ingersoll detailed his complaint concerning his property. Barnum did not get a permit for removing a window and his roof needs to be completely replaced due to deficiencies. Bickett asked if this was inspected by the City. Ingersoll responded that it was inspected by the City on three sides. The back side was not inspected. Barnum's foreman stated in a report to the insurance inspector that used shingles and drip edge were used to roof his house.

817 Anamosa – Property owner was not at the meeting.

4320 West Main Unit 19B– Kathy Reichert is representing this property for her sister. Jason Barnum Home Improvement wired switches and they did not work properly. There were many other problems with the work done at the property. The property owner had an electrician friend check out the wiring and he said that they need to have it checked. Conrad Electric checked the switches and stated that it was a dangerous situation. The City electrical inspector checked the property and put a stop work order on the job because work was done without a permit, not done by a licensed electrician and there were code violations. Conrad has now done the work and had it inspected and passed.

Insurance – Our records show that Jason Barnum Home Improvement did not have insurance from 4/11/11 thru 3/16/12. Zent added that Horsch from Hill City called Jason Barnum's insurance agency to file a claim and was told that that Jason Barnum's insurance expired November 2010 for lack of payment.

275 Viking Drive – Jeri Noel spoke concerning a roofing job done by Jason Barnum Home Improvement at her property 4 years ago. Her roof leaked into her garage and Barnum told her that the shingles were inferior and the manufacturer sent a check to replace the shingles and repair inside damage. The shingles were replaced but the inside work was never done. Reichert added that a similar situation happened at her sister's property, stating that Barnum claimed he was in a bind and received full payment so he could pay his plumber and electrician. Barnum did not pay the plumber and a mechanic's lien was filed against the property at 4320 West Main, Unit 19B.

J & S Sheetmetal – Joe Youngblood did work for Jason Barnum as a subcontractor and was never paid.

Linda Ali spoke concerning a complaint about her property out in the county. Ali stated that Jason Barnum was paid in advance for work that was not completed and was done incorrectly. After filing a report with the Division of Consumer Protection Ali received a check for $4400 from Jason Barnum that was NSF and there is an ongoing investigation concerning this.

Doug Rowley speaking for Emily and Mike Beck spoke concerning property out in the county. Property owner paid in advance for work and it was never done.

John Paulson Plumbing – John Paulson did work for Jason Barnum as a subcontractor and was never paid.

237 E. Fairmont Blvd - John Hester spoke concerning hiring Jason Barnum to replace his shingles on his roof in October 2011 He paid $2400 in advance, per Jason Barnum's request so shingles could be purchased before price went up, with a promise from Jason Barnum to repay that amount after the insurance check came

in. Hester signed over his entire insurance check but has never been reimbursed by Jason Barnum for the $2400 as promised and the materials are sitting on his roof but no work has been done as of this date.

Zent stated that Jason Barnum attempted to put a restraining order against him but was denied by the Judge.

Ali asked if this was the board that gives the licenses and if the Board looks at other states for work history. Sogge stated that we do not and Ali said it would not be a bad idea to check out Iowa in this circumstance.

Kent Hagg spoke concerning the issue at hand. He asked that the Board and City Attorney work with the State's Attorney office concerning the crimes that have been committed. Hagg offered his services and support as an Attorney, at no charge, to help however he can.

Morrison moved to revoke Jason Barnum Home Improvement's license due to lack of insurance, Asbridge seconded and motion carried with a vote of 5-0.

Quality Roofing – started a job at 1121 Naples Court without a permit. **Bickett moved that we send Quality Roofing a letter inviting them to address the board concerning this complaint. Morrison seconded and motion carried with a vote of 5-0.**

Slate Ridge Builders – At this point this is not a code violation.

Infinity Roofing Update – All properties have been re-inspected.

Apex Roofing Update – They have purchased new permits and are in the process of getting the inspections done.

Solon presented the license applications. Morrison moved and Bickett seconded the motion to approve the licenses that are eligible for approval. Motion carried with a vote of 5-0.

The Board reviewed and approved the following license applications:
Dathe, Norm – Norm's Handyman Service
Cockrum, Jaron – Dumont Building, Inc.
Fairbanks, Troy – Dimensional Greenworks, Inc.
Oswald, Clyde Dane – Dimensional Greenworks, Inc.
Peter, Greg – R.C. Peter Construction, Inc.
Steele, Robert J. – Robert James Steele Construction
Erlon, Sam – Sam Erlon Construction
Kubal, Mike – M.K. Construction
Houchens, Jerry E. – Doors Unlimited and Construction
Henry, Robert – Black Hills Renovator
Reyes, Mary E – Roof Care Center
Goben, Roy – Woodworks by Roy Goben

All Phase Roofing and Construction continued – **Grundstrom moved and Morrison seconded the motion to put a second strike against All Phase Roofing and Construction's license for getting a permit after doing the work and under reporting the cost of the work. Motion carried with a vote of 5-0.**

Asbridge asked about a newspaper article about the City Attorney hired to enforce code and the board held a brief discussion.

The Board discussed moving the Residential Contractor Board meeting to one of the upstairs conference room, due to lack of space in the current location.

Bickett moved to adjourn, Grundstrom seconded and motion carried with a vote of 5-0.
There being no further business the meeting adjourned at 9:12 AM.