

Project Spotlight: Carriage Gate
By Keith Baker



Division 32 is in the final stages of completing the Carriage Gate renovation, a 90,000 square foot project in which we removed and replaced the existing stucco and sheathing on eight occupied 7-plex townhouses with Reconstruction Experts as the GC. Our largest challenge was performing this work as owners remained in their homes with as little additional hardships to the owners. Each unit was stripped down to the studs of stucco and sheathing and if needed, mold was abated. We then installed the new sheathing, elaborate foundation extensions and a new two coat stucco system. Our



next largest challenge was working with the Professional Investigative Engineers (PIE) and their extensive inspection criteria, once acclimated with each other, the inspections went better. At this point we have received at least one recommendation from PIE on a similar upcoming project.

The on-site team has done a great job in keeping both the homeowners and PIE is pleased with our work over the last seven months. Jason Ingles served as site superintendent on this project and orchestrated all phases of the project very well. There were times when we had up to 50 people on site working on the various stages. Jason was assisted by Leo Salazar Vasquez who oversaw all scaffold erection and dismantling. Alfredo Lopez took the role on the demo crew while J. Cruz who took the lead on lathing activities. Lathing proved more difficult than we originally estimated mostly due to the level at which PIE was inspecting this phase of work. Salvador Gomez really stepped up on this project and oversaw the base coat

crew with some assistance from Jaime Luna. Andres Guillen kept the base crew going by operating the pump for both Salvador and Jaime. Salvador also served as one of the finish coat leaders along with Bernabe Colin and Fernando Zamora Cuevas, delivering a finished product that everyone is very pleased with.

Carriage Gate is our first large sized project in which we ran the total removal and reinstallation of an existing stucco system. We are proud of the crew and very pleased over our new relationships with both Reconstruction Experts and PIE. We look forward to additional work of this nature in the future.



BABY NEWS!

Congratulations to JC Slocum (Division 22) and his wife on the birth of their baby boy, Henry Fraser Slocum! He came into the world bright and early at 6 a.m. on November 11, weighing 6 lbs, 11 ounces and 19 inches long. His



big sisters adore him and have not stopped holding him yet. He is a super cutie!



Giving Back... When the Going Gets Tough

Although the economy is tough right now, there are others in the community who are feeling the pinch much more severely than ever before. People who normally donated to the food pantries and Salvation Army are now in need of those organizations assistance.

The forecast may be bleak, but Gallegos is determined to help make the holiday season brighter for those who are in need. As most everyone has heard, in lieu of holiday parties, the company will make donations to the Salvation Army in Denver, Vail and Aspen, as well as The Hunger Coalition in Hailey, Idaho and Bright Angels in Telluride. Gallegos's goal is to provide hundreds of families with a food basket, gift card, or whatever they may need, to make this time of year a little brighter. It is our way of giving thanks for what we have and brightening someone else's day.



It's the time of year to give instead of receive...Gallegos is happy to be able to give a gift card to our employees as a way to say 'Thank you,' for a solid year of work. Enjoy!

Aspen Masonry Helps Transform a School ... and Makes the News

Caleb Smith of Aspen Masonry erects scaffolding at Base Village's Capital Peak building in order to make some repairs on the stonework. The balmy weather of late has allowed more outdoor work to get completed before winter snows prepare the slopes for the upcoming ski season.



Ann Larson/
Snowmass
Sun

The Aspen Masonry Division teamed up with Basalt Middle School's Partners In Education (PIE) to transform a muddy courtyard into a welcoming space for kids, complete with fabulous stone bench. Gallegos donated seven pallets of flagstone for the project, making the dirt into a comfortable patio area.

According to the principal, Jeremy Voss, 15 to 20 parents and 10 students all chipped in their time to create the courtyard.



The transformed courtyard at Basalt Middle School—ready for students to enjoy.

Plenty to Give Thanks For



Every year at Christmastime we sit and reflect on the season and the true meaning of Christmas, having just given thanks at Thanksgiving for everything we have and also to look back on the year that is coming to an end. Two thousand and nine has been very different from years past in many ways including change around us and within our company. As you all are aware this is not expected to change in the near future. Through the hard work and sacrifices of all we will finish 2009 as a healthy strong company.

Late in 2008 due to the collapse of many sectors of the economy and the resulting recession numerous clients stopped building and investing in construction which has seriously impacted the work we do and put an end to the growth in our markets as we had known. In 2009 we have been working on completing projects which have been on-going and will carry forward into early 2010. We are aggressively in pursuit of new work in all markets within our reach, although at production and profit levels that will present a continued challenge for us all. As a result we must become faster, leaner and more productive in every way we can along with managing costs at all levels while providing quality and exceptional customer service.

At the start of this message change was noted as a factor for 2009. Most of us do not like change, we would rather that things would remain the same; that we could remain where we are in our comfort zone where life is predictable. When we have to change things become uncertain, we become fearful of what will happen to us, our jobs, families, finances, etc. We do however as owners and managers have the responsibility to make timely decisions involving change with thought and input from our managers, employees, accountants and bankers who have an interest in our business success and future to assure that we survive these economic downturns. Not only do we have the responsibility to survive but also to position ourselves to succeed in the new market conditions that we will find ourselves in now and after the recession ends. If we can do this we will still be in business creating jobs and opportunities for our employees.

The good news is that we are a company employing over 400 people even in difficult times. The work we do remains among the best projects in the market demanding the quality for which Gallegos and its employees are known. With projects like Solaris in Vail, One Ski Hill and Main Street Station in Breckenridge, Steve Wynn Res in Idaho, Fox Ridge Farm in New York (we currently have 8 plasterers working there), Och Residence and Paepcke Center in Aspen, Mesa College in Grand Junction, St. Anthony's Hospital, Shanahan's Restaurant and the Four Seasons Hotel in Denver it is very apparent that The Gallegos Corporation is still the company our clients come to when quality and schedule are important. It is with the same pride that we as The Gallegos Corp are also able to provide for those within our communities in need of help. This holiday season The Gallegos Corporation on behalf of the owners, our employees and clients will donate to the Salvation Army and Food Banks in each of our markets to help feed those in need during the Holidays and into 2010.

This year more than ever we truly wish each employee and your families a blessed and peaceful Christmas and Holiday season. God Bless and thank you all for the hard work that you do for us every day. We appreciate you and your work.

Gerald, Bob and Gary



The Gallegos Corporation's Mission

To finish each job completely with the highest quality and with safety "the first time."

Provide construction and construction management services of the highest professional standard.

Generate profit from these services while adding value to our customers & employees.

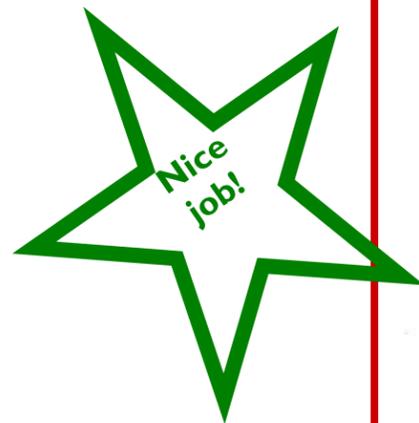
Continue to grow as the industry leader.



Don't Break the Law!



It is never safe to text and drive but now it's against the law. We want to take a minute to remind everyone that texting and driving do not go together. The police can stop you if they see you texting, so don't do it. Emails can wait until you are stopped. If you have to send a message, pull over. Nothing is so important it cannot wait a few minutes!



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GEJOHNSON
CONSTRUCTION COMPANY

October 26, 2009

Scott Christensen
Project Manager
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RE: **Habitat for Humanity**

Dear Scott,

GE Johnson Construction Company would like to take this opportunity to thank you for joining us in the Reconstruction and Tenant Improvements to Habitat for Humanity's new headquarters. Habitat for Humanity of Metro Denver is celebrating their 30th anniversary this year. They started building affordable homes in 1979, and have since completed almost 400 residences which are now home to over 1,700 individuals. We appreciate your help in our goal to help build Habitat's new home for the next 30 years so they can continue to serve our community in such a vital way.

We embarked on this journey nine months ago by agreeing to manage the construction process and to help raise donations and gifts in-kind to offset the costs of renovation and bringing the building up to current codes. We are thankful that we have partners in the subcontracting community like your firm that stepped up and donated labor and materials to make this project a reality. Just as on any project, we depend upon our subcontractors and suppliers as our associates for their expertise and experience in delivering a quality project on time.

It is very impressive that even during one of the worst financial markets of our time, your firm still decided that this was a great cause and stepped in to help. This says a lot about the character of your firm and its leadership. Through our joint efforts we raised over \$334,000 in donations equating to over 62% of the entire project cost.

We thank you for your exemplary corporate citizenship and generosity to the community.

Sincerely,
GEJOHNSON CONSTRUCTION COMPANY

Mark J. Ortiz
Director of Business Development

CONTRACTOR OF CHOICESM

