

**JOINT USE AND OPERATION AGREEMENT  
FOR THE MASON COMMUNITY CENTER  
Article V Payments**

**Exhibit H**

**Year 1**

1. Subsidy Payment
  - Guaranteed Payments:
    - Schools Pay \$1,000,000 into Basic Building Services Fund.
    - City Pays \$775,000 into Basic Building Services Fund.
2. Additional Deficit Shared by City and Schools
  - If there is a deficit remaining in the Basic Building Services Fund after the subsidy payments
  - City and Schools split remaining Basic Building Services Costs in proportion to most recent assessed property valuations. Currently 75% - 25%.
  - All payments are treated as advances and repaid from Community Center Fund.
3. Community Center Deficit
  - City pays. Treated as an advance to be repaid in future from Community Center Fund.
4. Reserve Payment
  - Schools pay \$50,000. City pays \$38,750. Payments set aside in a special Reserve Fund to be used to pay for future deficits in the Basic Building Services Fund.

**Year 2 and Year 3**

1. Subsidy Payment
  - Guaranteed Payments:
    - Schools Pay \$600,000 into Basic Building Services Fund.
    - City Pays \$465,000 into Basic Building Services Fund.
2. Additional Deficit Shared by City and Schools
  - If there is a deficit remaining in the Basic Building Services Fund after the subsidy payments
  - City and Schools split remaining Basic Building Services Cost in proportion to most recent assessed property valuations. Currently 75% - 25%.
  - All payments are treated as advances and repaid from Community Center Fund.
3. Community Center Deficit
  - City pays. Treated as an advance to be repaid in future from Community Center Fund.
4. Reserve Payment
  - Schools pay \$30,000. City pays \$23,250. Payments set aside in a special Reserve Fund to be used to pay for future deficits in the Basic Building Services Fund.

**Deficits in Future Years**

1. Deficit Shared by City and Schools
  - If there is a deficit remaining in the Basic Building Services Fund after the payments
  - City and Schools split remaining Basic Building Services Costs in proportion to most recent assessed property valuations. Currently 75% - 25%.
  - City pays. Treated as an advance to be repaid in future from Community Center Fund.
2. Community Center Deficit
  - City pays. Treated as an advance to be repaid in future from Community Center Fund.