

JOINT USE AGREEMENT
Between
PEOPLE WORKING COOPERATIVELY, INC.
And
UNIVERSITY OF CINCINNATI

This AGREEMENT is entered into by and between PEOPLE WORKING COOPERATIVELY, INC. ("Owner"), an Ohio not-for-profit corporation ("PWC"), whose address is 4612 Paddock Road, Cincinnati, Hamilton County, Ohio 45229 and the UNIVERSITY OF CINCINNATI, an instrumentality of the State of Ohio created and existing under Chapter 3361 of the Ohio Revised Code (the "University"), whose address is 625 University Pavilion, P.O. Box 210625, Cincinnati, Ohio 45221-0625.

RECITALS

WHEREAS, the University desires to assist Owner in financing, in whole or part, the cost of planning, designing and/or constructing certain capital improvements generally to consist of projects which are more fully described in the attached Exhibit A (the "Project"), to be constructed by Owner in a facility either owned or leased by Owner pursuant to terms described in the attached Exhibit B which include the right of occupancy for the entire term of this Agreement, which facility is located at 4612 Paddock Road, Cincinnati, Hamilton County, Ohio 45229 (the "Facility");

WHEREAS, the Ohio General Assembly has passed House bill 562, which provides capital appropriations to the University from the State of Ohio in the amount of \$120,000 for the Project (the "Funds");

WHEREAS, the release of the Funds by the Office of Management and Budget and/or the Controlling Board to the University requires the recommendation of the Chancellor of the Ohio Board of Regents (the "Board of Regents");

WHEREAS, the Board of Regents has established by rule a requirement that before recommending the release of capital funds to an institution for the improvement of facilities that will be owned or leased by a separate nonprofit organization or a public body the institution shall submit a joint use agreement for approval which shall include the provisions described in Ohio Administrative Code §3333-1-03(E) (1) through (11), which the parties have incorporated herein; and

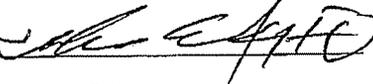
NOW, THEREFORE, in consideration of the mutual benefits hereunder, it is hereby agreed between the parties as follows:

1. Use of Owner's Facilities and/or Resources by the University. Owner shall permit the University jointly to use the Facility for a term of fifteen (15) years commencing on the date the Project is completed. The parties consent and agree that the extent and nature of the University's right to use the Facility is reasonably related to the amount of the Funds. The extent and nature of the space to which the University is by this Agreement granted rights for use, and the terms and conditions governing such use, are specified in the attached Exhibit C.
2. Reimbursement of Funds. If the Owner shall materially breach this Agreement and fail to cure within a reasonable time following notice, or if the University's right to use the Facility as provided herein shall be terminated prior to expiration of the term, then Owner shall reimburse to State of Ohio the Funds on a pro rata basis, with the amount of such reimbursement calculated by multiplying the total amount of the Funds by a fraction the denominator of which is the total number of months in the term described in paragraph 1 above and the numerator of which is the total number of months remaining in the term at the time of breach or termination.
3. Notation of University Funding. During the period of construction, the Owner shall provide a conspicuous notation upon or in the presence of the Project and in all publicity relating to the Project that funding is being provided through a joint use agreement with the University.

4. Use of Funds. The Owner shall use the Funds only for the capital improvements as defined in the bill appropriating the Funds.
5. Owner's Compliance with Laws and Regulations. Owner shall comply with all pertinent federal, state and local laws as well as state administrative regulations including but not limited to the requirement that it follow competitive bidding procedures, which shall include, as a minimum, publishing advertisements to seek bids, receiving sealed bids, and awarding contracts to the lowest responsive and responsible bidder or, if the Owner is a public body subject to specific competitive bidding requirements, then it shall follow the competitive bidding requirements applicable to such bodies.
6. Distribution of Funds and Payment of Administrative Costs. Following the approval of this Agreement by the Board of Regents, the University will seek the release, encumbrance of the Funds to the University for the purpose of programming, planning, designing and/or implementing the capital improvements defined in the bill appropriating the Funds. After release and encumbrance of the Funds, the Owner may obtain payment by submitting to the University an application for payment (not more than once per month) identifying the amounts owing for work and/or materials in connection with the capital improvements, which shall be certified as true and correct by Owner and shall be supported by documentation in the form of invoices, account statements, lien waivers, and such other documents reasonably required by the University to verify that the Funds are being expended in accordance with the appropriation; and, following its review and determination, that the requested amount is due and owing, the University shall then make disbursement to the Owner. The University shall deduct and retain from the Funds the total amount of \$1,800.00 constituting 1-1/2% of the Funds to compensate it for costs of administering the Funds.
7. Hold Harmless. The Owner shall indemnify and hold harmless the University, its officers, trustees, and employees from any and all liability arising from the Owner's design, construction, operation, and maintenance of the Facility.
8. Liability Insurance. The Owner has and shall maintain for the entire term of this Agreement a comprehensive program of insurance covering the Facility including liability and casualty coverage in an amount reasonably sufficient to indemnify the Owner from claims and any losses relating to the construction, ownership, and operation of the Facility.
9. Binding Nature. This Agreement shall be binding upon and inure to the benefit of PWC and the University and their respective successors and assigns.
10. Amendments. Any amendments to this Agreement shall be in writing, signed by the Owner and the University, and shall require approval by the Board of Regents.

IN WITNESS WHEREOF, the parties have hereunto executed this Agreement as of the month, day and year signed.

UNIVERSITY OF CINCINNATI

By: 
 Title: Charles E. Jake IV, Esq.
Assistant General Counsel
Assistant Contracting Officer
 Date: 4-1-09

PEOPLE WORKING COOPERATIVELY, INC.

By: 
 Title: President
 Date: February 26, 2009

EXHIBIT A

(Detailed Description of the Project)

State of Ohio capital funds will support a capital improvement project at 4612 Paddock Road, Cincinnati, OH. The project consists of major building improvements. These include, but are not limited to,

1. Replace the windows and doors in the Community room and Tool room
2. Upgrade the lighting in the Community room, Tool room and in the Southeast warehouse. Partition the Southeast warehouse.
3. Upgrade the Tool Room with an office and restroom facility
4. Restructure the file storage area
5. Replace the HVAC units in the main office
6. Paint the interior and exterior of the warehouse
7. Improve the heating system in the Southeast warehouse by installing a gas line.
8. Install electronic opener to the Southeast gate.

EXHIBIT B

(Basic Terms of Lease, if Applicable)

Not Applicable.

EXHIBIT C

(Description of Extent and Nature of Space and Terms and Conditions of Use)

Throughout the term of the agreement, People Working Cooperatively, Inc. (PWC) will provide access to the University of Cincinnati to use the facility as a community site for coordinating volunteer neighborhood improvement activities.

The value of the uses that will be derived from this Joint Use Agreement are independent of any values previously derived from prior Joint Use Agreements between People Working Cooperatively and the University of Cincinnati.

EXHIBIT D

JOINT USE AGREEMENT ANALYSIS

Institution(s) Involved People Working Cooperatively and The University of Cincinnati

Project Title People Working Cooperatively Capital Improvement Project

Capital Bill 562 Item C26618

- Yes 1. Is the facility to be built / improved identified specifically by address or location?
- Yes 2. Does the non-profit organization now own the property or have a long term lease?
If not, when will it control the property?
- Yes 3. Does the agreement provide for use of the facility for at least 15 years from the time that it is ready for occupancy?
- Yes 4. If the agreement is terminated, is there a pro rata reimbursement clause?
Is the reimbursement formula correct?
- Yes 5. Will funds be used only for capital improvements and not operating costs?
- Yes 6. Will the non-profit hold the institution harmless for all operation / maintenance costs?
- Yes 7. Will the non-profit comply with federal, state and local laws and rules?
- Yes 8. Is the non-profit required to competitively bid as outlined generally in ORC Chapter 153 (published ads, sealed bids, public opening, award to lowest responsive and responsible bidder, etc.)?
- Yes 9. Does the contract provide for a 1.5% administrative fee for the institution?
- Yes 10. Does the agreement require that amendments be approved by the Board of Regents?
- Yes 11. Is a drawdown schedule or payment procedure included?
- Yes 12. Are the extent and nature of spaces and uses adequately described?
- Yes 13. Are the terms and conditions of use of the facility described?
- Yes 14. Has the institution demonstrated that the value of the use of the facility is reasonably related to the amount of the appropriation? (See attached worksheet)
- Yes 15. Is the facility insured?

EXHIBIT E

Joint Use Agreement Worksheet

The Ohio Board of Regents

December 5, 2008

Direction: The purpose of this worksheet is to enable a campus to demonstrate how the value of the uses that will be derived from a Joint Use Agreement is reasonable related to the value of the state capital appropriation made to the partner entity.

Section I is to be filled out by the staff of the Board of Regents. Sections II and III are to be filled out by the partner campus.

Example: A campus wishes to enter into a Joint Use Agreement with a 501 (C) (3) entity for a state appropriation of \$5,000,000. The annual debt service paid by the state on this appropriation is about \$390,000 per year, for 20 years. To demonstrate that the value of the uses of the facility is reasonable related to the site appropriation, the sum of the campus' educational uses of the facility should roughly equal \$290,000 per year for 20 years.

Section I: State appropriation information.

- | | |
|--|-------------------|
| 1. Amount of state appropriation provided: | \$ 120,000. |
| 2. Estimated annual debt service on the appropriation: | \$ 9,225. |
| 3. Term of the state bond, in years: | Twenty (20) Years |

Section II: Estimated value of use of the facility.

	Use(s) of the facility*	Annual value of use	# of years
a.	Volunteer event days	\$ 12,300	15
b.		\$	
c.		\$	
d.		\$	
e.		\$	
f.		\$	

(*List additional uses on separate page as needed.)

Section III:

On a separate page, explain how each use listed in Section II was valued for this analysis.

SECTION III

The annual value of use of the People Working Cooperatively facility is based on a fifteen (15) year Joint Use Agreement.

Estimated average cost per volunteer day is \$1,366.67

Estimated number of volunteer event days is nine (9).