



MEMORANDUM OF UNDERSTANDING

Regarding Operating Expenses on North Side Parking Lot

June 13, 2011

BACKGROUND AND STATEMENT OF INTENT:

In June 2009, the president of the university (Dave Frohnmayer) and the athletic director (Pat Kilkenny) entered into an agreement regarding debt service on the purchase of land for the new Matthew Knight Arena. Within that document, section 5 addresses the Financing of Underground Parking Structure in which the athletic department agrees to an annual debt service obligation on \$5,300,000 of bond proceeds. At the time the athletic department anticipated that parking for students using the Jaqua Learning Center would be in the underground parking structure. This agreement remains in force.

Since that time the athletic department and the University have agreed that the north side lot on the former Coke property, which will be available for use in February 2011, provides appropriate parking for student athletes using the Jaqua Center. The spots previously reserved for student-athletes in the underground parking structure will be allocated back to the Department of Public Safety for use in their general parking pool. All incremental revenue from these released spots will be allocated to the Department of Public Safety.

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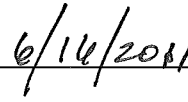
This MOU memorializes the athletic department's financial obligations regarding the use of the north side parking lot. The terms and conditions of this agreement are effective no later than February 28, 2011.

1. Normal operating costs, including those for the UO department of public safety (UODPS) staff to monitor the lot and for UO employees or others to clean and maintain the lot, will be funded by the athletic department at an amount not to exceed \$2,085 per month through June 30, 2013. The Department of Public Safety will take care of and pay for all operating costs of the lot as they are incurred. Each year, the Department of Public Safety will provide the Athletic Department with an accounting of actual, incurred costs for maintaining the Coke lot. The Athletic Department will be responsible for expense reimbursement of these costs, up to a maximum of \$2,085 per month. This maximum not-to-exceed figure will be reviewed in April of each year starting in FY2013 based on actually incurred costs and anticipated increases in labor and supplies costs. The athletic department and the UODPS will agree to the maximum, not-to-exceed figure for the next fiscal year to be implemented on July 1.

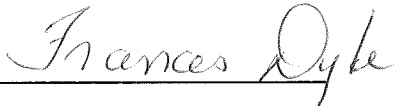
2. At the time of this agreement the land is owned by the City of Eugene. It is the UO's intention to purchase this lot. Until that time the UO has entered into a lease with the city that obligates the UO to a lease payment \$5,250 per month. This payment is the responsibility of the athletic department.
3. The University intends to purchase the land from the city in order to preserve the long-term opportunity to use it for facility needs. Once the land is purchased, the Athletic Department will continue to pay \$5,250 per month to the University for use of the land. When the University decides to use the land for other campus purposes (e.g., building a new facility), alternative comparable student athlete parking at a comparable cost will be identified and provided to the Athletic Department.
4. The Athletic Department agreed to fund \$5.3 million of debt related to the construction of the underground parking garage, with the understanding that roughly 135 parking spots would be allocated in the garage to parking for student athletes using the Jaqua Center. It cost approximately \$750,000 to improve the North Side Parking Lot so that it could accommodate parking. As the location of student athlete parking will be moving from the underground parking structure to the North Side Parking Lot, a portion of the funds that Athletics is contributing to the \$5.3 million of capital construction costs for the garage will be allocated to the North Side Parking lot capital construction project. The Athletic Department will not be asked to contribute more towards capital construction costs for either parking facility than the \$5.3 million that they are already covering.
5. When the North Side Parking Lot opens, the Athletic Department will be moving approximately 13 reserved student athlete parking spots from the Jaqua Parking Lot to the North Side Parking Lot. The Athletic Department will continue to use the reserved spots in the Jaqua Parking lot for Athletic Department staff commuting between the Casanova Center Complex and campus. All prior financial arrangements regarding these Jaqua Lot spots will remain in force. Specifically, these arrangements are:
 - a. The Department of Public Safety will monitor the spots in the parking lot.
 - b. The Department of Public Safety will keep all revenue generated from parking tickets.
 - c. The Athletic Department will not be charged for these spots as they were donated as part of the Jaqua Building Gift.
6. The Athletic Department will monitor student-athlete parking at the North Side Parking Lot to ensure that the usage complies with all NCAA Regulations. Any fees charged to students for parking at the North Side Parking Lot during class hours will be deposited in Athletic Department funds and can be used to offset the costs of leasing and operating the North Side Parking Lot.



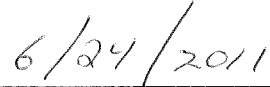
Rob Mullens, Athletic Director



Date



Frances Dyke, Vice President
Finance and Administration



Date