COMMUNICATIONS ADMINISTRATIVE POLICY/PROCEDURE

Policy No:

333

Date Issued:

December 1, 1993

Date Revised:

APPROVED: (

Board Chairperson

SUBJECT: REVENUE - CHANGES IN PARTICIPATION

- This policy will be used to establish and/or terminate cost sharing and revenue arrangements in the event that the Board of Directors elect to modify the Joint Powers Agreement by directing changes in participation.
- Termination of Participation.
 - 2.1 Unless otherwise negotiated, a Party who terminates participation during the term of the Joint Powers Agreement and/or the Lease Revenue Agreement(s) will remain responsible to pay their share of the capital debt service as originally secured in their name for the purpose of providing service to their jurisdiction.
 - 2.1.1 In the event that the remaining Parties elect to sustain the organization, payment by the terminating Party for their share of the debt as described shall be paid directly to the Authority on an annual or semiannual basis.
 - 2.2. An associate User Agency who elects to terminate participation at any time during the operating life of the Center may do so subject to the terms and conditions as set forth in their respective Service Agreement(s).
- Establishing Participation.
 - A non-participating general purpose government jurisdiction (or a newly created general government jurisdiction) may become a Party to the Agreement, thereby participating at the governing level, in order

Policy No. 333
REVENUE - CHANGES IN PARTICIPATION
Page 2.

for their subordinate Departments to receive service as Member Agencies upon approval of the Board of Directors.

- 3.1.1 The new Party may be required to pay a Base start-up fee as set and determined by the Board of Directors.
- 3.1.2 In addition to any Base start-up fee(s), the new Party will be responsible for any system hardware, software or other equipment purchases, enhancements or modifications required in order to provide service to their jurisdiction.
- 3.1.3 With the written approval of the Bond Rating Agency, The Board of Directors may modify the debt sharing/security percentages outlined within any previous Lease Agreement(s) based upon the addition of new Parties to the Agreement.
- 3.2 A non-participating, non-general purpose government agency may receive service as an associate User Agency upon approval of a Service Agreement by the Board of Directors.
 - 3.2.1 At the Board's discretion, the new associate User Agency may be required to pay a Base start-up fee as set and determined by the Board of Directors.
 - 3.2.2 An independent and standardized cost sharing formula, complimented by the particular JPA formula, will be jointly developed and standardized and will be outlined in the agency specific Service Agreement.
 - 3.2.3 The new associate User Agency will be responsible for any system hardware, software or other equipment purchases, enhancements or modifications required in order to provide service to their Agency.
 - 3.2.4 Revenue received from a new associate User Agency will be collected monthly upon commencement of service and will be applied to reduce the total assessments of all Member and associate User Agencies.