

COLUMBUS COUNTY
BOARD OF COMMISSIONERS

MINUTES

The Honorable Board of Columbus County Commissioners met in their said office at 111 Washington Street, Whiteville, NC at 8:00 A.M., for the regularly scheduled Board Meeting, Monday, January 6, 1997, it being the first Monday.

BOARD MEMBERS PRESENT:

C.W. Williams, Chairman

Lynwood Norris, Vice Chairman

Spruell Randolph Britt

David L. Dutton, Jr.

A. Dial Gray, III

Sammie Jacobs

C.E. Wilson

James E. Hill, Jr., Attorney

Dempsey B. Herring
Administrator

Ida L. Smith, Clerk to Board

The meeting was called to order by Chairman C.W. Williams and the invocation was given by Ed Worley, Aging Director.

BOARD MINUTES APPROVAL

A motion was made by Commissioner Wilson, seconded by Commissioner Norris and passed unanimously to approve the Minutes of the December 2, 1996, Board Meeting, as recorded.

CONSENT AGENDA ITEMS

A motion was made by Commissioner Norris, seconded by Commissioner Jacobs and passed unanimously to approve the consent agenda items as follows:

Tax Releases:

Renee Babson: Double-wide mobile home repossessed and moved out of Columbus County in 1994. Amount \$630.12, valuation \$65,400, years 1995-96, account #15-01224.

Carlton Ray & Amber Brown: E-3-71, 2nd house double-listed on #12-07433 to Donnie Ray Fairfax on map E-3-71A. Amount \$129.42, valuation \$8,900, year 1996, account #12-03283.

Sandra W. Brown: House double-listed on #13-43910, Fred D. Williams Heirs, map G6A-22. Amount \$1,801.20, valuation \$195,000, year 1996 for years 1992-95, year 1996, account #13-04662.

Melanie Sue Canady: Mobile home double-listed on William Kent Canady #13-06727. Amount \$115.77, valuation \$6,500, year 1996, account #13-06726.

Betty Merle Clayter: Y-2A-87, one house only. Amount \$66.51, year 1996, account #15-09280.

Mae Bryant Daniels: Failed to receive the senior-citizen's exemption on V-1-55C. Amount \$168.06, valuation \$5,400, years 1995-96, account #15-11535.

Levon Davis: Failed to receive the disability exemption on G-13C-1. Amount \$132.00, valuation \$15,000, year 1996, account #06-07120.

Edge Grain Market: Machinery and equipment (Grain Bins) double-listed on real and personal property. Amount \$555.91, valuation \$63,897, year 1996, account #01-22661.

William Corbett Fields: E-1-3, double-listed on map E-1-11A, same account. Amount \$34.64, valuation \$3,800, year 1996, account #12-08080.

Joseph Gamble: CH-6-29A, double-listed to Josephine G. Patterson on map CH-6-29D. Amount \$18.70, valuation \$2,200, year 1996, account #13-14623.

Kenneth Ray and Jeanne Garrell: W-3-108C, not in Acme-Delco Fire District. Amount \$95.04, year 1996, account #15-15303.

Jessie Monroe and Josie Godwin: Mobile home double-listed to Anthony Jay Soles. Amount \$9.58, valuation \$1,000, year 1996, account #16-05340.

Charles Gore: W-4-49A, not in Acme-Delco Fire District. Amount \$7.68, year 1996, account #15-15621.

Robert R. and Pamela Harris: M-12-38A, house double-billed. Amount \$299.94, valuation \$27,900, year 1996, account #03-10445.

Richard B. and Anna Johnson: J-5-180, not in North Whiteville Fire District. Amount \$50.00, year 1996, account #01-48048.

William D. & Mary Lennon: House valued \$8,000, double-listed to Steven E. & Cheryl Maultsby on W-5-47, #15-26401. Amount \$62.40, valuation \$8,000, year 1996, account #15-23800.

Carl McPherson, Jr.: Failed to receive the senior-citizen's exemption on residence map G-8-7. Amount \$117.00, valuation \$15,000, year 1996, account #09-18060.

Jerome Redwine: P-1-54A, double-wide double-listed on real and personal property. Amount \$278.24, valuation \$27,980, year 1996, account #08-15403.

Billy Lee Register: 0-9-38, mobile home, repossessed by Henry Ward September of 1991. Amount \$57.15, valuation \$3,000, year 1992, account #03-18760.

Tommy Wayne Rogers: Mobile home sold December 1995 to Thomas Fisher. Amount \$101.95, valuation \$4,890, year 1996, account #12-23498.

Lewis E. & Alpha Mae Sellers: Q-3-39, double-wide rebilled to Lewis E. Sellers, Jr. Amount \$271.38, valuation \$27,100, year 1996, account #08-16360.

Jane & Marlowe Strickland: I-15-34 (20 acre tract) double-listed to Henry Strickland. Amount \$35.88, valuation \$4,600, year 1996, account #07-17200.

Leamon C. Ward, Jr.: L-12-90A, house burned March 1993. Amount \$600.08, valuation \$58,200, years 1994-96, account #03-27460.

Tommy Lynn and Robin Ward: Mobile home not in Old Dock Fire District. Amount \$20.78, valuation \$25,970, year 1996, account #03-27796.

Wilmer and Opal White: F-7-66A, not in Whiteville Rescue District. Amount \$14.32, year 1996, account #13-43463.

Graham Oliver Ward, Jr.: Mobile home double-listed on #11-01100, Virgil Barefoot. Amount \$85.74, valuation \$3,000, year 1996, account #03-26745.

: User Fee Releases:

NAME	AMOUNT	YEAR	ACCOUNT #
Daniel Wayne Autry: Camper located at Lake Waccamaw Campground.	\$12.00	1996	08-00363
Joe Blake & Ann Barefoot: M-6-6, house vacant.	\$60.00	1996	11-00980
Anthony & Addie Bonsignore (Heirs): V-1-7A, house vacant.	\$60.00	1996	15-02725
Albert Layton & Linda Brown: M-16-14, 2nd house vacant.	\$60.00	1996	07-00700
Nell S. Bullard: I-2-46, house and store vacant.	\$120.00	1996	05-01140
W.O: Burns Heirs: Y-1-1, vacant.	\$60.00	1996	15-07980
Giles & Eloise Byrd: 0-4-64, 3 houses vacant. WS-2-126, 1 house vacant. HB-4-10, 1 house vacant. L-5-4, 1 house vacant. 0-4-56, 1 house vacant. 0-4-61, 2 houses vacant.	\$180.00 60.00 60.00 60.00 60.00 120.00	1996	11-04800
Giles Byrd & Son, Incorporated: 0-3-1, house vacant.	\$60.00	1996	11-04796
Shirley L. Carmichael: I-7-98 vacant dwelling.	\$60.00	1996	01-12475
Henry Fulton & Helen Carroll: J-4-80, only 3 buildings occupied.	\$60.00	1996	01-12840
Vester & Jean Cartrette: I-9-112, house vacant.	\$60.00	1996	09-04080
Edith Marie Council: 0-5-3, house vacant.	\$60.00	1996	11-06902
Doretha A. Cox: K-13-4, storage building.	\$60.00	1996	09-05080
Felton & Mildred G. Grainger: CH-5-46, house vacant.	\$60.00	1996	13-16100
Owen Gore: D-13-14, house vacant.	\$60.00	1996	07-07000
Diane Graham: Mobile home vacant.	\$60.00	1996	13-15819
Beulah Irene Hargrave: W-1-43, house & shop vacant.	\$60.00	1996	15-17441
C.W. Harrelson (Mrs.): H-10-57, building (shop) vacant.	\$60.00	1996	09-12960
Joseph & Bonnie Hinson: M-17-60AA, house vacant.	\$60.00	1996	07-08560
Juanita Hoover (& Irish Thompson): G-8-34, dwelling vacant.	\$60.00	1996	09-14990
Ruth R. Johnson (Mrs.): WH-3-600, house vacant.	\$60.00	1996	01-48080

NAME	AMOUNT	YEAR	ACCOUNT #
Billy F. & Janice King: D-7-17, house burned.	\$60.00	1996	16-09763
S.C. Long (Heirs): J-12-64, vacant building.	\$60.00	1996	09-17040
William M. & Gayle Long: T-7-1, vacant.	\$60.00	1996	04-10640
David O. McClary, Jr.: F-2-45.	\$60.00	1996	12-16803
David O. Jr. & Faye McClary: G-2-44.	\$60.00	1996	12-16800
James H. Jr. & Becky Meares: D-4-17, house unoccupied.	\$60.00	1996	12-18826
Minerva Faye Milligan: I-14-15, house vacant.	\$60.00	1996	06-26007
Michael Ray Richardson: I-10-26A, vacant.	\$60.00	1996	03-19880
Dozier & Edna Spivey: M--12-43, storage building only.	\$60.00	1996	09-27880
Pamela C. & Billy Spivey: TC-1-75P	\$36.00	1996	06-35433
Chester W. & Marion Stevens: K-9-40, 1 house vacant.	\$60.00	1996	03-24100
Ricky L. & Kathy S. Simmons: N-3-24A, house vacant.	\$60.00	1996	14-42230
James Smith (Heirs): H-4-27, vacant.	\$60.00	1996	13-36840
Evelyn White: J-8-17A, house vacant.	\$60.00	1996	03-28980
Lenwood & Minerva Williams: K-5-21, mobile home vacant.	\$60.00	1996	02-06820
Wade Lenwood Williams: H-9-19, house vacant.	\$60.00	1996	09-33713
Joseph Herman Williamson: D-4-61, vacant building.	\$60.00	1996	12-31260
Bernal Woodbury: G-7-60, trailer vacant.	\$60.00	1996	13-45380
Thurston & Peggy A. Wray: J-4-36, dwelling vacant.	\$60.00	1996	02-09400
Cecil R. III & Jennifer Yoder: J-8-17, house vacant.	\$60.00	1996	02-09717

Releases (Town of Sandyfield):

Mae Bryant Daniels: Failed to receive the disability exemption on Lot V-1-55C (mobile home was exempted on personal property. Amount \$13.50, valuation \$5,400, years 1995-96, account #15-11535.

Willie A. Robbins: V-1-47, not in the town of Sandyfield. Amount \$2.50, valuation \$1,000, year 1996, account #15-31945.

Refunds:

Ordered: That a refund check be issued to William Corbett Fields, 704 Paul Willoughby Road, Evergreen, NC 28438, in the amount of \$113.14, for years 1992-95. E-1-3, property double-listed to E-1-11A, same account. (Year 1996, released.) Valuation \$15,200, account #12-09080.

Ordered: That a refund check be issued to Robert R. & Pamela Harris, 360 Happy Home Road, Nakina, NC 28455, in the amount of \$239.94, for year 1995. House located on M-12-38A was double-billed since 1995 (1996, released.) Valuation \$27,900, account #03-10445.

Ordered: That a refund check be issued to Wilbur Waldo Cole, 44 Conway Road, Fair Bluff, NC 28439, in the amount of \$120.00, for years 1995 and 1996. B-3-19, one house only on this property. (Failed to release it for 1995). Account #10-02560.

Ordered: That a refund check be issued to Edna Ruth King, 2091 Joe Brown Highway, South, Chadbourn, NC 28431, in the amount \$125.45 for year 1996. House located on G-7-55 in very poor condition. Taxes paid prior to release. Valuation \$7,700, account #13-15218.

Ordered: That a refund check be issued to Donald & Ysele Speck, 1808 Peacock Road, Whiteville, NC 28472, in the amount of \$39.20, for year 1996. Mobile home seasonal. All taxes paid in August through error. Account #01-17882.

Budget Amendments:

Decrease Revenue 10-348-0300 100% Day Care	(\$12,334.00)
Decrease Expenditure 10-611-0201 100% Day Care	(\$12,334.00)
Increase Revenue 10-335-0500 Miscellaneous	\$ 3,000.00
Expend 10-605-5703 Special Programs	\$ 3,000.00
Increase 10-348-3100 State Aid to Libraries	\$18,797.00
Expend 10-630-3300 Books	\$18,797.00

AGING - 1996 ACCOMPLISHMENTS PRESENTED BY ED WORLEY, DIRECTOR

Ed Worley, Aging Director, presented the Board with a list of accomplishments for 1996 by the staff of the Columbus County Department of Aging.

AGING - AGREEMENT NAMING THE DEPARTMENT OF AGING AS FOCAL POINT

A motion was made by Commissioner Norris, seconded by Commissioner Britt and passed unanimously to adopt an Agreement with the Cape Fear Council of Governments designating the Columbus County Department of Aging as the Focal Point to administer the Area Plan for Aging Services in Columbus County.

BUILDINGS (FARMS SERVICES) - MULTI-PRIME BID AWARD

Dempsey Herring, Administrator, presented the Board with a certified bid tabulation from Frank Ballard Architects for the Farm Services Building which was bid by N.C.G.S. 143-128 for single and multi prime bids as follows:

SINGLE PRIME BIDDERS

(INCLUDES ELECTRICAL, MECHANICAL AND PLUMBING)

GENERAL CONTRACTORS	BID BOND	BASE BID
Construction Systems - Lumberton, NC	5%	\$1,437,500.00
C.M. Lindsay & Sons - Whiteville, NC	5%	\$1,518,282.00

MULTI-PRIME BID ONLY

GENERAL CONTRACTORS	BID BOND	BASE BID
Smith Construction - Whiteville, NC	5%	\$1,309,000.00
Construction Systems - Whiteville, NC	5%	\$1,190,000.00
C.M. Lindsay & Sons - Whiteville, NC	5%	\$1,209,033.00

HVAC CONTRACTOR	BID BOND	BASE BID
Pridgen Brothers - Whiteville, NC	5%	\$97,800.00

ELECTRICAL CONTRACTORS	BID BOND	BASE BID
Ashley Electric - Whiteville, NC	5%	\$94,893.00
M.R. Richardson - Whiteville, NC	5%	\$95,000.00
S & P Electrical - Whiteville, NC	5%	\$67,589.00

PLUMBING CONTRACTORS	BID BOND	BASE BID
Williams Plumbing - Whiteville, NC	5%	\$84,790.00
Kelly Plumbing - Wilmington, NC	5%	\$87,500.00
S & P Plumbing - Whiteville, NC	5%	\$39,689.00
Goins Plumbing - Maxton, NC	5%	\$132,000.00

A motion was made by Commissioner Gray, seconded by Commissioner Wilson and passed unanimously to award the Multi-Prime low bid to Construction Systems as the General Contractor, Pridgen Brothers for mechanical and S & P for plumbing and electrical as follows:

CONTRACTOR	AMOUNT
Construction Systems (General)	\$1,196,000.00
Pridgen Brothers (Mechanical)	97,800.00
S & P Electrical (Electrical)	67,569.00
S & P Plumbing (Plumbing)	39,689.00
GRAND TOTAL	\$1,401,058.00

APPOINTMENTS - HEALTH BOARD TABLED

A motion was made by Commissioner Dutton, seconded by Commissioner Britt and passed unanimously to table the Board of Health appointments until the January 21, 1997, Board Meeting.

APPOINTMENTS - CAPE FEAR PRIVATE INDUSTRY COUNCIL -REGION 0 TABLED

A motion was made by Commissioner Norris, seconded by Commissioner Britt and passed unanimously to table the Cape Fear Private Industry Council - Region 0 appointments until the January 21, 1997, Board Meeting.

APPOINTMENT - NURSING/DOMICILIARY HOME ADVISORY COMMITTEE

A motion was made by Commissioner Wilson, seconded by Commissioner Britt and passed unanimously to reappoint Reba Bowen to serve on the Nursing/Domiciliary Home Advisory Committee for a three (3) year term, expiring 10-16-99.

APPOINTMENTS - TRAVEL & TOURISM BOARD

The following reappointments were made by the Commissioners to serve on the Travel & Tourism Board to represent their respective zones for two (4) year terms as follows:

ZONE	BOARD MEMBER	APPOINTMENT	EXPIRATION DATE
2	C.E. "Gene" Wilson	George Boren	12-2000
3	Sammie Jacobs	Nadine Patrick	12-2000
4	A. Dial Gray, III	Nancy Sigmon	12-2000
5	Lynwood Norris	Jimmy Garrell	12-2000

APPOINTMENT - PARKS & RECREATION

Commissioner Lynwood Norris appointed Gregory Cox to serve on the Parks & Recreation Board of Directors to replace Clarence Willoughby, who resigned, to represent District 5.

HEALTH - ENVIRONMENTAL HEALTH SPECIALIST POSITION APPROVED

A motion was made by Commissioner Dutton, seconded by Commissioner Norris and passed unanimously to approve the position of an Environmental Health Specialist to administer the Intensive Livestock Ordinance Program that was adopted by the Board of Health December 30, 1996 and also, approved the salary grade and range for the new position at Grade 66, salary range (minimum) \$21,033 - \$33,577 (maximum).

HEALTH - APPROVAL TO SEEK LEGISLATION TO AMEND N.C.G.S. 153A-77

Marian Duncan, Health Director, speaking on behalf of the Board of Health, requested the Board of Commissioner's voting delegate (Commissioner Spruell R. Britt) to vote the legislative goal out of the legislative packet "to seek legislation to amend N.C.G.S. 153A-77 to remove the population threshold and enable all counties to consolidate or eliminate human service governing boards" at the N. C. County Commissioners Legislative Goals Conference on January 9-10, 1997.

A motion was made by Commissioner Dutton, seconded by Commissioner Norris and passed unanimously to request the Board of Commissioner's voting delegate (Commissioner Spruell R. Britt) to vote according to the Board of Health's request.

RESOLUTION - COLUMBUS COUNTY HOSPITAL INSTALLMENT FINANCING

CONTRACT

The Board of Commissioners for the County of Columbus, North Carolina, met in the Commissioners' Meeting Room at the Columbus County Administrative Building, 111 Washington Street, Whiteville, North Carolina, at 8:00 A.M. on January 6, 1997.

Present: Chairman C.W. Williams, presiding, and Commissioners Lynwood Norris, Spruell R. Britt, David L. Dutton, Jr., A. Dial Gray, III, Sammie Jacobs, and C.E. Wilson.

Absent: None.

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Commissioner C.E. Wilson introduced the following resolution, a copy of which had been provided to each Commissioner and which was read by title:

RESOLUTION APPROVING AND AUTHORIZING THE EXECUTION OF A SUPPLEMENT TO SCHEDULE A OF THE INSTALLMENT FINANCING CONTRACT, DATED OCTOBER 10, 1996, AMONG THE COUNTY, FIRST UNION NATIONAL BANK OF NORTH CAROLINA AND FIRST UNION NATIONAL BANK OF NORTH CAROLINA, CORPORATE TRUST DEPARTMENT, AS ESCROW AGENT, CONCERNING THE FINANCING OF ADDITIONS TO, AND THE RENOVATION OF, COLUMBUS COUNTY HOSPITAL AND AUTHORIZING OTHER ACTIONS IN CONNECTION THEREWITH.

BE IT RESOLVED by the Board of Commissioners for the County of Columbus, North Carolina:

Section 1. The Board of Commissioners does hereby find, determine and declare as follows:

- (a) Columbus County Hospital, Incorporated (the "Corporation"), a North Carolina nonprofit corporation which operates Columbus County Hospital (the "Hospital"), and the County of Columbus, North Carolina (the "County"), which owns the site of the Hospital and all existing buildings and improvements located on such site as of the date hereof, have determined to cooperate in a plan to finance a portion of the cost of a project consisting of the construction of additions to and the renovation of the Hospital to provide expanded or improved facilities for the Surgical Department, the Ambulatory

Procedure Unit, the Cardiopulmonary Department and Central Registration and the relocation of the Physical Therapy Department from the Hospital to a new Office Building which is to be constructed adjacent to the Hospital but the construction of which new office building is not a part of such project (collectively, the "Project") which each has found to be necessary and desirable to provide for improved public hospital facilities and improved public health care in the County.

- (b) Pursuant to Section 160A-20 of the General Statutes of North Carolina, the County has financed a portion of the cost of the Project by executing an Installment Financing Contract, dated as of October 10, 1996 (the "Financing Contract"), among the County, First Union National Bank of North Carolina (the "Bank") and First Union National Bank of North Carolina, Corporate Trust Department, as Escrow Agent, and a Deed of Trust and Security Agreement, dated as of October 10, 1996 (the "Deed of Trust"), to Lynn M. Beckham, as deed of trust trustee, for the benefit of the Bank, pursuant to which the Bank has heretofore advanced \$7,400,000 for the Project and will advance an additional \$4,600,000 for the Project (collectively, the "Amount Advanced") and the County will make installment payments in amounts sufficient to repay the Amount Advanced, as provided in the Financing Contract; and the County's obligations under the Financing Contract are secured by a lien on the site of the Hospital, all existing buildings and improvements located on such site, the Project and any further additions, enlargements, improvements, extensions, alterations, fixtures and appurtenances thereto of any nature whatsoever less all medical equipment and all data processing equipment.
- (c) Pursuant to the provisions of Section 2.2 of the Financing Contract, it is necessary for the County to execute a supplement (the "Supplement") to Schedule A of the Financing Contract in order to evidence the additional advance of \$4,600,000 by the Bank for the Project and establish the schedule

of installment payments to be made by the County to repay such advance and to approve the interest rate (5.48% per annum), interest and principal payment dates (April 10, 1997 and each April 10 and October 10 thereafter, to and including October 10, 2016) and date of such additional advance (January 17, 1997), all as set forth in the Supplement.

Section 2. The forms, terms and provisions of the Supplement in substantially the form presented at this meeting, are hereby approved in all respects, and the Chairman or Vice Chairman of the Board of Commissioners, the County Administrator and the Finance Officer of the County and the Clerk to the Board of Commissioners are hereby authorized and directed to execute and deliver the Supplement in substantially the form presented at this meeting, together with such minor or non-substantive changes, modifications and deletions as they, with the advice of counsel, may deem necessary or desirable; and such execution and delivery shall be conclusive evidence of the approval and authorization thereof by the County.

Section 3. The officers of the County are authorized and directed (without limitation except as may be expressly set forth herein) to take such other actions and to execute and deliver any such other documents, certificates, undertakings, agreements or other instruments as they, with the advice of counsel, may deem necessary or appropriate to effect the transactions contemplated by the Financing Contract, the Deed of Trust and the Supplement.

Section 4. The County hereby represents that it reasonably expects that it, all subordinate entities thereof and all on behalf of issuers thereof will not issue in the aggregate more than \$10,000,000 of tax-exempt obligations (not counting private-activity bonds except for qualified 501(c) (3) bonds as defined in the Internal Revenue Code of 1986, as amended) during calendar year 1997 and will not in any event designate more than \$10,000,000 of tax-exempt obligations (not counting private-activity bonds except for qualified 501(c) (3) bonds as defined in such Code) as "qualified tax-exempt obligations" for the purposes of Section 265(b) (3) of such Code during calendar year 1997. In addition, the County hereby designates its obligation with respect to \$4,600,000 to be advanced under the Financing

Contract and the Supplement as a "qualified tax-exempt obligation" for the purposes of Section 265(b) (3) of such Code.

Section 5. This resolution shall take effect immediately upon its passage.

Upon motion of Commissioner C.E. Wilson, seconded by Commissioner Lynwood Norris, the foregoing resolution was passed by the following vote:

AYES: Commissioners C.W. Williams, Lynwood Norris, Spruell R. Britt, David L. Dutton, Jr., A. Dial Gray, III, Sammie Jacobs and C.E. Wilson.

NOES: None.

I, Ida L. Smith, Clerk to the Board of Commissioners for the County of Columbus, North Carolina, DO HEREBY CERTIFY that the foregoing has been carefully copied from the recorded minutes of said Board at a meeting held on January 6, 1997, said record having been made in Minute Book Number 23 of the minutes of said Board beginning at page ~~804~~ and ending at page ~~807~~ and is a true copy of so much of said proceedings of said Board as relates in any way to the matters described in said proceedings.

I DO HEREBY FURTHER CERTIFY that a schedule of regular meetings of said Board, stating that regular meetings of said Board are held on the first Monday of each month at 8:00 A.M. and on the third Monday of each month at 7:30 P.M., in the Commissioners' Meeting Room of the Columbus County Administrative Building, 111 Washington Street, Whiteville, North Carolina, has been on file in my office as of a date not less than seven (7) days before the date of said meeting in accordance with G.S. sec. 143-318.12.

WITNESS my hand and the official seal of said County, this 6th day of January, 1997.

(SEAL)

/s/ Ida L. Smith
Clerk to the Board of Commissioners

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SUPPLEMENT NO. 1 TO SCHEDULE A OF REAL PROPERTY,
FACILITIES AND INSTALLMENT PAYMENTS

This Supplement No. 1 to Schedule A of Real Property, Facilities and Installment Payments, dated as of January 17, 1997, is made a part of the Installment Financing Contract, dated as of October 10, 1996 (the "Contract"), among First Union National Bank of North Carolina (the "Bank"), the County of Columbus, North Carolina (the "County") and First Union National Bank of North Carolina, Corporate Trust Department, as Escrow Agent (the "Escrow Agent"). Terms which are used herein and are not otherwise defined shall be defined as provided in the Contract.

1. **Amount Advanced.** The amount advanced pursuant to this Supplement No. 1 is \$4,600,000.
2. **Description of Real Property.** The Real Property securing the County's obligations under the Contract and this Supplement No. 1 is the real property described below as Tract A except for the portion thereof described below as the Exception Tract and subject to a right of ingress, egress and regress described below as the Right of Way.

Tract A

BEGINNING at a point marked by a PK nail set on the Southern margin of Jefferson Street, also being in the Northern line of Lands deeded to COLUMBUS COUNTY as set out in Deed recorded in Deed Book 267-Page 186, said Point of Beginning being located by tie line along said Northern line of lands of COLUMBUS COUNTY, North E3 degrees 47 minutes 00 seconds East (N 83 degrees 47'00" E), a distance of 247.29 feet from a point marked by an old iron pipe at the Northwestern Corner of said lands of COLUMBUS COUNTY as recorded in Deed Book 267-Page 186; THENCE FROM SAID POINT OF BEGINNING and with Southern margin of Jefferson Street, North 83 degrees 47 minutes 00 seconds East (N 83 degrees 47'00" E), a distance of 334.44 feet to a point marked by an old iron pipe, the Northeastern corner of Tract One, also the Northwestern corner of Tract Two of Survey for Columbus County Hospital, made by Willis and Walker, Registered Land Surveyors, dated September 25, 1973; thence with the Northern line of Tract Two, also the Southern margin of Jefferson Street, North 83 degrees 47 minutes 00 seconds East (N 83

degrees 47'00" E), a distance of 581.74 feet to a point marked by an old iron pipe at the Northeastern corner of Tract Two, also the Northwestern corner of Tract Three; thence a new line to and then with the center of the existing canal and run of Griffith Branch, South 71 degrees 21 minutes 27 seconds East (S 71 degrees 21'27"E), a distance of 107.60 feet to a point marked by an iron rebar set; thence continuing with said canal South 56 degrees 46 minutes 21 seconds East (S 56 degrees 46'21" E), a distance of 134.24 feet to a point marked by an iron rebar set; thence continuing with said canal South 41 degrees 14 minutes 10 seconds East (S 41 degrees 14'10" E), a distance of 62.40 feet to a point marked by an iron rebar set; thence continuing with said canal South 09 degrees 30 minutes 04 seconds East (S 09 degrees 30'04" E), a distance of 100.43 feet to a point marked by an iron rebar set; thence continuing with said canal South 06 degrees 40 minutes 07 seconds East (S 06 degrees 40'07" E), a distance of 264.20 feet to a point marked by an iron rebar set; thence continuing with said canal South 10 degrees 58 minutes 49 seconds East (S 10 degrees 58'49" E), a distance of 84.94 feet to a point marked by an iron rebar set; thence continuing with said canal South 03 degrees 30 minutes 24 seconds East (S 03 degrees 30'24" E), a distance of 54.33 feet to a point in said canal opposite an iron rebar line marker set 6.94 feet from said corner on the Eastern edge of said canal; thence a new line North 83 degrees 49 minutes 30 seconds East (N 83 degrees 49'30" E), a distance of 220.11 feet to a point marked by a PK nail set in the Eastern line of Tract Three, also the Western margin of Tram Road; thence with the Western margin of Tram Road South 03 degrees 05 minutes 00 seconds West (S 03 degrees 05'00" W), a distance of 54.71 feet to a point marked by an old RR, spike at the Southeastern corner of Tract Three; thence with the Southern line of Tract Three, South 83 degrees 49 minutes 30 seconds West (S83 degrees 49'30" W), a distance of 584.25 feet to a point marked by an old iron pipe at the Southwestern corner of Tract Three; thence with the Southern line of Tract Two, South 83 degrees 49 minutes 30 seconds West (S 83 degrees 49'30" W), a distance of 584.25 feet to a point marked by an old iron pipe at the Southwestern corner of Tract Two; thence with the Southern line of Tract One, South 83 degrees 49 minutes 30 seconds West (S 83 degrees 49'30" W), a distance of 205.85 feet to a new point marked by an iron rebar set; thence a new line North 06 degrees 24 minutes 49 seconds West (N 06

degrees 24'49" W), a distance of 738.16 feet to the Point of Beginning, containing 19.51 Acres, more or less, as set out and designated Tract A on survey map entitled "SURVEY FOR COLUMBUS COUNTY HOSPITAL", dated August 21, 1996, and revised August 30, 1996, by Soles & Walker, P.A., Registered Land Surveyors.

Exception Tract

(Not a part of the Real Property)

BEGINNING at a point marked by a nail set in an expansion joint of existing concrete walks near the Northeastern corner of the existing Hospital Building, said Point of Beginning being located by tie line, South 34 degrees 51 minutes 08 seconds West (S 34 degrees 52'08" W), a distance of 292.83 feet from an old point marked by an old iron rebar at the Northeastern corner of lands of COLUMBUS COUNTY, as recorded in Deed Book 265-Page 403, also being the Northwestern corner of lands of COLUMBUS COUNTY, as recorded in Deed Book 275-Page 346; THENCE FROM SAID POINT OF BEGINNING, and with an expansion joint of existing concrete walk, and beyond, North 83 degrees 55 minutes 30 seconds East (N 83 degrees 55'30" E), a distance of 203.64 feet to a point marked by a PK nail set; thence a new line South 06 degrees 03 minutes 22 seconds East (S 06 degrees 03'22" E), a distance of 281.48 feet to a point marked by an iron rebar set; thence a new line South 83 degrees 55 minutes 30 seconds West (S 83 degrees 55'30" W), a distance of 203.64 feet to a point marked by an iron rebar set; thence with the edge of an existing concrete walk, North 06 degrees 03 minutes 22 seconds West (N 06 degrees 03'22" W), a distance of 281.48 feet to the Point of Beginning, containing 1.32 Acres, more or less, and being set out and designated as "EXCEPTION" on survey map entitled "SURVEY FOR COLUMBUS COUNTY HOSPITAL", dated August 21, 1996, and revised August 30, 1996, by Soles & Walker, P.A. Registered Land Surveyors.

Right of Way

In addition to the Exception Tract, the County reserves for itself, its successors and assigns a right of ingress, egress and regress over the Real Property from the Exception Tract, described above, to Jefferson Street, Whiteville, N.C., as shown on survey map entitled "SURVEY FOR COLUMBUS COUNTY HOSPITAL", dated August 21, 1996, and

revised August 30, 1996, by Soles & Walker, P.A., Registered Land Surveyors.

3. **Description of Facilities.** The Facilities consist of all existing buildings and improvements located on the Real Property as of the date of the Contract, the Project and further additions, enlargements, improvements, extensions, alterations, fixtures and appurtenances thereto of any nature whatsoever less all medical equipment and all data processing equipment. Such existing buildings and improvements include an 166-bed acute-care six-story facility constructed in 1976 with respect to which additions and renovations were completed in 1983, 1984, 1990, 1992 and 1993. Patient rooms are located on the third through sixth floors. Areas relating to public utilization are located in the east end of the facility on the first floor and include the Lobby, Administration, Patient Accounting, Medical Records and Dietary. Areas relating to outpatient and emergency utilization are located in the west end of the facility on the first floor and include Emergency, Physical Therapy, Cardiopulmonary and Ambulatory Surgery. Departmental areas that support outpatient and inpatient functions are centrally located on the first floor and include Pharmacy, Central Supply, Laboratory, Radiology and Surgery. Facility support services are located in the south wing on the first floor and on the second floor.

Total facility square footage is allocated as described as described below:

Patient Care	61,000 square feet
Direct Patient Support	46,010 square feet
General Support	19,660 square feet
Administrative Support	10,465 square feet
Public Spaces	2,665 square feet
Facility Support	15,250 square feet

4. **Installment Payments.** Except as provided in the Contract, the County shall pay the Installment Payments with respect to the amount advanced pursuant to paragraph 1 hereof in the following amounts at the following times:

DATE	TOTAL PAYMENT	INTEREST (AT 5.48% PER ANNUM)	PRINCIPAL	BALANCE
04-10-1997	\$ 187,988.74	\$ 58,118.44	\$ 129,870.30	\$ 4,470,129.70
10-10-1997	187,988.74	122,481.55	65,507.19	4,404,622.51
04-10-1998	187,988.74	120,686.66	67,302.08	4,377,320.43
10-10-1998	187,988.74	118,842.58	69,146.16	4,268,174.27
04-15-1999	187,988.74	116,947.97	71,040.77	4,197,133.50
10-10-1999	187,988.74	115,001.46	72,987.28	4,124,146.22
04-10-2000	187,988.74	113,001.61	74,987.13	4,049,159.09
10-10-2000	187,988.74	110,946.96	77,041.78	3,972,117.31
04-10-2001	187,988.74	108,836.01	79,152.73	3,892,964.58
10-10-2001	187,988.74	106,667.23	81,321.51	3,811,643.07
04-10-2002	187,988.74	104,439.02	83,549.72	3,728,093.35
10-10-2002	187,988.74	102,149.76	85,838.98	3,642,254.37
04-10-2003	187,988.74	99,797.77	88,190.97	3,554,063.40
10-10-2003	187,988.74	97,381.34	90,607.40	3,463,456.00
04-10-2004	187,988.74	94,898.69	93,090.05	3,370,365.95
10-10-2004	187,988.74	92,348.03	95,640.71	3,274,725.24
04-10-2005	187,988.74	89,727.47	98,261.27	3,176,463.97
10-10-2005	187,988.74	87,035.11	100,953.63	3,075,510.34
04-10-2006	187,988.74	84,268.98	103,719.76	2,971,790.58
10-10-2006	187,988.74	81,427.06	106,561.68	2,865,228.90
04-10-2007	187,988.74	78,507.27	109,481.47	2,755,747.43
10-10-2007	187,988.74	75,507.48	112,481.26	2,643,266.17
04-10-2008	187,988.74	72,425.49	115,563.25	2,527,702.92
10-10-2008	187,988.74	69,259.06	118,729.68	2,408,973.24
04-10-2009	187,988.74	66,005.87	121,982.87	2,286,990.37
10-10-2009	187,988.74	62,663.54	125,325.20	2,161,665.17
04-10-2010	187,988.74	59,229.63	128,759.11	2,032,906.06
10-10-2010	187,988.74	55,701.63	132,287.11	1,900,618.95
04-10-2011	187,988.74	52,076.96	135,911.78	1,764,707.17
10-10-2011	187,988.74	48,352.98	139,635.76	1,625,071.41
04-10-2012	187,988.74	44,526.96	143,461.78	1,481,609.63
10-19-2012	187,988.74	40,596.10	147,392.64	1,334,216.99
04-10-2013	187,988.74	36,557.55	151,431.19	1,182,785.80
10-10-2013	187,988.74	32,408.33	155,580.41	1,027,205.39
04-10-2014	187,988.74	28,145.43	159,843.31	867,362.08
10-10-2014	187,988.74	23,765.72	164,223.02	703,139.06
04-10-2015	187,988.74	19,266.01	168,722.73	534,416.33

DATE	TOTAL PAYMENT	INTEREST (AT 5.48% PER ANNUM)	PRINCIPAL	BALANCE
10-10-2015	187,988.74	14,643.01	173,345.73	361,070.60
04-10-2016	187,988.74	9,893.33	178,095.41	182,975.19
10-10-2016	187,988.74	5,013.55	182,975.19	0.00
TOTALS	\$7,519,549.60	\$2,919,549.60	\$4,600,000.00	

IN WITNESS WHEREOF, the parties hereto have executed this Supplement No. 1 to Schedule A of Real Property, Facilities and Installment Payments as of the 17th day of January, 1997.

COUNTY OF COLUMBUS, NORTH CAROLINA

**BY: /s/ C.W. Williams, Chairman of the
Board of Commissioners**

**FIRST UNION NATIONAL BANK OF NORTH
CAROLINA**

**BY: Henry L. Bradley
Assistant Vice President**

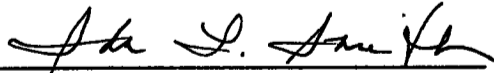
**FIRST UNION NATIONAL BANK OF NORTH
CAROLINA, CORPORATE TRUST DEPARTMENT,
as Escrow Agent**

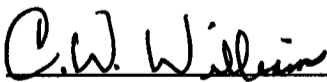
**BY: Shannan Stahel
Trust Officer**

ADJOURNMENT

A motion was made by Commissioner Norris, seconded by Commissioner Britt and passed unanimously to adjourn the Board Meeting at 8:40 A.M.

APPROVED:


Ida L. Smith, Clerk to Board


C.W. Williams, Chairman