

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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HOUSE BILL 203*
Committee Substitute Favorable 5/10/89

Short Title: Lowrance Sale.

(Local)

Sponsors:

Referred to:

February 13, 1989

A BILL TO BE ENTITLED

1 AN ACT TO PROVIDE FOR ADDITIONAL USES OF THE SPECIAL RESERVE
2 FOR THE FUNDS RECEIVED BY IREDELL COUNTY FROM THE SALE OF
3 LOWRANCE HOSPITAL.
4

5 The General Assembly of North Carolina enacts:

6 Section 1. Section 1 of Chapter 30, Session Laws of 1987, reads as rewritten:

7 "Section 1. (a) The funds received by Iredell County from the sale of Lowrance
8 Hospital, Inc., and interest earned thereon, shall be held by the county in a special
9 reserve. The reserve shall be administered generally in accordance with the procedures
10 for capital reserve funds in Part 2 of Article 3 of Chapter 159 of the General Statutes,
11 except as provided by this act.

12 (b) Until January 2, 1991, no funds may be expended from the reserve except
13 deductions from the sale price for contractually assumed obligations, closing costs,
14 claims arising from the operation of the hospital prior to its sale, and the reacquisition
15 costs in the event of default by the purchaser. Provided, however, the Iredell County
16 Board of Commissioners may at any time lend up to two-thirds of the accumulated
17 principal and interest to any nonprofit corporations engaged in economic development
18 in Iredell County, with or without collateral, and for such terms and at such interest
19 rates as it deems appropriate. Provided, further, up to \$50,000 of the interest earned on
20 said funds may be expended for the erection of emergency medical service facilities to
21 be erected within the corporate limits of the Town of Mooresville.

22 (c) After January 1, 1991, funds may be expended by Iredell County from the
23 special reserve only after receipt of recommendations from a special committee

1 comprised of five members appointed by the board of county commissioners of Iredell
2 County as follows:

- 3 (1) One representative from the medical staff of Lowrance Hospital to be
4 chosen by the medical staff;
- 5 (2) One member of the board of county commissioners of Iredell County
6 chosen by that board;
- 7 (3) One member of the Mooresville Town Council chosen by that council;
- 8 (4) One member of the Lowrance Hospital Inc., Board of Directors chosen
9 by that board; and
- 10 (5) One representative of the Mooresville/South Iredell Chamber of
11 Commerce to be chosen by the Mooresville/South Iredell Chamber of
12 Commerce.

13 Members of the committee shall serve four-year terms, with the initial terms
14 expiring on December 31, 1990. Vacancies shall be filled by the appointing authority
15 for the remainder of the unexpired term.

16 (d) It is intended that the funds from the sale of the Lowrance Hospital, Inc., be
17 used for health-related purposes in the Lowrance Hospital area located within Iredell
18 County."

19 Sec. 2. This act is effective upon ratification.