REGULAR TOWN COUNCIL MEETING

June 11, 2018 @ 7:00pm
Warren County Government Center

1. Pledge of Allegiance
2. Moment of Silence
3. Roll Call
4. Approval of the Regular Council Meeting minutes of May 29, 2018
5. Receipt of Petitions and/or Correspondence from the Public
6. Reports:
   a. Report of special committees or Town officials and Town Manager
      ***Recognition of Officer – Chief Magalis**
      *** Report from County Administrator Doug Stanley**
      b. Requests and inquiries of Council members.
   c. Report of the Mayor
   d. Proposals for addition/deletion of items to the Agenda.

7. **CONSENT AGENDA ITEMS** – (**ROLL CALL VOTE REQUIRED)**
   A. COUNCIL APPROVAL – Proclamation for *"Honoring the Front Royal Elks Lodge in Celebrating 150 Years of Service of the Benevolent and Protective Order of Elks"*
   B. COUNCIL APPROVAL – Proclamation for *"National Flag Day"*
   C. COUNCIL APPROVAL – Deed of Easement from Crooked Run North, LLC and Marlow & Silek Investments, LLC to the Town for water/sewer easements and rights-of-way acquisition for Royal Farms

8. **COUNCIL APPROVAL** – Ordinance to Amend Town Code Sections 158-6 - Adoption by Reference of the State Motor Vehicular Laws *(2nd Reading)*

9. **COUNCIL APPROVAL** – Resolution to Authorize IDA Issuance of Revenue Bonds for Financing the new Warren Memorial Hospital

10. **COUNCIL APPROVAL** – FY19 Budget Amendment to Create a Separate Departmental Budget for Community Development

11. **COUNCIL APPOINTMENT** – Planning Commission

7A

Town of Front Royal, Virginia
Council Agenda Statement

Item No. 7(A)

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Proclamation *"Honoring the Front Royal Elks Lodge in Celebrating 150 Years of Service of the Benevolent and Protective Order of Elks"*

Summary: Council has received a request from Dennis Henline, Exalted Ruler of the Front Royal Elks Lodge 2382, seeking approval of a Proclamation that proclaims the 150th anniversary of the establishment of the Benevolent and Protective Order of Elks and honors the Front Royal Elks Lodge for their dedication and loyalty to the community since 1967, as presented.

Budget/Funding: None

Attachments: Proclamation and Letter from Mr. Henline

Meetings: None

Staff Recommendation: Approval ✓ Denial_____

Should Council wish to remove this item from the consent agenda, the following motion would allow approval of this request:

Proposed Motion: **I move that Council approve a Proclamation that proclaims the celebration of the 150th anniversary of the establishment of the Benevolent and Protective Order of Elks and honors the Front Royal Elks Lodge for their dedication and loyalty to the community since 1967, as presented.**

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW

"WHEREAS, On the 150th anniversary of the establishment of the Benevolent and Protective Order of Elks, we celebrate the Order and Front Royal Elks Lodge 2382 of the Virginia Elks Association's commitment to selflessly serving others in need across our great commonwealth.

WHEREAS, Founded in New York City on February 16, 1867, by Charles Algernon Sidney Vivian and a handful of friends, the Order has spread across the country with 8,000 Elks members and 29 lodges in Virginia alone

WHEREAS, Dedicated to charity, justice and patriotism, the Elks invest millions of hours each year to build stronger communities, assist homeless veterans and to ensure kids steer away from drugs. To that end, Elks have disbursed, over the course of the Order's history, more than $3.6 billion in cash, goods and services to the nation's veterans, the disadvantaged and handicapped, and patriotic and civic programs. The Front Royal Elks Lodge has contributed to the community through:

- Programs for building strong communities
- Donations for Natural Disasters like Hurricanes, Tornadoes, and Flood Victims
- Programs for military, veterans and homeless veterans
- Drug Awareness Program activities
- Elks Youth Camp located in Millboro, VA

WHEREAS, The Front Royal Elks Lodge of the Virginia Elks Association always puts the needs of others before themselves. From building strong communities to donating time and money to disasters, the Elks answer the call when asked to serve. They are one of the first organizations on the ground during a crisis, providing needed supplies and relief to those affected.

WHEREAS, Each day they impart lessons of hard work, dedication to community, faith in God and support to those who simply may need a hand."

Veterans WHEREAS, Embedded in the fabric of America, the Elks are steadfast in their commitment to honoring and serving our nation's military members and veterans. For more than a century the Elks have pledged, "So long as there are veterans, the Benevolent and Protective Order of the Elks will never forget them." The Elks fulfill this promise daily in visiting and providing social events and friendship to veterans in Veteran Affairs (VA) medical facilities, hospitals and nursing homes. The Order also donates much needed supplies and equipment to these facilities to ensure the veterans receive the care they deserve.

WHEREAS, During World War I, the Elks' donated at least $2 million dollars to assist U.S. soldiers going abroad, organized, constructed and equipped the first two American field hospitals in France. Following the Great War, the Elks built the first Veterans Affairs hospital in Boston and donated it to the federal government.

WHEREAS, It was the Elks following World War I who empowered nearly 50,000 disabled veterans to live full lives by providing them rehabilitation, vocation and education loans. This genius act of goodwill was the catalyst for the U.S. government's GI Bill. WHEREAS, The Order's history of caring for those who served our country is something of which every Elk is proud, and that pride shows permanently in the Elks National Veterans Memorial, an awe-inspiring monument on Chicago's lakefront. Youth

WHEREAS, Committed to building up the next generation, the Elks rank among the top three private providers of scholarships for students. Each year, millions of dollars are donated by Elk members and awarded to thousands of students as they pursue their dreams to become our nation's future leaders. WHEREAS, The Elks have dedicated endless hours and resources to supporting the youth of the United States. In the 1940s, the Elks made a commitment to "lay a solid foundation for the future; building the moral and physical character of American boys and girls, the leaders of tomorrow." Since then, the Elks have done much to fulfill that self-charged duty – and not for fanfare or publicity, but simply because they know it is the right thing to do.

WHEREAS, One of the Order's most impressive youth programs is the Elks "Hoop Shoot" National Free Throw Contest. With more than 3 million annual participants between the ages of 8 and 13, the odds of making it to the championship round are less than 40,000 to 1 and less than 500,000 to 1 in capturing one of the six national titles.

WHEREAS, Like no other fraternal organization, the Benevolent and Protective Order of Elks celebrates the accomplishments of the country's youth. The first week in May each year, the Order holds its Elks National Youth Week, recognizing young people for their involvement with the achievements in the community. By the Elks sponsorship of youth fairs, career nights, student government days, athletic and education programs, clubs and more, the Elks truly make a difference in the lives of many young people. This caring commitment makes the Elks the fraternal organization most actively engaged in promoting strong and healthy futures for young people. Drug Awareness Program

WHEREAS, the Elks' Drug Awareness program is the nation's largest volunteer-based drug prevention organization.

WHEREAS, The Elks, through its national Elks Drug Awareness Program, has done stellar work informing the nation's youth and their parents about the dangers associated with using illegal substances, tobacco products, alcohol and abuse of prescription drugs. Since 1982, the Elks have distributed seven million pieces of anti-drug educational materials to students, educators and parents free of charge.

WHEREAS, In partnership with the Drug Enforcement Administration (DEA), the Elks produces an annual comic book focused on empowering youth to make good decisions when faced with negative social pressures such as bullying and drug use. Each year over half a million copies are given to schools with teacher guides for easy and effective classroom incorporation.

WHEREAS, Last year, the Elks and DEA joined together to produce a YouTube video on the effects of drug use on one's physical body, future education and career opportunities and relationships, which has been viewed over half a million times. Community Service / Disaster Relief

WHEREAS, the Benevolent and Protective Order of the Elks has been and will continue to be a shining example of honor and service to neighbor, community, state and nation.

WHEREAS, Through the years, the Elks have been responsible for aiding men, women, and children whose lives have been affected by extraordinary circumstances. No matter the cause of the disaster – flooding, explosions, earthquakes, fires, tornados, hurricanes, and epidemics – the Elks have been among the first organizations to lend a helping hand in troubled times. The Order raised more than $1 million to help the families victimized by the horrific terrorist attacks of September 11th and more

recently, $25,000 to those affected by Hurricane Harvey in Texas. In times of crisis, it has been a long-held pattern for the Order to ease the pain of others. Patriotism

WHEREAS, Since the earliest days of the Order, patriotism has been among the many hallmarks that make the Benevolent and Protective Order of Elks stand out from other fraternal organizations. The Elks have always reverenced the American flag and the sacrifices made daily in honor of it. In 1907, Elks members adopted June 14th as Flag Day and in 1911, the Order made it mandatory that all Elks Lodges must observe Flag Day with appropriate ceremonies. On August 3, 1949, President Harry Truman, himself a member of the Order, permanently designated June 14th as Flag Day. WHEREAS, The Elks were instrumental in raising funds for the National World War II Memorial. With a pledge of one dollar per Elk member, the Order donated $1.22 million dollars, exceeding the total number of Elk members. Famous Elks

WHEREAS, These ideas were born of Americans who simply wanted to improve their communities while helping those in dire need. Some Elks went on to public greatness, such as Generals Dwight Eisenhower, Douglas MacArthur, George Patton, and John Pershing. Others became the President of the United States, such as Warren Harding, Franklin Roosevelt, Harry Truman, John Kennedy and Gerald Ford. And yes, hundreds have served in the halls of Congress, including the great luminaries as Sam Rayburn and Tip O'Neil.

NOW THEREFORE BE IT RESOLVED that I, Hollis L. Tharpe, Mayor of the Town of Front Royal, do hereby issue this proclamation honoring the

Front Royal Elks Lodge

as they celebrate 150 years of service from 1868 to 2018, and thank the Protective Order of the Elks for their dedication and loyalty to our community

APPROVED:

Hollis L. Tharpe
Front Royal Mayor

FRONT ROYAL 1788 VIRGINIA

ATTEST:

Jennifer E. Berry
Clerk of Council

Mayor Hollis Tharpe

Dear Mayor Tharpe

For 150 years, the Benevolent and Protective Order of Elks has committed itself to generously honoring and serving our nation's communities, veterans, and youth. We are one of the largest philanthropic organizations instilling core values of charity, justice, patriotism and brotherly love in America through the work of our nearly 1,000,000 members and 2,000 lodges.

In celebrating 150 years, Front Royal Elks lodge 2382 of the Virginia Elks Association would be most appreciative of a proclamation commemorating our Order's service to our neighbors, communities and Great Commonwealth of Virginia.

Founded in New York City on February 16, 1868, the Order is an American fraternal organization established for social and philanthropic engagement. Philanthropy is at the core of our existence. Each year we invest an average of $300,000 in cash, service and donations every year for Virginia Elks Youth Camp located in Millboro, Virginia and helping with Veterans.

Formally organized December 20, 1967, this Lodge was formed to unite all Elks in closer bond of Fraternity, to promote the interests of the Order, to exchange ideas beneficial to other lodges and to bear true allegiance to the constitution and laws of the Benevolent and Protective Order of Elks of the Unites States of America.

Thank you for your time and consideration of this request. The Front Royal Elks Lodge sincerely hope you will join us in celebrating our 150 years of serving and empowering our neighbors and communities by issuing a State proclamation in our honor.

Most Respectfully,

Dennis Henline,

Exalted Ruler, Front Royal Elks Lodge 2382

7B

Town of Front Royal, Virginia
Council Agenda Statement

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Proclamation – *"National Flag Day"*

Summary: Council has received a request to approve a Proclamation proclaiming June 14, 2018 as *"National Flag Day"* in the Town of Front Royal, as presented.

Budget/Funding: None

Attachments: Proclamation

Meetings: None

Staff Recommendation: Approval ✓ Denial_____

Should Council wish to remove this item from the consent agenda, the following motion would allow approval of this request:

Proposed Motion: **I move that Council approve a Proclamation proclaiming June 14, 2018 as *"National Flag Day"* in the Town of Front Royal, as presented.**

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW

FLAG DAY

Proclamation

WHEREAS, the first celebration of the U.S. Flag's birthday was held in 1877 on the 100th anniversary of the Flag Resolution of 1777; and it is believed that the first annual recognition of the flag's birthday dates back to 1885 when school teacher, BJ Cigrand, first organized a group of Wisconsin school children to observe June 14 - the 108th anniversary of the official adoption of The Stars and Stripes as the Flag's Birthday;

WHEREAS, National Flag Day was until, August 3rd, 1949, when an Act of Congress designated June 14th of each year as National Flag Day; and today, Flag Day is celebrated with parades, essay contests, ceremonies, and picnics sponsored by veterans' groups, schools, and groups like the National Flag Day Foundation whose goal is to preserve the traditions, history, pride, and respect that are due the Nation's symbol, Old Glory;

WHEREAS, as a result of a resolution adopted by the Marine Committee of the Second Continental Congress at Philadelphia on June 14, 1777, The resolution read: that *"the Stars and Stripes"* of the United States be thirteen stripes, alternate red and white; that the union be thirteen stars, white in a blue field representing a new constellation;"

WHEREAS, Flag Day is not just about honoring a particular creative symbol, but more so, it is about taking the time to consider our freedom and the values of our great country;

WHEREAS, the flag of the United States of America is a great symbol to the rest of the world of what the United States represents -- the field of blue for honor, white for purity, and red for the blood that was shed;

NOW THEREFORE BE IT RESOLVED that I, Hollis L. Tharpe, Mayor of the Town of Front Royal, do hereby proclaim Thursday, June 14, 2018 as

NATIONAL FLAG DAY

in the Town of Front Royal, and urge all citizens to honor Flag Day by flying the Stars and Stripes and keeping in mind the reason it is flown.

APPROVED:

Hollis L. Tharpe
Honorable Mayor

FRONT ROYAL VIRGINIA

ATTEST:

Jennifer E. Berry
Clerk of Council

7C

Town of Front Royal, Virginia
Council Agenda Statement

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Deed of Easement from Crooked Run North, LLC and Marlow & Silek Investments, LLC to the Town for water/sewer easements and rights-of-way acquisition for Royal Farms

Summary: Council is requested to approve a Deed of Easement from Crooked Run North, LLC and Marlow & Silek Investments, LLC to the Town for water/sewer easements and rights-of-way acquisition for facilities serving Tax Map Parcel 12B-1-3-1A (Royal Farms site) in Warren County. It is proposed that the Town acquire water/sewer easements and rights-of-way over portions of Tax Map Parcel 12B-1-3-1A (Royal Farms site) and over an adjacent 6,606 square foot parcel, for access and maintenance to water/sewer facilities to be owned by the Town, necessary to provide utility service to this parcel outside of Town limits. The proposed easements/rights-of-way acquisitions are required to provide water/sewer service to this parcel located outside of Town limits.

Budget/Funding: N/A

Attachments: Deed of Easement

Meetings: None

Staff Recommendation: Approval ✓ Denial_____

Should Council wish to remove this item from the consent agenda, the following motion would allow approval of this request:

Proposed Motion: **Council is requested to approve a Deed of Easement from Crooked Run North, LLC and Marlow & Silek Investments, LLC to the Town for water/sewer easements and rights-of-way acquisition for facilities serving Tax Map Parcel 12B-1-3-1A (Royal Farms site) in Warren County, as presented.**

*Note: Motions are the formal & final proposal of Council,
proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW

THIS INSTRUMENT WAS PREPARED
WITHOUT BENEFIT OF TITLE
EXAMINATION BY:

Lawson and Silek, P.L.C.
Joseph F. Silek, Jr., P.C.
43 Chester Street
Post Office Box 602
Front Royal, VA 22630
Telephone: (540) 635-9415
Facsimile: (540) 635-9421
Joseph F. Silek, Jr., Esquire – VSB No. 27403

THIS DEED OF EASEMENT is made and entered into this _____ day of _____, 2018, by and between **Crooked Run North, LLC**, a Virginia limited liability company (sometimes referred to hereinafter as "Crooked Run North"), and **Marlow & Silek Investments, LLC**, a Virginia limited liability company (sometimes referred to hereinafter as "Marlow & Silek, Investments"), GRANTORS, and **Town of Front Royal, Virginia,** a Virginia municipal corporation (sometimes referred to hereinafter as "Town of Front Royal, Virginia"), GRANTEE.

WITNESSETH:

Whereas, Crooked Run North is the owner of 2.3010 acres as shown on the plat entitled "Easement Plat Showing a 20' Permanent Water Line Easement Over the Lands of Crooked Run North LLC and Marlow & Silek Investments, LLC, North River Magisterial District, Warren County, Virginia," dated February 22, 2018, prepared by Richard A. Edens, Land Surveyor, having acquired the same by deeds recorded in the Clerk's Office of the Circuit Court of the County of Warren, Virginia as Instrument Nos. 160000372, 160002569, 160003819, and 170004977; and

Whereas, Marlow & Silek Investments is the owner of 6,606 square feet as shown on the plat entitled "Easement Plat Showing a 20' Permanent Water Line Easement Over the Lands of Crooked Run North LLC and Marlow & Silek Investments, LLC, North River Magisterial District,

Warren County, Virginia," dated February 22, 2018, prepared by Richard A. Edens, Land Surveyor, having acquired the same by deeds recorded in the aforesaid Clerk's Office as Instrument Nos. 060009983, 070008701, and 160002569; and

Whereas, the Grantors wish to grant unto the Town of Front Royal, Virginia a variable width permanent waterline easement and rights-of-way for the installation and maintenance of sanitary sewer lines and water lines onto, over, and through the aforesaid areas, more particularly described as "Dot-Shaped Area Denotes a Variable Width Permanent Water Line Easement Hereby Established for the Benefit of the Town of Front Royal" on the plat attached hereto and made a part of this instrument, and to that end have caused this instrument to be prepared.

WITNESSETH:

That for and in consideration of the sum of ONE AND 00/100 DOLLAR ($1.00), cash in hand paid by the Grantee to the Grantors, the receipt of which is hereby acknowledged, the Grantors grant and convey unto the Grantee, its successors and assigns, the following rights in real property situated in the North River Magisterial District, Warren County, Virginia, to-wit:

The privileges, easements, and rights-of-way in perpetuity to construct, lay, maintain, repair, inspect, improve, and operate within the easements and rights-of-way of varying widths herein described and referred to, mains, works, and systems for the operation of utilities over, upon, across, and under the properties of the Grantors referred to as "Dot-Shaped Area Denotes a Variable Width Permanent Water Line Easement Hereby Established for the Benefit of the Town of Front Royal" as shown on Sheet 1 of the plat entitled "Easement Plat Showing a 20' Permanent Water Line Easement Over the Lands of Crooked Run North LLC and Marlow & Silek Investments, LLC, North River Magisterial District, Warren County, Virginia," dated February 22, 2018, prepared by Richard A. Edens, Land Surveyor, attached hereto and made a part of this instrument.

These easements and rights-of-way shall be for the construction, installation, inspection, repair, and maintenance of mains, works, and systems for the transmission of water and the collection and transmission of sewage and waste water, including, but not limited to, water meters and water meter vaults, (herein "facilities") over, across, and under the properties of the Grantors, with the location and width of said easements and rights-of-way as shown on the plat attached hereto and made a part of this instrument.. The real parcels encumbered by this instrument are known and designated as Tax Map Parcel No. 12B-1-3-1A, Tax Map Parcel No. 12B-1-1-1, and a Portion of Former Old Hill and Dale Road on the aforesaid plat attached hereto and made a part of this instrument.

There is also hereby conveyed rights-of-way of ingress, egress, and access over, upon, and across the properties of the Grantors to the above-described easements for the purpose of allowing access to facilities located thereon by the employees, agents, and contractors of the Grantee.

The further terms and conditions of this grant are as follows:

a. That the Grantee may (but is not required to) trim, cut, remove, and keep clear all trees, limbs, undergrowth, and any and all other obstructions, within the said easements and rights-of way, that may in any manner, in Grantee's sole judgment, endanger or interfere with the proper and efficient operation of the facilities, and the Grantee shall have all such other rights and privileges as are reasonable necessary or convenient for the full enjoyment and use of the easements and rights-of-way herein granted for the aforesaid purpose. Nothing contained herein shall be construed to require Grantee to install, repair or maintain any portion of any water and sewer service laterals providing utilities to any improvements located on the .

b. The granting of the easements and rights-of-way hereinafter described neither expressly or impliedly constitutes any payment, nor the waiver of any obligation for the payment, by the Grantors or their successors or assigns, or any cut-in fee or charge, tax, assessment or other charge

or obligation whatsoever now due or heretofore due or hereafter to become due and payable to the Grantee or to any person, firm or other corporation whatsoever.

c. That Grantee will exercise reasonable care to protect the properties of the Grantors from damage or injury occasioned in the enjoyment of the easements and rights-of-way herein granted, and to promptly repair the said properties or reimburse the Grantors for any property damaged beyond repair.

d. That, if Grantee does cut or fell any brush, undergrowth or trees, or should excavations be carried on pursuant to these easements and any large-sized rocks or boulders are unearthed and are not buried in said excavation, such brush, undergrowth, trees, large-sized rocks and boulders shall, at the expense of Grantee be removed from the properties of the Grantors.

e. Once constructed and installed, the facilities shall become the property of the Grantee and Grantors shall have no right, title, interest, estate or claim whatsoever in facilities by virtue of the rights conveyed herein.

f. The easements are non-exclusive.

g. Facilities installed pursuant to the easement shall be underground, except for manhole and vault covers which shall be flush with adjacent grade except as is otherwise consistent with best practices or as shown on plans approved by Grantors.

h. Grantors retain the right to use the surface areas of such encumbered parcels for any use not inconsistent with the rights granted the Grantee.

i. Grantors reserve the right to require the Grantee to relocate its facilities to another location on the affected parcels, subject to the conveyance of a similar easements and rights-of-way, all at the cost and expense of the Grantors.

WITNESS the following signatures and seals:

GRANTOR:

CROOKED RUN NORTH, LLC,
a Virginia limited liability company,
by Arden, LLC, its Manager

BY: _____
Edward A. Murphy, Manager

COMMONWEALTH OF VIRGINIA
CITY/COUNTY OF Warren, TO-WIT:

I, the undersigned, a Notary Public in and for the State and City/County aforesaid, do hereby certify that Edward A. Murphy, Manager of Arden, LLC, Manager of Crooked Run North, LLC, a Virginia limited liability company, personally appeared before me this 4th day of June, 2018, and acknowledged that he is the Manager of Arden, LLC, Manager of Crooked Run North, LLC, a Virginia limited liability company, and that by authority duly given, he executed the foregoing instrument on behalf of Crooked Run North, LLC, a Virginia limited liability company, acting for and on behalf of Crooked Run North, LLC, a Virginia limited liability company, as the act and deed of the foregoing Crooked Run North, LLC, a Virginia limited liability company, for the purposes stated in such instrument and he is personally known to me.

Given under my hand this 4th day of June, 2018.

Notary Registration No.: 7561924.

My Commission Expires: 6-30-2021.

Amy Melkerson Minchew (SEAL)
NOTARY PUBLIC

Amy Melkerson Minchew
Commonwealth of Virginia
Notary Public
Commission No. 7561924
My Commission Expires 6/30/2021

[THIS SPACE INTENTIONALLY LEFT BLANK. SIGNATURES AND SEALS TO FOLLOW ON THE NEXT PAGE.]

GRANTOR:

MARLOW & SILEK INVESTMENTS, LLC,
a Virginia limited liability company,

BY: _____
John Marlow, Manager

COMMONWEALTH OF VIRGINIA
CITY/COUNTY OF Warren, TO-WIT:

I, the undersigned, a Notary Public in and for the State and City/County aforesaid, do hereby certify that John Marlow, Manager of Marlow & Silek Investments, LLC, a Virginia limited liability company, personally appeared before me this 1st day of June, 2018, and acknowledged that he is the Manager of Marlow & Silek, Investments, LLC, a Virginia limited liability company, and that by authority duly given, he executed the foregoing instrument on behalf of Marlow & Silek, Investments, LLC, a Virginia limited liability company, acting for and on behalf of Marlow & Silek, Investments, LLC, a Virginia limited liability company, as the act and deed of the foregoing Marlow & Silek, Investments, LLC, a Virginia limited liability company, for the purposes stated in such instrument and he is personally known to me.

Given under my hand this 1st day of June, 2018.

Notary Registration No.: 7561924.

My Commission Expires: 6-30-2021.

_____ (SEAL)
NOTARY PUBLIC

Amy Melkerson Minchew
Commonwealth of Virginia
Notary Public
Commission No. 7561924
My Commission Expires 6/30/2021

[THIS SPACE INTENTIONALLY LEFT BLANK. SIGNATURES AND SEALS TO FOLLOW ON THE NEXT PAGE.]

The foregoing conveyance is hereby accepted by the Town of Front Royal, Virginia, a Virginia municipal corporation, as evidenced by the signature of the undersigned, who is authorized to accept this conveyance on behalf of the Town of Front Royal, Virginia, as evidenced by a Resolution adopted by the Town Council.

GRANTEE:

TOWN OF FRONT ROYAL, VIRGINIA,
a Virginia municipal corporation,

BY: _____
Hollis L. Tharpe, Mayor

ATTEST:

BY: _____
Jennifer E. Berry, Clerk of Council

COMMONWEALTH OF VIRGINIA
COUNTY OF WARREN, TO-WIT:

I, the undersigned, a Notary Public in and for the State and City/County aforesaid, do hereby certify that Hollis L. Tharpe, Mayor, and Jennifer E. Berry, Clerk, whose names are signed on behalf of the Town of Front Royal, Virginia, a Virginia municipal corporation, to the foregoing Deed of Easement, bearing the _____ date of _____, 2018, have each personally appeared and acknowledged the same before me in my State and County aforesaid.

Given under my hand this _____ day of _____, 2018.

Notary Registration No.: _____.

My Commission Expires: _____.

_____ (SEAL)
NOTARY PUBLIC

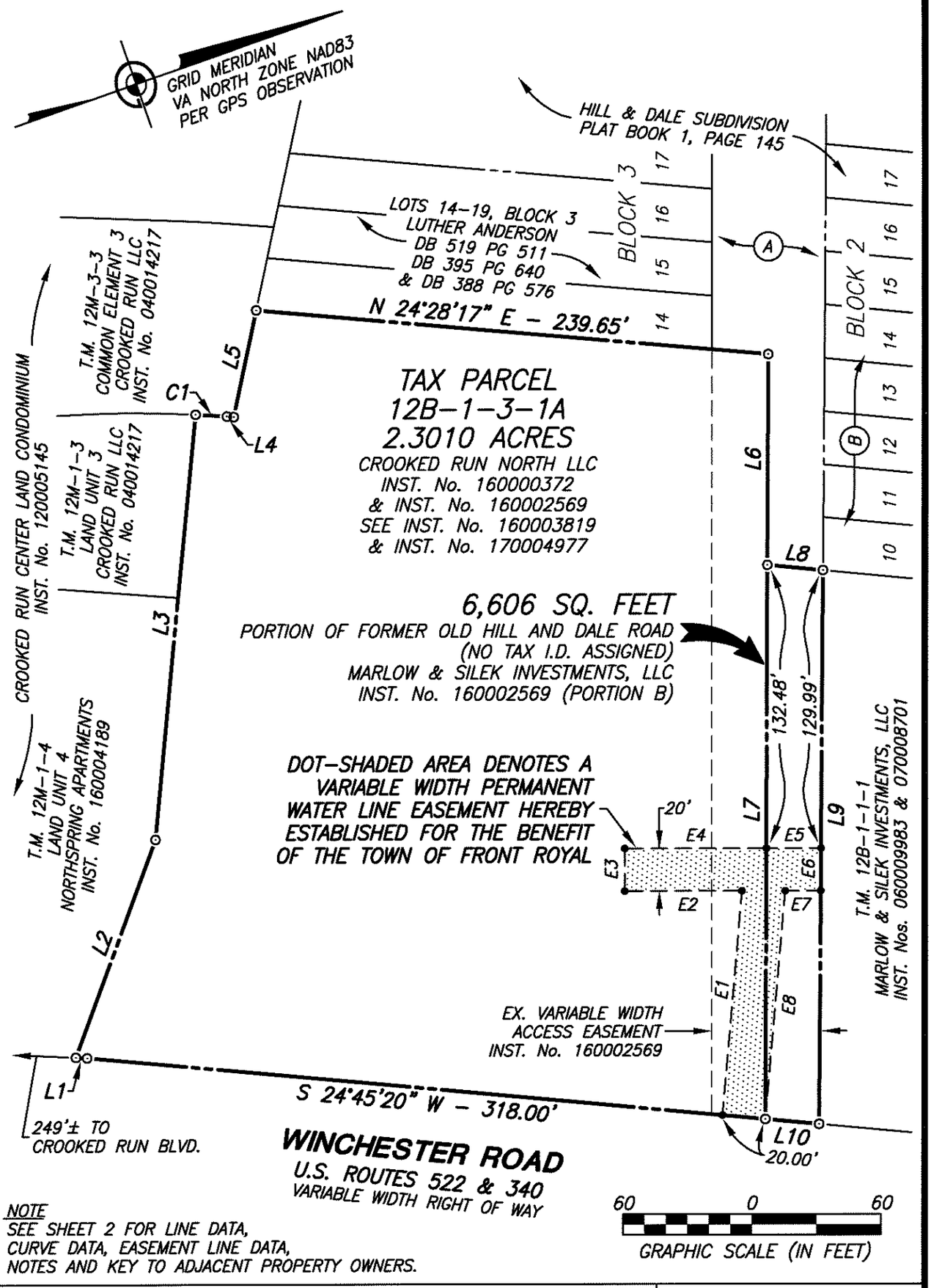
[THIS SPACE INTENTIONALLY LEFT BLANK. SIGNATURES AND SEALS TO FOLLOW ON THE NEXT PAGE.]

APPROVED AS TO FORM:

BY: _____
Douglas W. Napier, Town Attorney

DATE: _____

[END OF DEED OF EASEMENT]



NOTE
SEE SHEET 2 FOR LINE DATA,
CURVE DATA, EASEMENT LINE DATA,
NOTES AND KEY TO ADJACENT PROPERTY OWNERS.

EASEMENT PLAT

SHOWING A 20' PERMANENT WATER LINE EASEMENT OVER THE LANDS OF

CROOKED RUN NORTH LLC AND MARLOW & SILEK INVESTMENTS, LLC

NORTH RIVER MAGISTERIAL DISTRICT, WARREN COUNTY, VIRGINIA

SCALE: 1" = 60' | DATE: FEBRUARY 22, 2018

COMMONWEALTH OF VIRGINIA
RICHARD A. EDENS
Lic. No. 2550
2-22-18
LAND SURVEYOR

GREENWAY ENGINEERING
FND 1971
GREENWAY ENGINEERING, INC.
151 Windy Hill Lane
Winchester, Virginia 22602
Telephone: (540) 662-4185
FAX: (540) 722-9528
www.greenwayeng.com

4199R SHEET 1 OF 2

ESMT 18–02

CURVE DATA

CURVE	DELTA ANGLE	RADIUS	ARC LENGTH	TANGENT	CHORD BEARING	CHORD LENGTH
C1	1°30'03"	560.00'	14.67'	7.33'	N 23°09'51" E	14.67'

LINE DATA

LINE	BEARING	DISTANCE
L1	S 22°02'54" W	5.20'
L2	N 50°35'16" W	108.95'
L3	N 65°11'15" W	200.35'
L4	N 23°54'53" E	3.23'
L5	N 58°38'42" W	50.98'
L6	S 70°21'38" E	99.40'
L7	S 70°21'38" E	259.82'
L8	N 24°58'10" E	25.96'
L9	S 70°10'27" E	259.65'
L10	S 24°45'20" W	25.11'

VARIABLE WIDTH PERMANENT WATER LINE EASEMENT LINE DATA

LINE	BEARING	DISTANCE
E1	N 65°40'31" W	105.87'
E2	S 19°27'13" W	54.50'
E3	N 70°32'47" W	20.00'
E4	N 19°27'13" E	65.84'
E5	N 19°27'13" E	25.43'
E6	S 70°10'27" E	20.00'
E7	S 19°27'13" W	16.56'
E8	S 65°40'31" E	107.73'

KEY TO ADJACENT PROPERTY OWNERS

(A) PORTION OF FORMER OLD HILL AND DALE ROAD
LUTHER ANDERSON
INST. No. 160002569

(B) LOTS 10–19, BLOCK 2 – HILL & DALE SUBD.
LUTHER ANDERSON
INST. Nos. 070007604 & 040011129

NOTES

1. THE BOUNDARY INFORMATION SHOWN HEREON HAS BEEN PREPARED FROM AVAILABLE RECORDS AND IS NOT PURPORTED TO BE A CURRENT BOUNDARY SURVEY OF THE TRACT OR ANY PORTION OF THE BOUNDARY LINES.

2. NO TITLE REPORT FURNISHED. EASEMENTS MAY EXIST WHICH ARE NOT SHOWN.

EASEMENT PLAT

SHOWING A 20' PERMANENT WATER LINE EASEMENT OVER THE LANDS OF

CROOKED RUN NORTH LLC AND MARLOW & SILEK INVESTMENTS, LLC

NORTH RIVER MAGISTERIAL DISTRICT, WARREN COUNTY, VIRGINIA

SCALE: N/A | DATE: FEBRUARY 22, 2018

COMMONWEALTH OF VIRGINIA
RICHARD A. EDENS
Lic. No. 2550
2-22-18
LAND SURVEYOR

GREENWAY ENGINEERING
FND 1971

GREENWAY ENGINEERING, INC.
151 Windy Hill Lane
Winchester, Virginia 22602
Telephone: (540) 662-4185
FAX: (540) 722-9528
www.greenwayeng.com

8

Town of Front Royal, Virginia
Council Agenda Statement

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Ordinance to Amend Town Code Sections 158-6 - Adoption by Reference of the State Motor Vehicular Laws *(2nd Reading)*

Summary: Council is requested to adopt on its second and final reading an Ordinance to amend and re-enact Front Royal Town Code Sections 158-6 pertaining to Adoption by Reference of the State Motor Vehicular Laws, as presented.

Budget/Funding: None

Attachments: Ordinance

Meetings: Work Session held May 7, 2018; Public Hearing held May 29, 2018

Staff Recommendation: Approval ✓ Denial_____

Proposed Motion: **I move that Council adopt on its second and final reading an Ordinance to amend and re-enact Front Royal Town Code Sections 158-6 pertaining to Adoption by Reference of the State Motor Vehicular Laws, as presented.**

ROLL CALL VOTE REQUIRED

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW

AN ORDINANCE TO AMEND SECTION 158-6 OF THE FRONT ROYAL TOWN CODE PERTAINING TO ADOPTION BY REFERENCE OF THE STATE MOTOR VEHICULAR LAWS

BE IT ENACTED by the Town Council of the Town of Front Royal, Virginia, that Section 158-6 of the Front Royal Town Code is hereby amended and enacted as follows:

Pursuant to the authority of Section 46.2-1313, Code of Virginia, 1950, as amended, all of the provisions and requirements of the laws of the State as of **July 1, 2018**, contained in Title 46.2, Code of Virginia, 1950, as amended, and Article 2 of Chapter 7 of Title 18.2, Code of Virginia, 1950, as amended, except those provisions and requirements the violation of which constitutes a felony and except those provisions and requirements which, by their very nature, can have no application to or within the Town, are adopted and incorporated by reference and made applicable within the Town. References to "highways of the state" contained in such provisions and requirements hereby adopted shall be deemed to refer to the highways and other public ways within the Town. Such provisions and requirements are hereby adopted, mutatis mutandis, and made part of this chapter as fully as those set forth at length herein; and it shall be unlawful for any person within the Town to violate or fail, neglect or refuse to comply with any provision of Title 46.2, Code of Virginia, and Article 2 of Chapter 7 of Title 18.2, Code of Virginia, which is adopted by this section, provided that in no event shall the penalty imposed for the violation of any provision or requirement adopted exceed the penalty imposed for a similar offense under Title 46.2, Code of Virginia, and Article 2 of Chapter 7 of Title 18.2, Code of Virginia.

For purposes of § 4-4 (E) of the Town Code, this Ordinance is deemed routine, and is effective on **July 1, 2018.**

APPROVED:

_____
Hollis L. Tharpe, Mayor

ATTEST:

_____
Jennifer E. Berry, Clerk of Council

THIS ORDINANCE was approved at the Regular Meeting of the Town of Front Royal, Virginia on its second reading, conducted _____2018, upon the following recorded vote:

Eugene R. Tewalt	Yes/No	Jacob L. Meza	Yes/No
Gary L. Gillispie	Yes/No	William A. Sealock	Yes/No
John P. Connolly	Yes/No	Christopher S. Morrison	Yes/No

A public hearing on the above was held on _____, 2018, having been advertised in the Northern Virginia Daily on _____, 2018, and _____, 2018. The Ordinance was enacted at the Regular Meeting of the Town Council held _____2018, to become effective July 1, 2018.

Approved as to form and legality:

_____
Douglas W. Napier, Town Attorney

Date: ____/____/____

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Town of Front Royal, Virginia
Council Agenda Statement

Item No. 9

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Resolution to Authorize IDA Issuance of Revenue Bonds for Financing the new Warren Memorial Hospital

Summary: Warren Memorial Hospital has requested that the Industrial Development Authority (IDA) of the Town of Front Royal and the County of Warren recommend approval of the issuance of the IDA revenue bonds in an amount not to exceed $60,000,000 to assist in a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital initially licensed for 36 beds; b) funding a portion of the interest accruing on the bonds, during the construction and for a period not exceeding one year after completion; and, c) paying certain costs and expenses in connection with the authorization, issuance and sale of the bonds, as presented.

Note: County of Warren approved the Resolution on June 5, 2018

Budget/Funding: None

Attachments: Resolution and Information from Economic Development Authority

Meetings: None

Staff Recommendation: Approval ✓ Denial_____

Proposed Motion: **I move that Council approve a Resolution that recommends approval of the issuance of bonds from the Industrial Development Authority (IDA) of Front Royal and County of Warren to assist in the financing of the new Warren Memorial Hospital, as presented.**

ROLL CALL VOTE REQUIRED

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW

RESOLUTION OF THE MAYOR AND TOWN COUNCIL OF THE TOWN OF FRONT ROYAL, VIRGINIA WITH RESPECT TO INDUSTRIAL DEVELOPMENT AUTHORITY FINANCING FOR WARREN MEMORIAL HOSPITAL

WHEREAS, the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") has considered the application of Warren Memorial Hospital (the "Borrower"), a Virginia nonstock corporation and a corporation organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), requesting the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds, and has held a public hearing in connection therewith on May 25, 2018;

WHEREAS, Section 147(f) of the Code provides that both the governmental unit having jurisdiction over the area in which any facility financed with the proceeds of private activity bonds is located and the governmental unit on behalf of which such bonds are issued must approve the issuance of such bonds after a public hearing;

WHEREAS, the Authority issues its bonds on behalf of both the Town of Front Royal, Virginia (the "Town") and the County of Warren, Virginia (the "County") and the facility of the Borrower described above will be located in the County;

WHEREAS, the Mayor and Town Council of the Town (the "Council") constitutes the highest elected governmental unit of the Town;

WHEREAS, the Authority has recommended that the Council approve the issuance of the Bonds; and

WHEREAS, a copy of the Authority's resolution approving the issuance of the Bonds, a certificate of the public hearing and a Fiscal Impact Statement have been filed with the Council;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Front Royal, Virginia that:

1. The Council approves the issuance of the Bonds by the Authority for the benefit of the Borrower, as required by Section 147(f) of the Code and Section l5.2-4906 of the Code of Virginia of 1950, as amended, to permit the Authority to assist in the financing of the Project.

2. The approval of the issuance of the Bonds does not constitute an endorsement to a prospective purchaser of the Bonds or the creditworthiness of the Bonds or the Borrower.

3. The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth of Virginia, the Town or the County, and neither the faith and credit nor the taxing power of the Commonwealth of Virginia or any political subdivision thereof, including the Town or the County, will be pledged to the payment

of the Bonds or the interest thereon or other costs incident thereto. Neither the Commonwealth of Virginia nor any political subdivision thereof, including the Town, the County and the Authority, shall be obligated to pay the Bonds or the interest thereon or other costs incident thereto, except from the revenues and money pledged therefor.

4. The Council hereby irrevocably allocates 100% of the principal amount of the Bonds to the County and 0% to the Town and acknowledges and agrees that such designation bears a reasonable relationship to the respective benefits to the County and the Town from the issuance of the Bonds.

5. This resolution shall take effect immediately upon its adoption.

ADOPTED this 11th day of June, 2018.

CERTIFICATION OF ADOPTION OF RESOLUTION

The undersigned Clerk of the Town Council of the Town of Front Royal, Virginia hereby certifies that the Resolution set forth above was adopted during an open meeting on June 11, 2018 by the Town Council, the votes being recorded as follows:

Aye: _____

Nay: _____

Abstentions: _____

Absent: _____

Signed this 11th day of June, 2018

By:_____
Clerk of Council
Town of Front Royal, Virginia

CERTIFICATE

The undersigned Secretary of the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") certifies as follows:

1. A meeting of the Authority was duly called and held on May 25, 2018 at 8:00 a.m. in the Conference Room at the Authority's offices located at 400D Kendrick Lane, Front Royal, Virginia, pursuant to proper notice given to each Director of the Authority before such meeting. The meeting was open to the public. The time of the meeting and the place at which the meeting was held provided a reasonable opportunity for persons of differing views to appear and be heard.

2. The Chair of the Authority announced the commencement of a public hearing on the application of Warren Memorial Hospital and that a notice of the hearing was published once a week for two successive weeks in each of two newspapers having general circulation in the Town of Front Royal, Virginia and the County of Warren, Virginia (the "Notices"), with the second publication, in each case, appearing not less than seven days nor more than twenty-one days prior to the hearing date. A copy of the Notices, as published, has been filed with the minutes of the Authority and is attached as Exhibit A.

3. A summary of the statements made at the public hearing is attached as Exhibit B.

4. Attached as Exhibit C is a true, correct and complete copy of a resolution (the "Resolution") adopted at such meeting of the Authority by a majority of the Directors present at such meeting. The Resolution constitutes all formal action taken by the Authority at such meeting relating to matters referred to in the Resolution. The Resolution has not been repealed, revoked, rescinded or amended and is in full force and effect on this date.

WITNESS my hand and the seal of the Authority, this 25th day of May, 2018.

Secretary, Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia

[SEAL]

Exhibits:
A - Copies of Certified Notices from Newspapers
B - Summary of Statements
C – Inducement/Bond Resolution

EXHIBIT A TO CERTIFICATE

Copies of Certified Notices from Newspapers

Northern Virginia
The Daily

152 North Holliday Street
Strasburg, VA 22657
540-465-5137

CERTIFICATE OF PUBLICATION

We hereby certify that the attached publication was inserted in regular editions of the Northern Virginia Daily, published at Strasburg, Virginia, the first insertion being on the 11th day of May, 2018, and subsequent insertions on May 18, 2018.

Given under my hand this 18th day of May, 2018.

Northern Virginia Daily

by Debbie C. Fadeley
Debbie C. Fadeley, Advertising Clerk

Total charge for advertising **$485.18**
plus $12 certificate of publication charge

County of Shenandoah
State of Virginia

Subscribed and sworn to before me this 18th day of May, 2018.

Kimberly S. Fauber

Kimberly S Fauber
NOTARY PUBLIC
Commonwealth of Virginia
Reg. # 7526598
My Commission Expires January 31, 2020

NOTICE OF PUBLIC HEARING ON PROPOSED REVENUE BOND FINANCING BY THE INDUSTRIAL DEVELOPMENT AUTHORITY OF THE TOWN OF FRONT ROYAL AND THE COUNTY OF WARREN, VIRGINIA FOR THE BENEFIT OF WARREN MEMORIAL HOSPITAL

Notice is hereby given that the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority"), whose address is 400D Kendrick Lane, Front Royal, Virginia, will hold a public hearing on the application of Warren Memorial Hospital (the "Borrower"), a Virginia nonstock, nonprofit corporation which is organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, for the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds.

The Project will be owned and operated by the Borrower and will be located on an undeveloped tract of 147 acres along Leach Run Parkway in Warren County, Virginia.

All references herein to square footage, number of beds, acreage and any other quantitative measurements are approximations.

The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth of Virginia, the Town of Front Royal, Virginia, the County of Warren, Virginia or any other political subdivision of the Commonwealth of Virginia, including the Authority, and neither the faith and credit nor the taxing power of the Commonwealth of Virginia or any political subdivision thereof will be pledged to the payment of the Bonds.

The public hearing, which may be continued or adjourned, will be held at 8:00 o'clock a.m., or as soon thereafter as the matter may be heard, on Friday, May 25, 2018, before the Authority, in the Conference Room at its offices located at 400D Kendrick Lane, Front Royal, Virginia. Any person interested in the issuance of the Bonds or the location or nature of the proposed Project may appear at the hearing and present his or her views, or submit written comments prior to the hearing to the Executive Director of the Authority, 400D Kendrick Lane, Front Royal, Virginia 22630-2910. Information regarding the Borrower's application is on file and is open for inspection at the Authority's offices located at 400D Kendrick Lane, Front Royal, Virginia, during business hours.

INDUSTRIAL DEVELOPMENT AUTHORITY
OF THE TOWN OF FRONT ROYAL AND THE
COUNTY OF WARREN, VIRGINIA

#3201

The Warren Sentinel

429 North Royal Avenue
Front Royal, VA 22630-1297
Telephone: (540) 635-4174
Fax: (540) 635-7478

CERTIFICATE OF PUBLICATION

I certify that the following advertisement in the cause of:

Order of Publication

Notice of Public Hearing on proposed revenue bond financing by the Industrial Development Authority of the town of Front Royal and the County of Warren, Virginia for the benefit of Warren Memorial Hospital

appeared in The Warren Sentinel, a weekly newspaper published on Thursday in the County of Warren, Virginia, with a general circulation of approximately 4,000 in the areas of Front Royal and Warren County, Virginia. The advertisement ran in this newspaper on the following date:

May 10, and 17, 2018

Randy Arrington, **Editor/GM**

STATE OF VIRGINIA, AT LARGE, COUNTY OF WARREN, to-wit:

Subscribed and sworn to before me this **17th day of May 2018** by the managing editor as being the truth to the best of his knowledge and belief.

My Commission expires the 31st day of January 2020.

Name: Brenda G. Deans

My Notary I.D# is: 286653

The War
429 North
Front Royal,
Telephone:
Fax: (54

CERTIFICATE

I certify that the followi

Order

Notice of Public Hearing on proposed reve
Authority of the town of Front Royal and the
Memo

appeared in The Warren Sentinel, a weekly ne
Virginia, with a general circulation of approximat
Virginia. The advertisement ran

May 1

NOTICE OF PUBLIC HEARING ON PROPOSED REVENUE BOND FINANCING BY THE INDUSTRIAL DEVELOPMENT AUTHORITY OF THE TOWN OF FRONT ROYAL AND THE COUNTY OF WARREN, VIRGINIA FOR THE BENEFIT OF WARREN MEMORIAL HOSPITAL

Notice is hereby given that the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority"), whose address is 400D Kendrick Lane, Front Royal, Virginia, will hold a public hearing on the application of Warren Memorial Hospital (the "Borrower"), a Virginia nonstock, nonprofit corporation which is organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, for the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds.

The Project will be owned and operated by the Borrower and will be located on an undeveloped tract of 147 acres along Leach Run Parkway in Warren County, Virginia.

All references herein to square footage, number of beds, acreage and any other quantitative measurements are approximations.

The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth of Virginia, the Town of Front Royal, Virginia, the County of Warren, Virginia or any other political subdivision of the Commonwealth of Virginia, including the Authority, and neither the faith and credit nor the taxing power of the Commonwealth of Virginia or any political subdivision thereof will be pledged to the payment of the Bonds.

The public hearing, which may be continued or adjourned, will be held at 8:00 o'clock a.m., or as soon thereafter as the matter may be heard, on Friday, May 25, 2018, before the Authority, in the Conference Room at its offices located at 400D Kendrick Lane, Front Royal, Virginia. Any person interested in the issuance of the Bonds or the location or nature of the proposed Project may appear at the hearing and present his or her views, or submit written comments prior to the hearing to the Executive Director of the Authority, 400D Kendrick Lane, Front Royal, Virginia 22630-2910. Information regarding the Borrower's application is on file and is open for inspection at the Authority's offices located at 400D Kendrick Lane, Front Royal, Virginia, during business hours.

INDUSTRIAL DEVELOPMENT AUTHORITY
OF THE TOWN OF FRONT ROYAL AND THE
COUNTY OF WARREN, VIRGINIA

STATE OF VIRGINIA, AT LARGE, COUNTY OF WARREN, to-wit:

Subscribed and sworn to before me this 17th day of May 2018 by the managing editor as being the truth to the best of his knowledge and belief.

My Commission expires the 31st day of January 2020.

Name: Bonita G. Deans

My Notary I.D# is: 286653

EXHIBIT B TO CERTIFICATE

Summary of Statements

Representatives of Warren Memorial Hospital and McGuireWoods LLP, Bond Counsel, appeared before the Authority to explain the proposed financing. No one appeared in opposition to the proposed bond issue.

EXHIBIT C TO CERTIFICATE

Resolution of the Authority

RESOLUTION OF THE INDUSTRIAL DEVELOPMENT AUTHORITY OF THE TOWN OF FRONT ROYAL AND THE COUNTY OF WARREN, VIRGINIA AUTHORIZING THE ISSUANCE OF UP TO $60,000,000 REVENUE BONDS FOR THE BENEFIT OF WARREN MEMORIAL HOSPITAL

WHEREAS, the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia, a political subdivision of the Commonwealth of Virginia (the "Authority"), is empowered by the Industrial Development and Revenue Bond Act, Chapter 49, Title 15.2, Code of Virginia of 1950, as amended (the "Act"), to issue its revenue bonds to protect and promote the health and welfare of the inhabitants of the Commonwealth of Virginia (the "Commonwealth") by assisting in the acquisition, construction, equipping, expansion, enlargement and improvement of medical facilities in order to provide modern and efficient medical services to the inhabitants of the Commonwealth;

WHEREAS, the Authority has received a request from Warren Memorial Hospital (the "Borrower"), a corporation which is organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), requesting that the Authority issue its revenue bonds in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds;

WHEREAS, the Authority issues revenue bonds on behalf of the County of Warren, Virginia (the "County") and the Town of Front Royal, Virginia (the "Town");

WHEREAS, all components of the Project will be located entirely within the County;

WHEREAS, preliminary plans for the Project have been described to the Authority and a public hearing has been held as required by Section 147(f) of the Code and Section 15.2-4906 of the Act;

WHEREAS, the Borrower has described the benefits of the Project and has requested the Authority to agree to issue the Bonds, pursuant to the Act, in an aggregate principal amount not to exceed $60,000,000, to provide funds to undertake the Project;

WHEREAS, such assistance will induce the Borrower to remain in the Commonwealth and benefit the inhabitants of the County and the Commonwealth through the promotion of their health and welfare;

WHEREAS, the issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth, the County or the Town, and neither the faith and credit nor the taxing power of the Commonwealth or any political subdivision thereof will be pledged to the payment of the Bonds;

WHEREAS, the foregoing arrangements will be reflected in the following documents (the "Financing Documents"):

(a) the Bond Purchase Agreement, to be dated as of the date of the sale of the Bonds (the "Bond Purchase Agreement"), among B.C. Ziegler and Company, acting on behalf of itself and Merrill Lynch, Pierce, Fenner and Smith Incorporated (collectively, the "Underwriters"), the Authority and the Borrower;

(b) the Trust Agreement, to be dated as of August 1, 2018 or such other date as shall be mutually agreed to by the parties thereto (the "Trust Agreement"), between the Authority and Regions Bank, as Bond Trustee (the "Bond Trustee"), the provisions of which relate to the issuance of and security for the Bonds;

(c) the Loan Agreement, to be dated as of August 1, 2018 or such other date as shall be mutually agreed to by the parties thereto (the "Loan Agreement"), between the Authority and the Borrower, pursuant to which the Authority will loan the proceeds of the Bonds to the Borrower, and the Borrower will agree to repay such loan and to pay certain other amounts as set forth therein;

(d) the Supplemental Indenture for Obligation No. 22, to be dated as of August 1, 2018 or such other date as shall be mutually agreed to by the parties thereto (the "Supplemental Indenture"), among the Borrower, Winchester Medical Center ("Winchester"), Shenandoah Memorial Hospital, Hampshire Memorial Hospital, Inc., Page Memorial Hospital and Regions Bank, as successor master trustee (the "Master Trustee"), supplementing the Master Trust Indenture, dated as of September 1, 1986, between Winchester and the Master Trustee;

(e) Obligation No. 22, to be dated the date of its delivery, issued by the Borrower pursuant to the Supplemental Indenture and delivered to the Authority and assigned by the Authority to the Bond Trustee; and

(f) the Preliminary Official Statement (the "Preliminary Official Statement"), relating to the Bonds;

WHEREAS, (a) no member of the Board of Directors of the Authority is an officer or employee of the County or the Town, (b) each member has, before entering upon his or her duties during his or her present term of office, taken and subscribed to the oath prescribed by Section 49-1 of the Code of Virginia of 1950, as amended, and (c) at the time of their appointments and at all times thereafter, including the date hereof, all of the members of the Board of Directors of the Authority have satisfied the residency requirements of the Act; and

WHEREAS, no member of the Board of Directors of the Authority has any personal interest or business interest in the Borrower or the Bonds or has otherwise engaged in conduct prohibited under the State and Local Government Conflict of Interests Act, Chapter 31, Title 2.2 of the Code of Virginia of 1950, as amended, in connection with this resolution or any other official

action of the Authority in connection therewith (except a member who abstained from and has not participated in any actions by the Authority on this Project or the Bonds).

After careful consideration and in furtherance of the public purposes for which the Authority was created, **NOW, THEREFORE, BE IT RESOLVED BY THE INDUSTRIAL DEVELOPMENT AUTHORITY OF THE TOWN OF FRONT ROYAL AND THE COUNTY OF WARREN, VIRGINIA:**

1. It is hereby found and determined that the financing of the Project will promote the health and welfare of the Commonwealth, the County, the Town and their inhabitants, will be in the public interest and will be consistent with the purposes of the Act and that an allocation of 100% of the principal amount of the Bonds to the County and 0% to the Town bears a reasonable relationship to the respective benefits received by such entities from the issuance of the Bonds.

2. To induce the Borrower to remain in the Commonwealth, and particularly in the County, the Authority hereby agrees to assist the Borrower in financing the Project by undertaking the issuance of the Bonds, and authorizes and approves the issuance of the Bonds in an aggregate principal amount of up to $60,000,000. The Bonds shall be substantially in the form set forth in the Trust Agreement. The Bonds shall be issued as fully registered bonds in denominations authorized by the Trust Agreement. Payments of principal of and interest on the Bonds shall be made by the Bond Trustee to the registered owners of the Bonds in such manner as is set forth in the Trust Agreement. The Bonds shall be subject to redemption prior to maturity at the times, upon the terms and conditions and at the prices set forth in the Trust Agreement.

3. It having been represented to the Authority that it is necessary to proceed immediately with the financing of the acquisition, construction, equipping and furnishing of the Project, and the planning therefor, the Authority agrees that the Borrower may proceed with plans for the financing of the acquisition, construction, equipping and furnishing of the Project, enter into contracts for construction, materials, equipment and services for the acquisition, construction, equipping and furnishing of the Project, and take such other steps as it may deem appropriate in connection with the acquisition, construction, equipping and furnishing of the Project; provided, however, that nothing in this resolution shall be deemed to authorize the Borrower to obligate the Authority without its consent in each instance to the payment of any moneys or the performance of any acts in connection with the Project or any portion thereof. The Authority agrees that the Borrower may be reimbursed from the proceeds of the Bonds for all expenditures and costs so incurred by it, provided such expenditures and costs are properly reimbursable under the Act and applicable federal laws.

4. The Bonds and the Financing Documents are approved in substantially the forms on file with the Authority, with such changes, insertions or omissions (including, without limitation, changes of the dates thereof) as do not adversely affect the interests of the Authority, as may be approved by the Chair or the Vice Chair of the Authority, whose approval shall be evidenced conclusively by the execution and delivery of the Bonds and the Financing Documents to which the Authority is a party; provided, however, that (a) the aggregate principal amount of the Bonds shall not exceed $60,000,000 and (b) the final maturity date of the Bonds shall be no later than January 1, 2050.

5. The execution of the Bonds and the execution, delivery and performance by the Authority of the Financing Documents to which it is a party are hereby authorized. Upon their execution in the form and manner set forth in the Trust Agreement, the Bonds shall be deposited with the Bond Trustee for authentication, and the Bond Trustee is hereby authorized and directed to authenticate the Bonds and deliver the Bonds to the Underwriters against payment therefor.

6. The Authority hereby approves the sale of the Bonds to the Underwriters in a negotiated sale at a purchase price which may include an underwriting discount and original issue discount or premium, subject to the approval of the Chair or Vice Chair of the Authority, as conclusively evidenced by the execution of the Bond Purchase Agreement by the Authority.

7. The Chair and the Vice Chair of the Authority, either of whom may act, are hereby each authorized to execute and deliver, on behalf of the Authority, the Bonds and the Financing Documents to which the Authority is a party, and the Secretary and any Assistant Secretary of the Authority is hereby authorized to affix the seal of the Authority to the Bonds and, if required, the Financing Documents to which the Authority is a party and to attest such seal. The signatures of the Chair, the Vice Chair, the Secretary and the Assistant Secretary and the seal of the Authority may be by facsimile. Each officer of the Authority is authorized to execute and deliver on behalf of the Authority such instruments, documents or certificates, and to do and perform such things and acts, as such officer deems necessary or appropriate to carry out the transactions authorized by this resolution or contemplated by the Bonds, the Financing Documents or such other instruments, documents or certificates, and all of the foregoing, previously done or performed by such officers of the Authority, are in all respects hereby approved, ratified and confirmed.

8. The Authority hereby approves the use and distribution of the Preliminary Official Statement in connection with the sale of the Bonds, and the Official Statement (the "Official Statement"), in substantially the form of the Preliminary Official Statement, with such changes as are necessary to reflect the maturities, redemption provisions and interest rates of the Bonds, is hereby approved. The Chair or Vice Chair is hereby authorized to execute, on behalf of the Authority, the Official Statement, in substantially such form, together with such changes, modifications and deletions as the Chair or Vice Chair, with the advice of counsel, may deem necessary or appropriate; and such execution shall be conclusive evidence of the approval thereof by the Authority. The Chair or Vice Chair is hereby further authorized to determine, and to certify or otherwise represent, on behalf of the Authority, when the Preliminary Official Statement is to be "deemed final" (except for permitted omissions) and when the Official Statement is a "final official statement" for purposes of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended. The Authority hereby approves and authorizes the distribution and use of copies of the Official Statement, the Trust Agreement and the Loan Agreement by the Underwriters in connection with such sale.

9. At the request of the Borrower, the Authority approves McGuireWoods LLP as Bond Counsel in connection with the issuance of the Bonds.

10. All fees, costs and expenses incurred in connection with the Project and the issuance of the Bonds, including the costs and expenses of the Authority and the fees and expenses of Bond Counsel, counsel to the Authority, counsel to the Borrower, counsel to the Bond Trustee and the Master Trustee, and counsel to the Underwriters, shall be paid by the Borrower or, to the

extent permitted by applicable law, from the proceeds of the Bonds. If for any reason the Bonds are not issued, it is understood that all such fees, costs and expenses shall be paid by the Borrower and that the Authority shall have no responsibility therefor. If the Bonds are issued, a onetime administrative fee in the amount of $240,000 shall be paid to the Authority by the Borrower or, to the extent permitted by applicable law, from the proceeds of the Bonds on the date of closing. Neither the Authority (including its officers, directors, employees and agents) nor the County nor the Town shall be liable, and each hereby disclaims all liability to the Borrower and all other persons or entities, for any damages, direct or consequential, resulting from the failure of the Authority to issue the Bonds for any reason.

11. In adopting this resolution the Authority intends to take "official action" toward the issuance of the Bonds and to evidence its "official intent" to reimburse from the proceeds of the Bonds any expenditures paid by the Borrower to finance the acquisition, construction, equipping and furnishing of the Project before the issuance of the Bonds, all within the meaning of regulations issued by the Internal Revenue Service pursuant to Sections 103 and 141 through 150 and related sections of the Code.

12. The Borrower, by acceptance of this resolution, agrees to indemnify and save harmless the Authority, its officers, directors, employees and agents from and against all liabilities, obligations, claims, damages, penalties, losses, costs and expenses in any way connected with (a) the Project, (b) any application submitted by the Borrower or (c) the issuance of the Bonds.

13. Regions Bank is hereby appointed Bond Trustee for the Bonds.

14. Each of the Chair and the Secretary of the Authority is hereby appointed as an Authority Representative under and within the meaning of the Loan Agreement, with full power to carry out the duties set forth therein.

15. The Authority recommends that the Mayor and Town Council of the Town (the "Town Council") and the Board of Supervisors of the County (the "Board of Supervisors") approve the issuance of the Bonds and irrevocably allocate 100% of the principal amount of the Bonds to the County and 0% to the Town.

16. The officers of the Authority are hereby authorized and directed to deliver to the Town Council and the Board of Supervisors (a) a reasonably detailed summary of the comments expressed at the public hearing held with respect to the issuance of the Bonds, (b) a fiscal impact statement concerning the Project, and (c) a copy of this resolution, which constitutes the recommendation of the Authority that the Town Council and the Board of Supervisors approve the financing of the Project and the issuance of the Bonds by the Authority and irrevocably allocate 100% of the principal amount of the Bonds to the County and 0% to the Town.

17. The Bonds may not be issued pursuant to this resolution until such time as the issuance of the Bonds has been approved by both the Town Council and the Board of Supervisors, respectively, and this resolution is made expressly contingent upon such approvals.

18. Neither the directors of the Authority nor any person executing the Bonds shall be liable personally on the Bonds by reason of the issuance thereof. No director, member, officer, employee or agent of the Authority shall incur any personal liability with respect to any other

action taken by such person pursuant to the Bonds, the Financing Documents or the Act, or any of the transactions contemplated thereby.

19. The approval of the issuance of the Bonds does not constitute an endorsement to prospective purchasers of the Bonds or the creditworthiness of the Project or the Borrower. The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth or the Town or the County, and neither the faith and credit nor the taxing power of the Commonwealth or any political subdivision of the Commonwealth, including the County and the Town, will be pledged to the payment of the Bonds. Neither the Commonwealth of Virginia nor any political subdivision thereof, including the Town, the County and the Authority, shall be obligated to pay the Bonds or the interest thereon or other costs incident thereto, except from the revenues and money pledged therefor.

20. This resolution shall take effect immediately upon its adoption.

ADOPTED this 25th day of May, 2018.

CERTIFICATE

The resolution set forth above was adopted at during an open meeting at a regular meeting of the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") all in accordance with law, by the following votes:

Aye: Greg Drescher, Chairman; Bruce Drummond, Vice Chairman, William Bigg Gray Blanton; Tom Patteson; Ron Llewellyn

Absent: Mark Baker

Nay: None

Abstentions: None

The undersigned Secretary of the Authority certifies that the foregoing is a true, correct and complete copy of a resolution adopted by a majority of the Directors of the Authority present and voting during an open meeting at a meeting duly called and held on May 25, 2018, at which a quorum was present, in accordance with law, and that such resolution has not been repealed, revoked, rescinded or amended but is in full force and effect on this date.

WITNESS the following signature and seal of the Authority this 25th day of May, 2018.

Secretary of the Industrial Development Authority of the Town of Front Royal and County of Warren, Virginia

[S E A L]

FISCAL IMPACT STATEMENT
FOR PROPOSED BOND FINANCING

Date: May 25, 2018

Name of Applicant: Warren Memorial Hospital
Facility: New 36 Bed Acute Care Hospital
Leach Run Parkway
Warren County, Virginia

1.	Maximum amount of financing sought	$ 60,000,000
2.	Estimated taxable value of the facility's real property to be constructed in the municipality	N/A
3.	Estimated real property tax per year using present tax rates	N/A
4.	Estimated personal property tax per year using present tax rates	N/A
5.	Estimated merchants' capital tax per year using present tax rates	N/A
6.	(a) Estimated dollar value per year of goods that will be purchased from Virginia companies within the locality	$ 2,458,000
	(b) Estimated dollar value per year of goods that will be purchased from non-Virginia companies within the locality	$ 5,010,000
	(c) Estimated dollar value per year of services that will be purchased from Virginia companies within the locality	$ 6,362,000
	(d) Estimated dollar value per year of services that will be purchased from non-Virginia companies within the locality	$ 9,251,000
7.	Estimated number of regular employees on year round basis	313.8 Full-Time Equivalents
8.	Average annual salary per employee	$ 70,667

Chair, Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia

If one or more of the above questions do not apply to the facility indicate by writing N/A (not applicable) on the appropriate line.

May 25, 2018

Mayor and Town Council of
Town of Front Royal, Virginia
102 E. Main Street
Front Royal, VA 22630

Industrial Development Authority of
the Town of Front Royal and the County of Warren, Virginia
Proposed Financing for the benefit of Warren Memorial Hospital

Warren Memorial Hospital (the "Borrower"), a Virginia nonstock corporation and a corporation organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), has requested that the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") recommend approval by the Mayor and Town Council of the Town of Front Royal, Virginia (the "Town Council") of the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds.

As set forth in the resolution of the Authority attached hereto, the Authority has agreed to issue the Bonds as requested. The Authority has conducted a public hearing on the proposed financing of the Project and has recommended that you approve the issuance of the Bonds as required by Section 147(f) of the Code and Section 15.2-4906 of the Code of Virginia of 1950, as amended (the "Virginia Code").

Attached hereto are: (1) a certificate evidencing the conduct of the public hearing and the action taken by the Authority; (2) the Fiscal Impact Statement required pursuant to Virginia Code Section 15.2-4907; and (3) the form of resolution suggested by counsel to evidence your approval.

Secretary, Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia

RESOLUTION OF THE MAYOR AND TOWN COUNCIL OF THE TOWN OF FRONT ROYAL, VIRGINIA WITH RESPECT TO INDUSTRIAL DEVELOPMENT AUTHORITY FINANCING FOR WARREN MEMORIAL HOSPITAL

WHEREAS, the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") has considered the application of Warren Memorial Hospital (the "Borrower"), a Virginia nonstock corporation and a corporation organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), requesting the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds, and has held a public hearing in connection therewith on May 25, 2018;

WHEREAS, Section 147(f) of the Code provides that both the governmental unit having jurisdiction over the area in which any facility financed with the proceeds of private activity bonds is located and the governmental unit on behalf of which such bonds are issued must approve the issuance of such bonds after a public hearing;

WHEREAS, the Authority issues its bonds on behalf of both the Town of Front Royal, Virginia (the "Town") and the County of Warren, Virginia (the "County") and the facility of the Borrower described above will be located in the County;

WHEREAS, the Mayor and Town Council of the Town (the "Council") constitutes the highest elected governmental unit of the Town;

WHEREAS, the Authority has recommended that the Council approve the issuance of the Bonds; and

WHEREAS, a copy of the Authority's resolution approving the issuance of the Bonds, a certificate of the public hearing and a Fiscal Impact Statement have been filed with the Council;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Town of Front Royal, Virginia that:

1. The Council approves the issuance of the Bonds by the Authority for the benefit of the Borrower, as required by Section 147(f) of the Code and Section 15.2-4906 of the Code of Virginia of 1950, as amended, to permit the Authority to assist in the financing of the Project.

2. The approval of the issuance of the Bonds does not constitute an endorsement to a prospective purchaser of the Bonds or the creditworthiness of the Bonds or the Borrower.

3. The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth of Virginia, the Town or the County, and neither the faith and credit nor the taxing power of the Commonwealth of Virginia or any political subdivision thereof, including the Town or the County, will be pledged to the payment of the

Bonds or the interest thereon or other costs incident thereto. Neither the Commonwealth of Virginia nor any political subdivision thereof, including the Town, the County and the Authority, shall be obligated to pay the Bonds or the interest thereon or other costs incident thereto, except from the revenues and money pledged therefor.

4. The Council hereby irrevocably allocates 100% of the principal amount of the Bonds to the County and 0% to the Town and acknowledges and agrees that such designation bears a reasonable relationship to the respective benefits to the County and the Town from the issuance of the Bonds.

5. This resolution shall take effect immediately upon its adoption.

ADOPTED this 11th day of June, 2018.

CERTIFICATION OF ADOPTION OF RESOLUTION

The undersigned Clerk of the Town Council of the Town of Front Royal, Virginia hereby certifies that the Resolution set forth above was adopted during an open meeting on June 11, 2018 by the Town Council, the votes being recorded as follows:

Aye: _____

Nay: _____

Abstentions: _____

Absent: _____

Signed this 11th day of June, 2018

By: _____
Clerk of Council
Town of Front Royal, Virginia

May 25, 2018

Board of Supervisors of the
County of Warren, Virginia
220 North Commerce Avenue
Suite 100
Front Royal, VA 22630

Industrial Development Authority of
the Town of Front Royal and the County of Warren, Virginia
Proposed Financing for the benefit of Warren Memorial Hospital

Warren Memorial Hospital (the "Borrower"), a Virginia nonstock corporation and a corporation organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), has requested that the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") recommend approval by the Board of Supervisors of the County of Warren, Virginia (the "Board of Supervisors") of the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds.

As set forth in the resolution of the Authority attached hereto, the Authority has agreed to issue the Bonds as requested. The Authority has conducted a public hearing on the proposed financing of the Project and has recommended that you approve the issuance of the Bonds as required by Section 147(f) of the Code and Section 15.2-4906 of the Code of Virginia of 1950, as amended (the "Virginia Code").

Attached hereto are: (1) a certificate evidencing the conduct of the public hearing and the action taken by the Authority; (2) the Fiscal Impact Statement required pursuant to Virginia Code Section 15.2-4907; and (3) the form of resolution suggested by counsel to evidence your approval.

Secretary, Industrial Development Authority of the
Town of Front Royal and the County of Warren,
Virginia

RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF WARREN, VIRGINIA WITH RESPECT TO INDUSTRIAL DEVELOPMENT AUTHORITY FINANCING FOR WARREN MEMORIAL HOSPITAL

WHEREAS, the Industrial Development Authority of the Town of Front Royal and the County of Warren, Virginia (the "Authority") has considered the application of Warren Memorial Hospital (the "Borrower"), a Virginia nonstock corporation and a corporation organized under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"), requesting the issuance by the Authority of up to $60,000,000 of its revenue bonds at one time or from time to time in one or more series (the "Bonds") to assist the Borrower in (a) paying a portion of the costs of acquiring, constructing, equipping and furnishing a new three-story, 175,000 square foot general acute care hospital to be initially licensed for 36 beds (the "Project"), (b) funding a portion of the interest accruing on the Bonds during the construction of the Project and for a period not exceeding one year after completion of such construction, and (c) paying certain costs and expenses in connection with the authorization, issuance and sale of the Bonds, and has held a public hearing in connection therewith on May 25, 2018;

WHEREAS, Section 147(f) of the Code provides that both the governmental unit having jurisdiction over the area in which any facility financed with the proceeds of private activity bonds is located and the governmental unit on behalf of which such bonds are issued must approve the issuance of such bonds after a public hearing;

WHEREAS, the Authority issues its bonds on behalf of both the Town of Front Royal, Virginia (the "Town") and the County of Warren, Virginia (the "County") and the facility of the Borrower described above will be located in the County;

WHEREAS, the Board of Supervisors of the County (the "Board of Supervisors") constitutes the highest elected governmental unit of the County;

WHEREAS, the Authority has recommended that the Board of Supervisors approve the issuance of the Bonds; and

WHEREAS, a copy of the Authority's resolution approving the issuance of the Bonds, a certificate of the public hearing and a Fiscal Impact Statement have been filed with the Board of Supervisors;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE COUNTY OF WARREN, VIRGINIA that:

1. The Board of Supervisors approves the issuance of the Bonds by the Authority for the benefit of the Borrower, as required by Section 147(f) of the Code and Section 15.2-4906 of the Code of Virginia of 1950, as amended, to permit the Authority to assist in the financing of the Project.

2. The approval of the issuance of the Bonds does not constitute an endorsement to a prospective purchaser of the Bonds or the creditworthiness of the Bonds or the Borrower.

3. The issuance of the Bonds, as requested by the Borrower, will not constitute a debt or pledge of the faith and credit of the Commonwealth of Virginia, the Town or the County, and neither the faith and credit nor the taxing power of the Commonwealth of Virginia or any political subdivision thereof, including the Town or the County, will be pledged to the payment of the Bonds or the interest thereon or other costs incident thereto. Neither the Commonwealth of Virginia nor any political subdivision thereof, including the Town, the County and the Authority, shall be obligated to pay the Bonds or the interest thereon or other costs incident thereto, except from the revenues and money pledged therefor.

4. The Board of Supervisors hereby irrevocably allocates 100% of the principal amount of the Bonds to the County and 0% to the Town and acknowledges and agrees that such designation bears a reasonable relationship to the respective benefits to the County and the Town from the issuance of the Bonds.

5. This resolution shall take effect immediately upon its adoption.

ADOPTED this 19th day of June, 2018.

CERTIFICATION OF ADOPTION OF RESOLUTION

The undersigned Clerk of the Board of Supervisors of the County of Warren, Virginia hereby certifies that the Resolution set forth above was adopted during an open meeting on June 19, 2018 by the Board of Supervisors, the votes being recorded as follows:

Aye: _____

Absent: _____

Nay: _____

Abstentions: _____

Signed this 19th day of June, 2018

By: _____
Clerk of Board of Supervisors

10

Town of Front Royal, Virginia
Council Agenda Statement

Item No. 10

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPROVAL – Budget Amendment to Create a Separate Departmental Budget for Community Development

Summary: Council is requested to approve a FY19 Budget Amendment to create a separate departmental budget for Community Development in the amount of $41,500 to be used to retain a graphic artist, create a newsletter to send to businesses, create additional brochures that would be geared toward businesses, and other expenses associated with Community Development.

Budget/Funding: The Town currently has $87,396.96 that has been carried forward for Community Development. A portion of funds previously set aside that have been carried forward on purchase order#28285 could be used to fund the new departmental budget.

1000-3510110 – G/F Appropriated Funds Forward	- $41,500.00
1206-43002 – C/D Professional Services	-$25,000.00
1206-43007 – C/D Printing & Binding	- $5,000.00
1206-43007 – C/D Advertising	-$1,000.00
1206-45201 – C/D Postal Services	-$1,500.00
1206-45401 – C/D Office Supplies	-$500.00
1206-45411 – C/D Books & Subscriptions	-$500.00
1206-45412 – C/D Furniture & Fixtures	-$1,000.00
1206-45413 – C/D Other Operating Expense	-$1,000.00
1206-45504 – C/D Travel & Education	-$4,500.00
1206-45801 – C/D Dues & Memberships	-$1,500.00

Attachments: Proposed Budget Overview for Community Development

Meetings: Work Session held June 4, 2018

Staff Recommendation: Approval ✓ Denial_____

Proposed Motion: **I move that Council approve a FY19 Budget Amendment in the amount of $41,500 to create a separate departmental budget for Community Development be used to retain a graphic artist, create a newsletter to send to businesses, create additional brochures that would be geared toward businesses, and other expenses associated with Community Development.**

ROLL CALL VOTE REQUIRED

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance

*To be clear and concise, motions should be made in the positive

Approved By: JW

	- Community Development	
Account	**Name**	**FY19 Proposed**
43002	Professional Services	25,000
43006	Printing & Binding	5,000
43007	Advertising	1,000
45201	Postal Services	1,500
45401	Office Supplies	500
45411	Books & Subscriptions	500
45412	Furniture & Fixtures	1,000
45413	Other Operating Expenses	1,000
45504	Travel & Education	4,500
45801	Dues & Memberships	1,500
	Total Operating Expenses	**$ 41,500**
	Total - Department	**$ 41,500**
	Annual Adopted Budget	**-**
	Amended Budget Amount	**$ -**
	Difference from actual vs amended	

11

Town of Front Royal, Virginia
Council Agenda Statement

Item No. 11

Meeting Date: June 11, 2018

Agenda Item: COUNCIL APPOINTMENT – Planning Commission

Summary: Council is requested to appoint a member to the Front Royal Planning Commission to an unexpired term ending August 31, 2019.

Budget/Funding: None

Attachments: None

Meetings: Interviews

Staff Recommendation: Approval ✓ Denial_____

Proposed Motion: **I move that Council appoint _____ to the Front Royal Planning Commission to an unexpired term ending August 31, 2019 and effective July 1, 2018.**

*Note: Motions are the formal & final proposal of Council, proposed motions are offered by Staff for guidance
*To be clear and concise, motions should be made in the positive

Approved By: JW