

KIRKSVILLE CITY COUNCIL **NEWSLETTER . . .**

Mari E. Macomber, City Manager
April 15, 2015

SUBJECTS:

**MISSOURI MEDICAID EXPANSION
PUBLIC MEETINGS
REGIONAL PLANNING COMMISSION MEETING
TIF PAYMENTS
WATER RATE ANALYSIS
FOUNDERS DAY EVENT
MISSOURI OFFICE OF ADMINISTRATION
PERSONNEL UPDATE
FIRE DEPARTMENT EVENT
BANNERS
REVENUE PROTECTION PLAN
APPLIANCE PICK UP AND SHOW ME GREEN
EAST PATTERSON STREET PROPERTY
NEW BUSINESSES IN TOWN
APRIL 20 PUBLIC SERVICE COMMISSION HEARING
TOTAL SOLAR ECLIPSE COMING IN AUGUST 2017**

MISSOURI MEDICAID EXPANSION

Although Missouri has opted out of expanding Medicaid eligibility since 2012, the Missouri Budget Project and Missouri Hospital Association are not giving up without a fight. 2016 is the last year States can opt into the federal dollars for low income uninsured adults. Both Mayor Detweiler and Mayor Pro Tem Moritz have been asked to speak in favor of Missouri choosing to opt into the program. Though the City Council has no legislative authority over whether or not this happens, the Council has established economic development as a top priority. The Council is asked to discuss this issue and determine if there is a consensus among the Council on this issue. Included as attachments to this Newsletter are notes taken from a meeting regarding Medicaid Expansion in Missouri by the City's Human Resources Department, and the Executive Summary of a report prepared by the University of Missouri School of Medicine, the Department of Health Management and Informatics and Dobson DaVanzo & Associates, LLC.

PUBLIC MEETINGS

The City Clerk has been providing notices to the public when she is aware of events where there may be at least three members of the City Council present. She asked Tom Durkin, Public Education Director with the Attorney General's Office, if a notice was required. Mr. Durkin provided the following language highlighting the section that refers to what is **NOT** a public meeting.

(5) "Public meeting", any meeting of a public governmental body subject to sections 610.010 to [610.030](#) at which any public business is discussed, decided, or public policy formulated, whether

such meeting is conducted in person or by means of communication equipment, including, but not limited to, conference call, video conference, internet chat, or internet message board. **The term "public meeting" shall not include an informal gathering of members of a public governmental body for ministerial or social purposes when there is no intent to avoid the purposes of this chapter**, but the term shall include a public vote of all or a majority of the members of a public governmental body, by electronic communication or any other means, conducted in lieu of holding a public meeting with the members of the public governmental body gathered at one location in order to conduct public business;

Mr. Durkin noted that social gatherings and ministerial functions are not public meetings and, therefore, do not require posting notice, but went on to say that, it is generally helpful to advise the media of a gathering where a quorum of the body is present so there will be no cause for misunderstanding the nature of the gathering. As City Council members it is important that you refrain from having discussions related to public business when you are attending a social function or some other event where there is a quorum of the City Council present.

REGIONAL PLANNING COMMISSION MEETING

The Northeast Missouri Regional Planning Commission and Rural Development Corporation will hold their Annual Spring General Membership Open Meeting on Tuesday, April 28, 2015 in the Education Hall at the Knox County Community Center in Edina, Missouri. The doors open @ 5:30 p.m., dinner will start @ 6:00 p.m. and the General Membership open meeting will start @ 6:30 p.m. The Region "C", Northeast Missouri Solid Waste Management District, Council Membership Open Meeting will be immediately following the RPC/RDC Membership Open Meeting. Election of officers and further business will be conducted at both meetings. Please let Vickie Brumbaugh know if you wish to attend by this Friday, April 17.

TIF PAYMENTS

After the start of the fiscal year, City staff must determine the amount of Economic Activity Taxes (EATS) owed from each of those local governmental entities that collects sales tax within the City (City, County and Ambulance District). There are two TIFs, the Downtown TIF and the South 63 TIF. The Downtown TIF will receive approximately \$66,000 with the City of Kirksville contributing 73% of this and the balance coming from the Ambulance District. The South 63 TIF will receive less than \$500. The County will not be contributing to either.

WATER RATE ANALYSIS

In preparation for the 2016 Annual Budget for the City, the City has issued a request for quotation (RFQ) for an analysis of the City's water rates, or more specifically, a detailed analysis of cost of service by class of customer for a three-tiered rate structure. Thus far, the City has received a quote from Carl Brown Consulting. Once a sufficient number of quotes have been received, a vendor selected, and the water rate analysis conducted, the City will report their findings, along with a recommendation, to the Council. The City will update the Council as more information becomes available regarding the City's water rates.

FOUNDERS DAY EVENT

The Friends of Forest Llewellyn had planned to hold another Founders Day Event by recognizing another Kirksville resident, buried in the cemetery. John Musik. However due to time constraints this will not be possible and will postponed until 2016. The group will however proceed with the dedication ceremony on May 17 when the Sons of Union Veterans will honor five Civil War veterans whose stones will be set this weekend. Family members in-state and out of state have been notified and will be in attendance.

MISSOURI OFFICE OF ADMINISTRATION

Included with this Newsletter is a letter from the State of Missouri that says effective July 1 of this year they will not be able to pay for their leases, janitorial contracts or utilities due to being underfunded. There are a few leased spaces in Kirksville which will affect the landlords directly. The City's ordinance requires the landlord to make the payment for water and sewer. This situation may change before the end of the legislative session.

PERSONNEL UPDATE

Glenn Balliew accepted the position of Public Works Director. We will be reviewing current Airport staff to determine best candidate for an Airport Foreman position (with council approval) to assist Glenn with the day to day operations of the Airport which will result in the hiring of a new Airport Operator. Len Kollars will continue to supervise Water and Wastewater Treatment under Glenn's direction. We are hiring seasonal persons to work in Public Works, Airport and Parks and Recreation. Many seasonal employees are returning. Armstrong Teasdale has assigned a new Tax Attorney, Scott Hunt to assist us in terminating our 401a plans. Scott has already sent us a preliminary memo requesting additional information and we have forward that information. The wellness committee is sponsoring a bowling tournament in April, a blood drive in May and are recruiting employees to play on a City of Kirksville co-ed recreational softball team. Phil Drescher will review aggregate results of our biometric screening and our year to date claims status at the May 18 study session. We will also discuss the possibility of moving our biometric screenings to October.

FIRE DEPARTMENT EVENT

The Kirksville Fire Department hosted an 8 hour CPS Technician refresher class on Tuesday April 7th, 2015 from 9 a.m. to 5 p.m. where we recertified 12 technicians. Eight of them were Kirksville Fire Department personnel and 4 others from Carrolton, Brookfield and Knox counties. After the training, they hosted a 24 hour CPS Technician class that ran 3 days from April 8th, 9th & 10th 8 a.m. to 5 p.m. Only one KFD Fireman attended along with 8 others from all over Missouri. The class was provided by Missouri Coalition for Roadway Safety and Sponsored by NRMC and Kirksville Motors. Lunch was provided for class everyday by Domino's, Pagliai's, Hy-Vee, Pizza Hut and Steve's Deli. The class was a huge success not only because we certified new technicians but our own reserve firefighter Mike Robinson completed his Instructor Candidate requirements at this class and is now a CPS Instructor. At present, Joe Schilling, Interim Battalion Chief is the only other Instructor in this MODOT District 2 Area. Mike will

serve as Joe's backup for this program and become part of our Instructor team for Missouri. On behalf of the Department, our participation in this program is made possible through support from our Council, thank you for supporting this program and keeping all our children safe.

BANNERS

The Office of Tourism has supplied 10 banner brackets that she will give us to place on the 10 light poles located along Franklin Street from Jefferson Street North to Washington Street. These banner brackets will allow community organizations, such as the Kirksville Arts Association, to submit a request using our Special Event Application Form to have banners hung for a period of 30 days on these brackets. This removes the necessity to hang banners between buildings, which could potentially damage the structures they are attached to via the brackets used to hang the banners. A change to policy to allow for the use of the light poles and eliminate the use of the private buildings will be presented to the Council on April 20. The single banner that the City hangs for ATSU across Jefferson Street at Elson will still be allowed.

REVENUE PROTECTION PLAN

Schneider Electric has submitted their Revenue Protection Plan for the 4th Quarter of 2014, or water meter report, as part of the City's contract with Schneider Electric. The report is a summary of water consumption in the City for the 4th Quarter of 2014. Please see the Revenue Protection Plan for the 4th Quarter of 2014 as an enclosure to this Newsletter.

APPLIANCE PICK UP AND SHOW ME GREEN

The annual used appliance pick up will be held during the week of April 20 - 24. Perfect Metals USA, our local recycling company at 3602 Industrial Road, will again provide pickup of any appliances for our residences. Household appliances eligible for pick up include: refrigerators, freezers, stoves, ovens, air conditioning units, washers, dryers, dishwashers, furnaces, hot water heaters and space heaters. Also in conjunction with this service, the City is again participating in the Show-ME Green sales tax holiday event which will run from 12:01 a.m. on April 19, through midnight April 25, the City, along with the State of Missouri and Adair County will exempt the sales tax collection on qualifying appliances. City sales taxes will be exempted on the sale of certain energy star certified appliances. Only appliances that have been approved by the US Environmental Protection Agency and the US Department of Energy, and display the energy star label, are eligible for exemption from sales tax during this holiday. Up to a \$1,500 exemption per appliance will be allowed on the following items: clothes washers and dryers, water heaters, dishwashers, air conditioners, furnaces, refrigerators, freezers and heat pumps.

EAST PATTERSON STREET PROPERTY

During the April 6, 2015 Council Meeting, during the Citizen Participation portion, a citizen brought a property on East Patterson Street to the attention of the Council. The citizen believed that something should be done to cleanup this property. The City has inspected the property and reported the following to the citizen:

1. The tires must be picked up and we will require the owner to do that.
2. There is a very small amount of loose trash that we will ask to be picked up, also.
3. The ground is bushes and trees. We do not control bushes and trees unless they are a sight distance problem or interfering with road signs. This is all agricultural land per the Adair County Assessor's assessment. Agricultural land includes bushes and trees. I would consider this a natural wooded area; therefore, nothing else would have to be done.
4. The clean fill that is in a pile is there to make a crossing in the ditch. At the time it was placed, they could not get close enough to the ditch because it was too wet. The owner has not yet hired someone to push this to a crossing site. We will ask him to do this within a reasonable time frame.

NEW BUSINESSES IN TOWN

Kirksville Regional Economic Development, Inc. (K-REDI) and the City have worked with a small business from Illinois that will be relocating to Kirksville and employing up to seven employees within five years. K-REDI and the City will be announcing the details of this project relatively soon. Additionally, a new business has opened on the south side of the Downtown Square: KJ's Boutique.

APRIL 20 PUBLIC SERVICE COMMISSION HEARING

According to the Missouri Public Service Commission (PSC), the Judge for an evidentiary hearing scheduled for April 20, 2015 in the basement conference room of City Hall has decided to have some security present. The PSC will notify us if they decide to do so. This is due to a complainant from a previous meeting who stated that an evidentiary hearing was an occasion on which he would "leave the guns at home," which suggested that he had considered bringing "the guns" with him.

TOTAL SOLAR ECLIPSE COMING IN AUGUST 2017

On August 21, 2017, Missourians will witness a total solar eclipse. This will be the first total solar eclipse to touch the United States since the 1990s and the first to cover it coast-to-coast since 1918. As it crosses the U.S., Missouri is the first state where it crosses main population centers (Kansas City, Columbia, Jefferson City and St. Louis.) This information has been sent to the Tourism office with the thought that it could be considered as a tourism event. To find out more visit: www.missourieclipse2017.org.

Attachments:

- House of Representatives Budget Cuts to Office of Administration's Leasing Budget
- Regional Airport Profits Report For March 2015
- Medicaid Expansion Information
- Notification from Colton's to Truman of Intent to Serve Alcohol
- Pictures from the Fire Department Training
- Adair County Humane Society March 2015 Shelter Report

Enclosure

- Revenue Protection Plan



Jeremiah W. (Jay) Nixon
Governor

State of Missouri
OFFICE OF ADMINISTRATION
Post Office Box 809
Jefferson City, Missouri 65102
Phone: (573) 751-1851
Fax: (573) 751-1212

Doug Nelson
Commissioner

March 16, 2015

Kirksville-Treasurer
201 S. Franklin
Kirksville, MO 63501-3514

RE: House of Representatives Budget Cuts to Office of Administration's Leasing Budget

To Whom It May Concern:

Please be informed that the Missouri House of Representatives has voted to reduce the House Bill 13 "leasing budget" by over 5% from the Governor's recommended budget. With that cut, effective July 1, 2015 the Office of Administration will not have the necessary appropriated funds to **make payments to our Lessors, and payments to the janitorial contractors and utility companies** for state owned and leased facilities as set forth in our contracts; which are, however, subject to the availability of appropriated funds.

Although not final, this reduction is of serious concern to the Office of Administration and should this reduction continue through the entire budget process, it will require us to make some tough decisions as we move forward. This impact will be statewide and could impact nearly all state owned and lease locations. Some contracts may have to be cancelled entirely and others cut in order to stay within the reduced appropriations level.

Given this development, we believed it was necessary you were made aware of the situation as expeditiously as possible. We will keep you apprised as the budget process moves through the Senate.

Thank you for your continued professionalism and willingness to work so efficiently with the Office of Administration. We certainly appreciate the business relationship.

Sincerely,

A handwritten signature in black ink, appearing to read "Doug Nelson", written over a horizontal line.

Doug Nelson
Commissioner

Cc: Linda Luebbering, State Budget Director
Cathy Brown, Facilities Management, Design & Construction Director

Airport Profits Report for March 2015.

The numbers below are reached using the Kirksville City Finance Monthly Airport Report. The number of gallons sold is multiplied by price given for the fuel and subtracted from the dollar amount collected.

The actual profit margin per gallon will not equate to the customer price minus the cost per gallon. Per city policy, customer discounts, volume discounts, along with credit card fees, Av-Trip promotional points, contract into plane sales and fluctuating prices based on regional markets are all subtracted from or added to the profit equation.

Type/Date/Amount/ Per Load	Cost Per Gal with Tax	Customer Cost Before discounts and fees	Amount of Gallons Sold	Average Profits per Gallon	Total Profits
100LL received 12/16/14. 8204 gallons. Cost: \$26,296.53	\$3.38	4.79	7945	\$1.30	\$10,394.00 *Estimated
Jet-A received 12/15/14. 7745 gallons. Cost: \$21,254.67	\$2.74	\$3.99	5311	\$.91	\$4874.00 *Estimated
Hanger/Storage Rentals					\$2550.00
Landing Fees					\$3040.00
Aviation Oil					\$6.50
Miscellaneous					6.50
Terminal Rent/Lease					\$700.00
Total Profits					\$21,564.50

Note: * Estimated: Fuel profits are estimated and not always 100% accurate. This is due to new load pricing, fuel from previous load still in trucks, mixing of loads in pit tanks and pricing updates to remain competitive in the region. The airport staff maintains accurate data on loads and price changes and the numbers above should be accurate to +/- 10%.

January Profits \$24,723.17	February Profits \$19,833.78	March Profits \$21,564.50		

Yearly Profit Total to Date: \$66,121.45

NOTES FROM Pat Meredith, Human Resources Director: *The top legislative priority for 2015 should be expanding Medicaid eligibility in the state and restructuring Medicaid to make it more efficient. Even if you don't like Obamacare failure to expand Medicaid is going to be damaging to Missouri hospitals if it is not expanded because hospitals no longer receive Federal funding from the Federal Government. Those funds have been redirected to fund expansion of Medicare benefits. Northeast Regional Medical Center has reported a loss of between four to seven million dollars per year since 2012.*

Medicaid expansion would expand Medicaid to people with incomes up to 138 percent of the federal poverty rate, or \$32,913 for a family of four. If it passes, it would increase the number of eligible Missourians by 300,000. As part of the Affordable Care Act, the federal government has agreed to pick up the tab for the expansion costs for the first three years and then slowly decrease to paying for 90 percent of the additional costs. Missouri is one of 22 states that did not approve Medicaid expansion, missing out on \$4 billion a year in federal funding.

Tens of thousands of working Missourians can't qualify for basic healthcare, and 877,000 currently have no health insurance at all (one in seven Missourians). Missouri makes it harder than almost any other state to qualify for Medicaid. Under today's rules, a single mother of two can't qualify for basic healthcare through Medicaid if she makes anything more than \$3,504 per year, or 18 percent of the poverty line.

Expanding Medicaid will save hundreds of millions of dollars for Missouri in the long run. If we don't expand Medicaid, Missouri hospitals will continue to lose federal funding, which would force 40 to 50 percent of the state's rural hospitals to close.

Expanding Medicaid will mean thousands of jobs in Missouri – more than 24,000 in the first year, according to a University of Missouri study.

Expanding Medicaid is affordable. The national healthcare reform law provides more than \$8 billion for Missouri, and Missouri won't have to pay anything until 2017 and only 10 percent of the expansion costs after that.

One thing not presented but brought up by Dr. Early who attended the meeting was that Medicaid fees for services have not increased since the 1900's. Doctor's cannot afford to treat to many Medicaid patients now because they cannot cover their overhead. It is important that part of the Medicaid reform include at the very minimum increasing fees for services at least as high as fees approved by Medicare.

EXECUTIVE SUMMARY

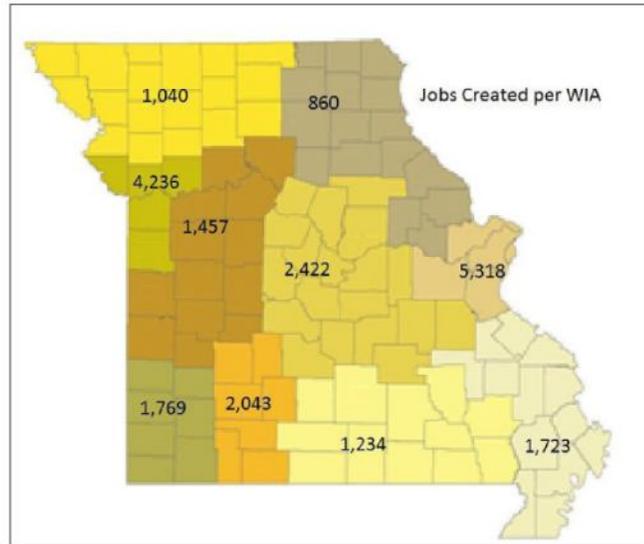
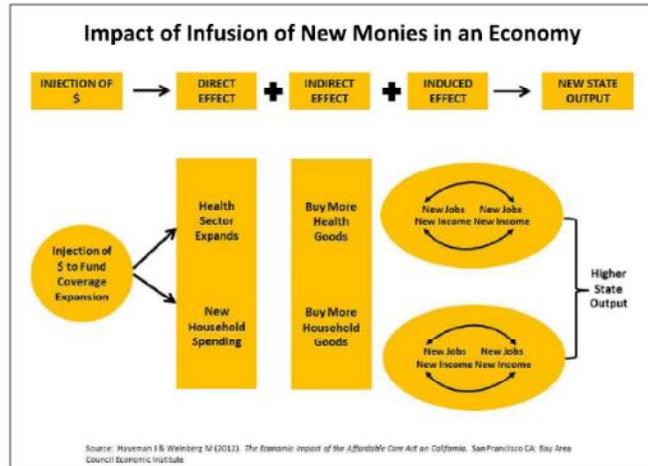
This report estimates the potential impact of Medicaid expansion on Missouri, if the state elects to opt in to the Medicaid expansion under the Patient Protection and Affordable Care Act (ACA). It is critical that, as this decision on whether or not to participate is made, state law and policymakers thoroughly consider the impact on the number of individuals insured, the state budget and the potential change in Missouri's employment rate.

Current Impact of the Uninsured Population on Missouri

- increased cost of private insurance premiums
- increased cost of public programs, such as Medicare and Medicaid
- inefficient use of emergency department resources
- loss of work productivity

Job Creation and Labor Income

- **Increased Jobs:** Expansion of Medicaid in Missouri is projected to generate an additional 24,008 jobs in Missouri in 2014. In one year, this is more than the employment of Missouri's 10 Fortune 500 companies in the state. It also is 12.8% of the total unemployment number in Missouri in 2011.
- **Increased Payroll:** Labor income in the state is projected to increase by nearly \$7 billion during the period 2014 to 2020.
- **Increased GSP:** In 2011, the Missouri gross state product (GSP) was \$249.5 billion. If Missouri participates in the Medicaid expansion, it has the potential of adding another \$9.6 billion in value-added output to the economy from 2014-2020 (an approximate 0.53% increase to the total GSP).
- **Total Impact:** The total effects (direct, indirect and induced) of the original \$8.6 billion Medicaid expansion is an additional \$9.6 billion of value-added output to the state.
- **Increased Tax Revenue:** The Medicaid expansion will generate \$856 million in additional state and local taxes from 2014 to 2020 and \$1.4 billion in federal taxes due to the increase in jobs and economic activity, for a total tax collected of \$2.3 billion.

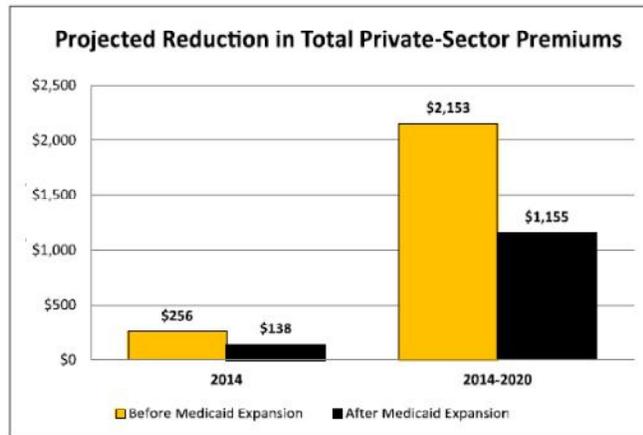


Effect of Medicaid Expansion on Private Insurance Premiums

Cost Shift

A cost shift occurs when some payers underpay hospitals and other health care providers relative to the costs of providing care. These costs may then be passed on to private payers in the form of higher premiums.

- Given no change, the average private insurance premium for a family of four in Missouri was \$12,754 in 2010 and is projected to cost \$14,992 in 2014.
- Of the growth in Missouri insurance premiums from 2010 to 2014, cost shifting from the uninsured represents \$434 of this growth.
- When the full effects of Medicaid expansion are realized, the elimination of cost shifting means a family of four could expect to save \$1,688 due to reduced premiums over the period 2014-2020, and an individual would save \$610 over this time frame
- Across the period 2014-2020, privately insured individuals and families could potentially save nearly \$1 billion due to reductions in premiums.



Summary:

Medicaid expansion would be highly beneficial to the Missouri economy and its citizens.



**1116 COUNTRY CLUB DR.
KIRKSVILLE, MO 63501**

Email: coltons628@cableone.net

Phone: 660-665-6336

Fax: 660-665-3159

4-9-15

Dr. Paino

My name is Troy Pinkerton and I am the owner of Colton's in Kirksville. We have been asked to provide beer and wine for Crystal Leaver's wedding that will be taking place in June on the Truman campus. I have received a go ahead approval email from Crystal and another email from Truman allowing us to do this. In order for me to get the liquor license I have to send you a letter stating what we are doing. That is the purpose of this letter. I will be sending a copy to the city for their records as well. If there any issues please email me at coltons628@cableone.net or call me at 6606265032.

Thank you for your time in this matter.

Respectfully,

A handwritten signature in black ink, appearing to read "Troy Pinkerton".

Troy Pinkerton

Cc. City of Kirksville



ADAIR COUNTY HUMANE SOCIETY

P.O. Box 481

Kirkville, Missouri 63501

April 5, 2015

REC'D APR 8 - 2015

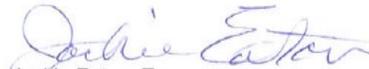
TO: Kirkville City Manager

FROM: Adair County Humane Society

RE: March Shelter Report

4

Brought In (City)	Dogs	7
	Cats	8
	Puppies	0
	Kittens	0
Euthanized (City)	Dogs	1
	Cats	4
	Puppies	0
	Kittens	0
Brought to Shelter Dead	Dogs	0
	Cats	1
	Kittens	0
	Others	4
Returned to Owner	Dogs	1


Jackie Eaton, Treasurer