

Missouri
Department
of Transportation



Pete K. Rahn, Director

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November 23, 2009

Mr. Jan Blase
City Manager
203 E. Main Street
Neosho, MO 64850

Dear Mr. Blase:

On February 27, 2008, the Missouri Highways and Transportation Commission (**Commission**) provided a State Transportation Assistance Revolving (**STAR**) Fund Loan to the City of Neosho in the amount of **\$895,100** for the purpose of financing the construction of a two-phase hangar project at the Hugh Robinson Memorial Airport. In recent days, the City, through public communications and interviews with local newspapers, has declared that, aside from approximately **\$100,000** of the STAR loan amount, it has spent some, if not all, of the remaining STAR loan proceeds for City purposes unrelated to the financing of the construction of the two-phase hangar project at the Hugh Robinson Memorial Airport.

State law authorizes the Commission to administer the STAR Fund loan program. This letter is to notify the City that the Commission, as part of its duty to administer the financial assistance that was provided to the City under the STAR Fund loan program, intends to review all City records as they pertain to the **\$895,100** STAR loan proceeds. Someone from Missouri Department of Transportation staff will be contacting you this week to make arrangements to perform the review.

Please direct your response and future inquiries regarding this matter to Ms. Brenda Morris, Director of Resource Management Division, 105 West Capitol, P.O. Box 270, Jefferson City, MO 65102-0270.

Sincerely,

Brian Weiler
Director of Multimodal Operations

cc Mr. Jeff Werneke, Mayor
Mr. Robert Blackwood, City Director of Finance
Ms. Audrey Covey, City Clerk
Mr. Steven Hays, City Attorney

Mr. Pete Rahn
Ms. Roberta Broeker
Ms. Brenda Morris
Ms. Rebecca Baltz



Ms. [Name]

[Address]

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