

City of Moberly City Council Agenda Summary

Agenda Number: _____
 Department: Finance
 Date: October 20, 2025

Agenda Item: A Resolution Authorizing The City Manager To Execute An Engagement Letter With Standard & Poor’s For A Bond Rating For The City.

Summary: The City currently pays a bond of approximately \$40,000 per year. This is a DNR requirement related to the closure of the landfill caused by the downgrade of the City’s credit rating due to the Mamtek failure in 2011. This performance bond is required since the City does not have an updated credit rating issued by a recognized rating agency, such as S&P or Moody’s.

The City obtained cost information from both S&P and Moody’s for the bond rating process. S&P’s is a \$15,000 one-time fee. Moody’s charged a fee of \$4,500 for a confidential rating or \$6,000 for a public rating, plus an annual \$3,000 cost to maintain the rating.

We recommend doing the \$15,000 rating through S&P. This will eliminate the requirement of the \$40k annual bond if the rating meets the appropriate investment level required by DNR.

Recommended

Action: Approve signature of the engagement letter.

Fund Name: Solid Waste

Account Number: 110.033.5802

Available Budget \$: 15,000

| ATTACHMENTS: | | Roll Call | Aye | Nay |
|------------------------|------------------------------|--------------------------|--------|--------|
| ___ Memo | ___ Council Minutes | Mayor | | |
| ___ Staff Report | ___ Proposed Ordinance | M___ S___ Lucas | ___ | ___ |
| ___ Correspondence | <u>x</u> Proposed Resolution | Council Member | | |
| ___ Bid Tabulation | ___ Attorney’s Report | M___ S___ Kimmons | ___ | ___ |
| ___ P/C Recommendation | ___ Petition | M___ S___ McKeown | ___ | ___ |
| ___ P/C Minutes | ___ Contract | M___ S___ Graff | ___ | ___ |
| ___ Application | ___ Budget Amendment | M___ S___ Skubic | ___ | ___ |
| ___ Citizen | ___ Legal Notice | | Passed | Failed |
| ___ Consultant Report | ___ Other _____ | | | |