



**CABRERA CAPITAL
MARKETS**

MUNICIPAL MARKET UPDATE

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Last Wednesday's FOMC meeting saw the Committee hold the target range steady at 3.50%–3.75%, as expected. The tone of the meeting was largely balanced, with policymakers acknowledging continued progress on inflation while reiterating that inflation remains somewhat elevated and that future policy decisions will remain data dependent. President Trump announced his intent to nominate Kevin Warsh to succeed Jerome Powell as Chair of the Federal Reserve when Powell's term expires in May 2026. Warsh, a Fed Governor from 2006 to 2011, has historically been considered an interest rate 'hawk', but in recent months voiced support for lower interest rates. Also making headlines over the weekend, a partial federal government shutdown commenced following a lapse in funding authority, affecting a limited set of non-essential federal operations.

In light of the FOMC meeting, primary issuance in the municipal market was muted last week. Treasuries steepened over the course of the week. Lipper reported \$2.06 billion in fund inflows for the week ending January 29, up from \$994 million the prior week as demand continued to be supportive of the market. The SIFMA Municipal Swap Index reset to 2.28%, up from the previous week of 1.31%.

Looking ahead, this week's economic releases include the JOLTS report, Initial Jobless Claims, and the January employment report. Market participants will continue to monitor developments in Washington related to federal funding negotiations.

INTEREST RATE SNAPSHOT

MMD 1-Week Change				UST 1-Week Change			
Term	30-Jan	23-Jan	Change (bps)	Term	30-Jan	23-Jan	Change (bps)
2-year	2.18	2.21	-3	2-year	3.52	3.6	-8
5-year	2.24	2.28	-4	5-year	3.79	3.84	-5
10-year	2.63	2.66	-3	10-year	4.26	4.24	2
20-year	3.97	3.98	-1	20-year	4.82	4.78	4
30-year	4.29	4.29	0	30-year	4.87	4.82	5

Municipal bond issuance is projected to reach approximately \$8.7 billion this week. Cabrera will serve as Co-Manager on El Paso County Community College District's Combined Fee Revenue Refunding Bonds, Series 2026.

Some of the week's largest transactions include the following:

- \$635.2 million Build NYC Resource Corporation Revenue Bonds (RiverSpring Health Senior Living Project), Series 2026 (NR)
- \$575.0 million Chicago Transit Authority Second Lien Sales Tax Revenue Project and Refunding Bonds, Series 2026A&B (-A+/-/AA-)
- \$343.2 million San Diego County Regional Transportation Commission Sales Tax Revenue Bonds, Series 2026A (-AAA/AAA/-)



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NOTABLE DEALS LAST WEEK

- The City of Yonkers, New York (Underlying A2/A+/NR/NR) (Cabrera Co-Manager) priced \$178 million General Obligation Bonds across three tax-exempt series and one taxable series using AGM insurance for maturities 2029 and longer. Following premarketing on Monday, the transaction entered the market with spreads unchanged for all four series. The transaction was met with significant demand, garnering over \$1 billion in orders with maturities anywhere from 1-10.5 times oversubscribed. The tax-exempt series were bumped 2-10 basis points for all maturities excluding the 2027 uninsured maturity. The taxable series spreads were lowered 2-6 basis points 2030 and longer.
- Rockwall County, Texas (NR/AA+/AAA/NR) priced \$45 million Limited Tax Permanent Improvement Bonds. The transaction was structured through 20 years with a 10-year call. Spreads were bumped 2-8 basis points throughout excluding 2038-2040.



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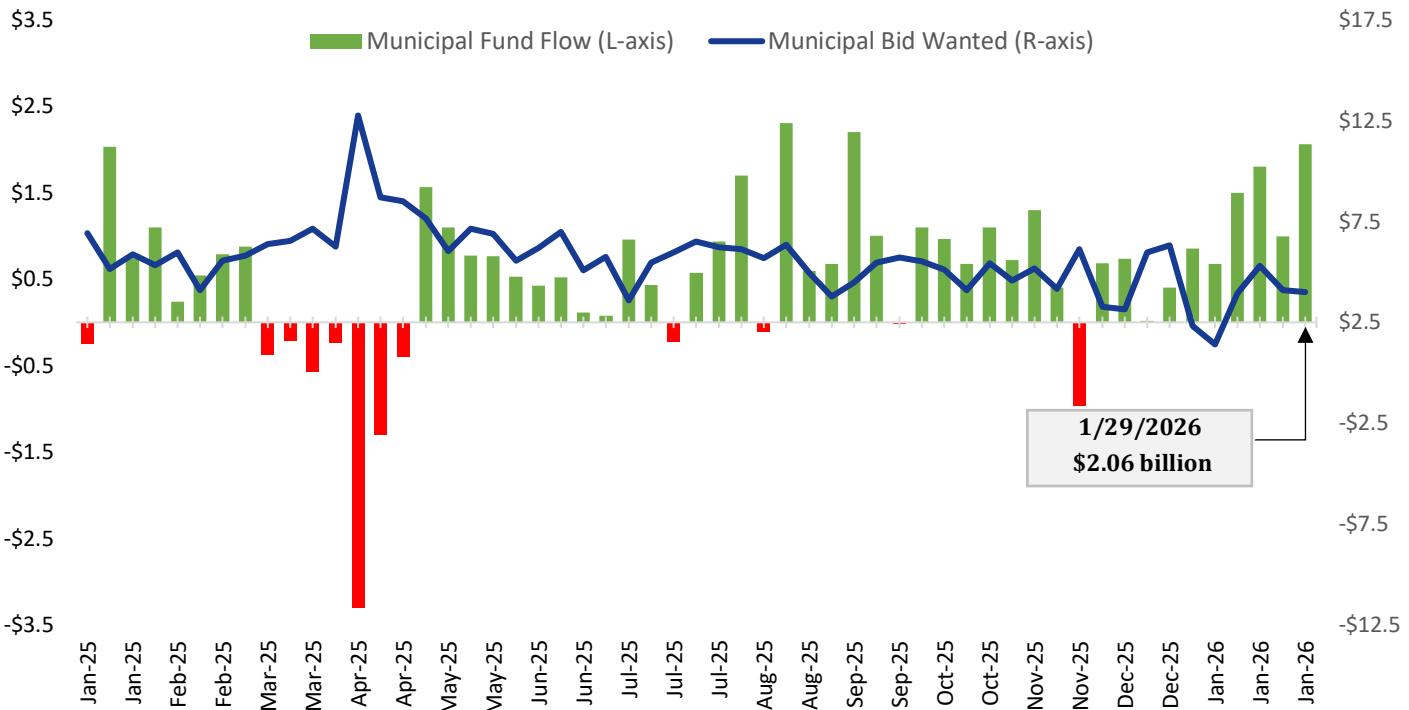


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MUNICIPAL FUND FLOWS

Week 1/23/2026 - 1/29/2026 saw inflows of \$2.06 billion

Source: Lipper, Bloomberg



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NOTABLE FIXED-RATE NEW ISSUE RESULTS FROM LAST WEEK

City of Yonkers NY Call Date 2/1/2034 Tax-Exempt \$178,450,000 A2/A+/NR/NR *AGM Insured 2029-2046 A1/AA <i>Cabrera served as Co-Manager</i>				Rockwall County TX Call Date 2/1/2036 Tax-Exempt \$45,930,000 NR/AA+/AAA/NR			



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UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
635.270	Build NYC Resource Corporation	NY	Revenue Bonds (RiverSpring Health Senior Living)
575.000	Chicago Transit Authority	IL	Second Lien Sales Tax Receipts Revenue Project and Refunding Bonds
343.275	San Diego County Regional Transportation Commission	CA	Sales Tax Revenue Bonds
316.665	Cherry Creek School District	CO	General Obligation Bonds
300.000	The Port Authority of New York and New Jersey	NY	Consolidated Bonds
	Tarrant County Cultural Education Facilities Finance Corporation	TX	Hospital Revenue Bonds (Baylor Scott & White Health Project)
275.000	Arizona Industrial Development Authority	AZ	Senior National Charter School Revolving Loan Fund Revenue Bonds
273.985	Dallas Independent School District	TX	Multi-Modal Unlimited Tax School Building Bonds
263.360	Olentangy Local School District	DE	Various Purpose Bonds
240.955	City of Cartersville	GA	Water and Sewer Revenue Bonds
203.100	Nebraska Investment Finance Authority	NE	Single Family Housing Revenue Bonds
	Maryland Health and Higher Educational Facilities Authority	MD	Revenue Bonds (MedStar Health Issue)
189.395	Tarrant County Cultural Education Facilities Finance Corporation	TX	Hospital Revenue Bonds (Methodist Hospitals of Dallas)
186.930	Build NYC Resource Corporation	NY	Tax-Exempt Revenue Bonds (Teachers Village Social Impact Mott Haven, LLC Project)
179.455	Fremont Union High School District	CA	General Obligation Bonds
153.190	Virginia Housing Development Authority	VA	Commonwealth Mortgage Bonds
150.000	Indiana Housing and Community Development Authority	IN	Single Family Mortgage Revenue Bonds
122.305	Oxnard Union High School District	CA	General Obligation Bonds
103.990	City of Las Vegas	NV	Various Purpose Revenue Bonds
83.570	El Paso County Community College District*	TX	Combined Fee Revenue Refunding Bonds

*Cabrera will serve as Co-Manager



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ECONOMIC CALENDAR (ALL TIMES IN EST)

Monday	Tuesday	Wednesday	Thursday	Friday
2-Feb	3-Feb	4-Feb	5-Feb	6-Feb
9:45 AM	9:45 AM	8:15 AM	8:30 AM	8:30 AM
U.S. manufacturing PMI	U.S. services PMI	ADP employment	Initial jobless claims	U.S. employment report, U.S. unemployment rate, U.S. hourly wages and Hourly wages year over year
10:00 AM	10:00 AM		10:50 AM	3:00 PM
ISM manufacturing	Job openings and ISM services		Atlanta Fed President Raphael Bostic speaks	Consumer credit
9-Feb	10-Feb	11-Feb	12-Feb	13-Feb
10:50 AM	6:00 AM	8:30 AM	8:30 AM	
Atlanta Fed President Raphael Bostic speaks	NFIB optimism index	Consumer price index, CPI year over year, and Core CPI year over year	Initial jobless claims	None scheduled
	8:30 AM	2:00 PM	10:00 AM	
	Employment cost index, Import price index, Import price index minus fuel, and U.S. retail sales (delayed report)	Monthly U.S. federal budget	Existing home sales	

