CABRERA CAPITAL MARKETS

Municipal Market Update

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Monday, November 2, 2026

Municipal yields declined last week alongside lower Treasury yields, with the AAA MMD scale moving 4 to 13bps lower across the curve and the largest change in the 10-year area. The Federal Reserve held its target range at 3.75%–4.00% on Wednesday, with Governor Lisa Cook and Cleveland Fed President Beth Hammack dissenting in favor of a 25bp hike. Fed funds futures ended the week pricing a 72.8% probability of a 25bp hike at the December 9 meeting and approximately 43bps of cumulative tightening through June 2027. Treasury yields declined in the second half of the week as equity markets moved lower, led by technology stocks, while third-quarter GDP came in above estimates at 3.4% and core PCE inflation was above expectations. Brent crude closed the week near $118. Municipal funds reported $1.7 billion of inflows as the market absorbed roughly $10 billion of supply. On the week, MMD yields fell 7bps in 2-years, 8bps in 5-years, 13bps in 10-years, 8bps in 20-years, and 4bps in 30-years. Treasury yields fell 9bps in 2-years, 9bps in 5-years, 7bps in 10-years, 3bps in 20-years, and 2bps in 30-years, leaving the 2-year, 10-year, and 30-year municipal-to-Treasury ratios near 58%, 69%, and 91%, respectively.

This week, primary-market supply is expected to total approximately $6.9 billion, with $5.4 billion negotiated and $1.5 billion competitive. Cabrera will serve as Co-Senior Manager on the Chicago Public Schools' $346 million issue. The three largest negotiated transactions this week include:

- **$761.9 million City of Houston** Airport System Special Facilities Revenue Bonds (United Airlines, Inc. Terminal Improvement Projects), Series 2026B (AMT)
- **$404.8 million St. Louis Lambert International Airport** Revenue Bonds, Series 2026B (AMT) & Series 2026C
- **$346.0 million Chicago Public Schools** Unlimited Tax General Obligation Bonds (Dedicated Revenues), Series 2026A

Interest Rate Snapshot

MMD 1-Week Change

Term	23-Oct	30-Oct	Change
2-Year	2.73%	2.66%	-7 bps
5-Year	3.06%	2.98%	-8 bps
10-Year	3.52%	3.39%	-13 bps
20-Year	4.50%	4.42%	-8 bps
30-Year	4.85%	4.81%	-4 bps

UST 1-Week Change

Term	23-Oct	30-Oct	Change
2-Year	4.69%	4.59%	-9 bps
5-Year	4.81%	4.72%	-9 bps
10-Year	5.00%	4.93%	-7 bps
20-Year	5.37%	5.34%	-3 bps
30-Year	5.33%	5.31%	-2 bps

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Notable Deals Last Week

Cabrera's Deals

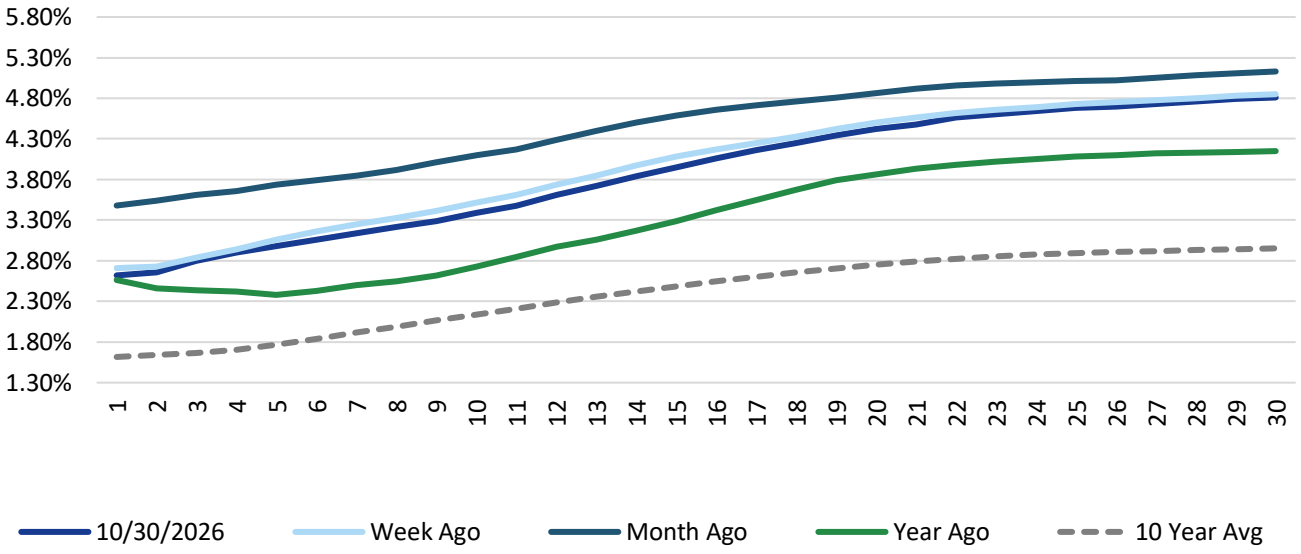
- **North Texas Tollway Authority (Aa3/AA-/NR/NR and A1/A+/NR/NR) (Cabrera Co-Manager) priced $582 million Tax-Exempt System First Tier and Second Tier Revenue and Refunding Bonds.** This deal was on day-to-day status for almost two months with the volatility in the market. The transaction was structured through 2047. The deal was heavily oversubscribed, bumped as much as 15 basis points, and upsized by $70 million.

Other Notable Deals

- **California Health Facilities Financing Authority (Cedars-Sinai Health System) (Aa3/AA-/AA-/NR) priced $1.465 billion in Revenue Bonds.** Spreads were tightened 2-5 basis points through 5 years from premarketing before entering the order period. The deal was oversubscribed throughout. Bumps ranged from 1-15 basis points, with the highest subscription levels in the 15-year area of the curve and the premium 30-year maturity. The deal was upsized to $1.516 billion.
- **New Jersey Transportation Trust Fund Authority (A1/A/A/A+) priced $1.7 billion in Transportation Program Bonds.** The deal is structured through 18 years, with $1.5 billion of the bonds maturing inside of 5 years. Given the volume of bonds in the first several years, those maturities were repriced 2-3 basis points higher in yield, while 6 years and longer were oversubscribed and bumped 5-15 basis points.
- **Socorro Independent School District, Texas (Aaa/NR/NR/NR – PSF, A2/NR/NR/NR) priced $141 million Unlimited Tax Refunding Bonds.** The deal was structured 2038 through 2043. The deal was oversubscribed throughout and bumped 2-3 basis points.
- **Liberty Hill Independent School District, Texas (Aaa/NR/NR/NR – PSF, A1/NR/NR/NR) priced $78 million Unlimited Tax Bonds.** The deal was structured 1-11 years and terms in 2051 and 2058, with over half the bonds maturing in 2058. The deal was oversubscribed throughout with bumps of 4-10 basis points.

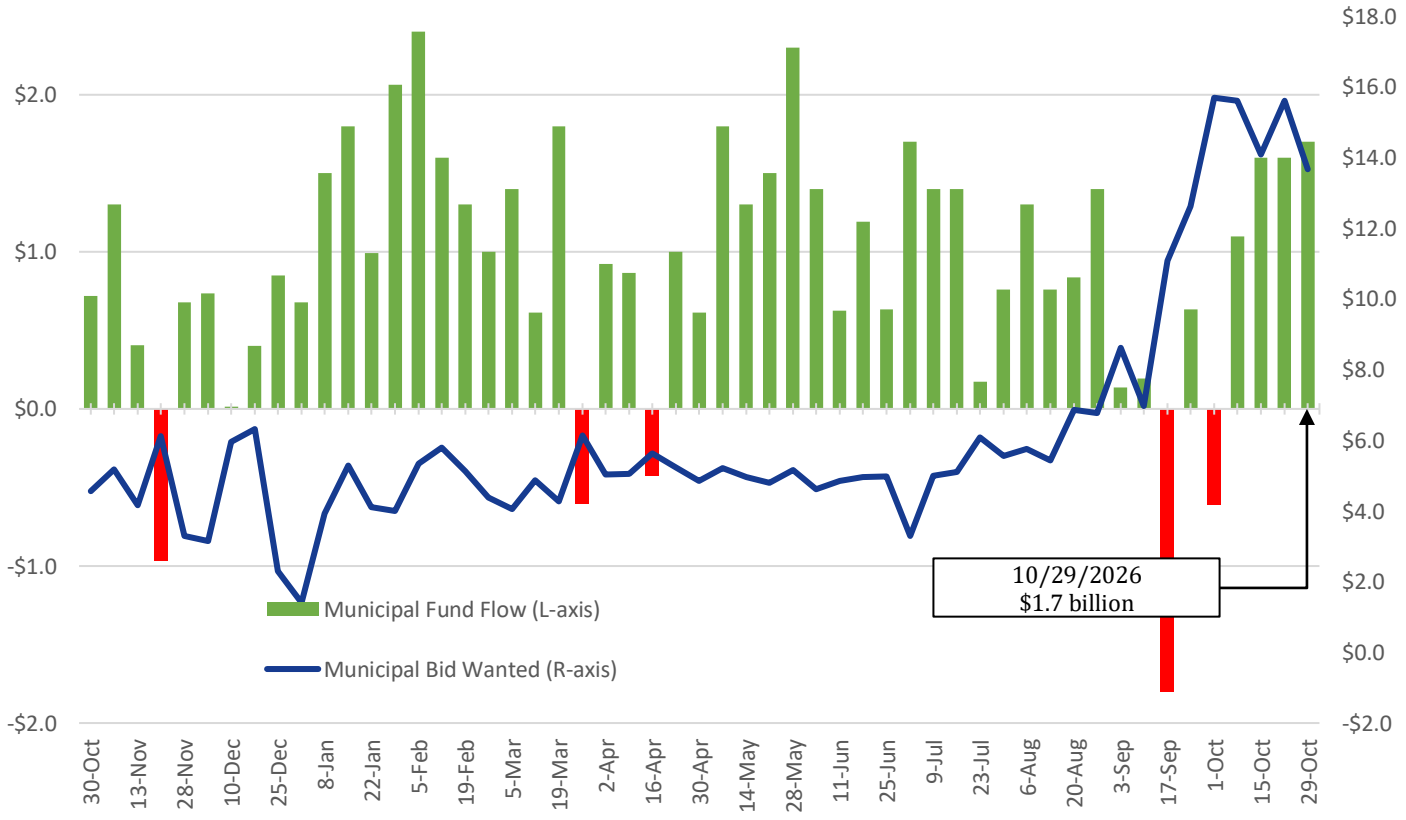
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AAA MMD Curves



Municipal Fund Flows

Week 10/22/2026 – 10/28/2026 saw inflows of $1.7 billion **Source: Lipper, Bloomberg**



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Notable Fixed Rate New Issue Results from Last Week

North Texas Tollway Authority (Second Tier Series 2026B)				California Health Facilities Financing Authority (Cedars-Sinai Health System)				New Jersey Transportation Trust Fund Authority (2026 Series BB)			
TX				**CA**				**NJ**			
Optional call 01/01/36 @ 100.00				**Optional call 08/15/36 @ 100.00**				**Optional call 12/15/36 @ 100.00**			
Tax-Exempt				**Tax-Exempt**				**Tax-Exempt**			
$326,945,000				**$1,516,255,000**				**$1,695,675,000**			
A1/A+/NR/NR				**Aa3/AA-/AA-/NR**				**A1/A/A/A+**			
Cabrera served as Co-Manager											
Maturity	**Coupon**	**Spread**	**Yield**	**Maturity**	**Coupon**	**Spread**	**Yield**	**Maturity**	**Coupon**	**Spread**	**Yield**
				2027	5.00	5	2.69	2027	5.00	45	3.09
				2028	5.00	10	2.75	2028	5.00	45	3.11
				2029	5.00	12	2.91	2029	5.00	46	3.26
				2030	5.00	12	3.01	2030	5.00	44	3.34
				2031	5.00	14	3.14	2031	5.00	41	3.43
2032	5.00	30	3.37	2032	5.00	18	3.29	2032	5.00	38	3.50
2033	5.00	32	3.49	2033	5.00	20	3.40	2033	5.00	38	3.58
2034	5.00	35	3.58	2034	5.00	18	3.45	2034	5.00	35	3.63
2035	5.00	37	3.66	2035	5.00	19	3.53	2035	5.00	31	3.66
2036	5.00	35	3.74	2036	5.00	18	3.62				
2037	5.00	35	3.85	2037	5.00	15	3.68	2037	5.00	26	3.81
2038	5.00	36	3.97	2038	5.25	10	3.77	2038	5.00	28	3.96
2039	5.00	36	4.08	2039	5.25	13	3.91				
2040	5.00	30	4.21	2040	5.25	10	4.01	2040	5.25	30	4.21
2041	5.00	30	4.32	2041	5.25	9	4.11	2041	5.25	30	4.32
2042	5.00	36	4.49	2042	5.25	12	4.25	2042	5.25	30	4.43
2043	5.00	37	4.60	2043	5.25	18	4.41	2043	5.25	30	4.53
2044	5.00	40	4.71	2044	5.25	19	4.50	2044	5.25	30	4.61
2045	5.00	40	4.80	2045	5.25	16	4.56				
2046	5.00	40	4.88	2046	5.25	18	4.66				
				2047	5.50	14	4.68				
				2048	5.50	13	4.75				
				2051	5.50	13	4.86				
				2056	5.50	11	4.96				
				2056	5.00	21	5.06				

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Upcoming Negotiated Calendar

Size ($mm)	Issuer	State	Description
761.945	City of Houston	TX	Airport System Special Facilities Revenue Bonds
404.755	St. Louis Lambert International Airport	MO	Airport Revenue Bonds (Series 2026B AMT & Series 2026C)
346.000	**Chicago Public Schools***	**IL**	**Unlimited Tax General Obligation Bonds**
294.390	Los Angeles Dept. of Water & Power	CA	Water System Revenue Bonds
277.210	Metropolitan Water Dist. of Southern California	CA	Water Revenue Bonds
275.720	City of Colorado Springs	CO	Utilities System Improvement Revenue Bonds (Tax-Exempt)
247.405	Lee County	FL	Water & Sewer Revenue & Refunding Bonds
190.055	Florida Local Government Finance Commission	FL	Revenue Bonds
174.000	North Orange County Community College Dist.	CA	General Obligation Bonds (Election of 2014)
130.000	MD Health & Higher Educational Facilities Auth.	MD	Revenue Bonds (University of Maryland Medical System Issue)
125.745	City of Colorado Springs	CO	Utilities System Improvement Revenue Bonds (Taxable)
121.110	San Joaquin County Transportation Auth.	CA	Measure K Sales Tax Revenue Refunding Bonds
116.725	Washington State Housing Finance Commission	WA	Single-Family Program Bonds (Non-AMT)
99.085	Nevada Housing Division	NV	Single-Family Mortgage Revenue Bonds (Non-AMT)
88.765	Town of Marana	AZ	Pledged Excise Tax Revenue Obligations
72.805	CA Dept. of Veterans Affairs	CA	Home Purchase Revenue Bonds (Non-AMT)
72.800	Massachusetts Development Finance Agency	MA	Revenue Bonds (Babson College Issue)
70.000	Tracy Unified School Dist. Facilities Improvement Dist. No. 3	CA	General Obligation Bonds (Election of 2024)
68.620	City of Huber Heights	OH	General Obligation Bonds (Limited Tax)
67.455	St. Louis Lambert International Airport	MO	Airport Revenue Bonds (Taxable)

*Cabrera will serve as Co-Senior Manager

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Economic Calendar (ET)

Monday	Tuesday	Wednesday	Thursday	Friday
2-Nov	**3-Nov**	**4-Nov**	**5-Nov**	**6-Nov**
	10:00 AM	8:15 AM	8:30 AM	8:30 AM
No Events Scheduled	Job Openings & Labor Turnover Survey and Factory Orders	ADP National Employment Report	Weekly Jobless Claims and Preliminary Productivity & Costs	Employment Report
		10:00 AM	8:50 AM	10:00 AM
		ISM Services PMI	Fed speech: Cleveland Fed President Beth Hammack	U. Michigan Prelim Consumer Survey
9-Nov	**10-Nov**	**11-Nov**	**12-Nov**	**13-Nov**
10:00 AM	6:00 AM		8:30 AM	8:30 AM
Monthly Wholesale Trade	NFIB Small Business Optimism Index	Veterans Day – Bond Market Closed	Weekly Jobless Claims	PPI
10:00 AM	8:30 AM		10:00 AM	
Fed speech: Chicago Fed President Austan Goolsbee	CPI		Existing Home Sales	