CABRERA CAPITAL MARKETS

Municipal Market Update

Public Finance
Tom Rasmussen
Head of Capital Markets & Public Finance
(646) 914-8928
trasmussen@cabreracapital.com

Underwriting
Merita Kulpinski
Director – Lead Municipal Underwriter
(312) 931-6654
mkulpinski@cabreracapital.com

Monday, November 9, 2026

Municipal yields declined for a second straight week alongside lower Treasury yields, with the AAA MMD scale moving 6 to 15bps lower across the curve and the largest declines in the 10- and 20-year area. Treasuries rallied midweek as oil prices fell sharply following the midterm elections and a selloff in equities, led by technology stocks, drove a flight-to-quality bid, with Brent crude closing near $98, down from roughly $118 the prior week. Yields edged higher on Friday after October payrolls came in well above expectations at 165K versus a 70K consensus and the unemployment rate dipped to 4.1%, keeping the Fed's December meeting in focus ahead of this week's CPI release. Municipals outperformed Treasuries from 5 years and longer, with new issues broadly oversubscribed, while fund inflows slowed to $287 million from $1.7 billion the prior week as the market absorbed roughly $9.9 billion of supply. Municipal-to-Treasury ratios ended the week near 58%, 67%, and 89% in 2, 10, and 30 years, respectively, with ratios inside 10 years below their 3-year averages and the 2-year near the low end of its 1-year range.

With the bond market closed Wednesday for Veterans Day, primary-market supply is expected to slow to approximately $5.4 billion, with $4.0 billion negotiated and $1.3 billion competitive. Cabrera will serve as Co-Manager on the Metropolitan Atlanta Rapid Transit Authority's $243 million issue. The three largest negotiated transactions this week include:

- **$762.8 million Commonwealth of Massachusetts** General Obligation Bonds, Consolidated Loan of 2026, Series I & General Obligation Refunding Bonds, 2026 Series D
- **$450.1 million Pennsylvania Housing Finance Agency** Single Family Mortgage Revenue Bonds, Series 2026-155A (Non-AMT) (Social Bonds) & Series 2026-155B (Taxable)
- **$422.0 million City of Riviera Beach Utility Special District** Water and Sewer Revenue Bonds, Series 2026A-1 & Series 2026A-2

Interest Rate Snapshot

MMD 1-Week Change

Term	30-Oct	6-Nov	Change
2-Year	2.66%	2.60%	-6 bps
5-Year	2.98%	2.86%	-12 bps
10-Year	3.39%	3.24%	-15 bps
20-Year	4.42%	4.28%	-14 bps
30-Year	4.81%	4.69%	-12 bps

UST 1-Week Change

Term	30-Oct	6-Nov	Change
2-Year	4.59%	4.52%	-7 bps
5-Year	4.72%	4.65%	-7 bps
10-Year	4.93%	4.86%	-7 bps
20-Year	5.34%	5.30%	-4 bps
30-Year	5.31%	5.27%	-4 bps

CABRERA CAPITAL MARKETS

Notable Deals Last Week

Cabrera's Deals

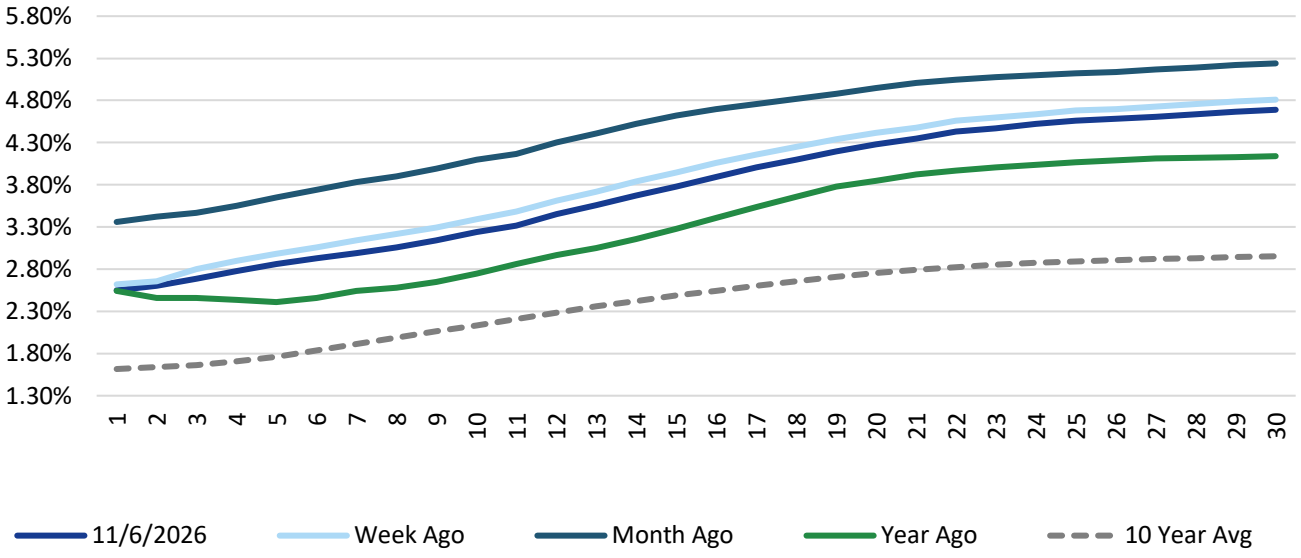
- **Board of Education of the City of Chicago (NR/BB+/NR/BBB-) (Cabrera Co-Senior Manager) priced $375 million Tax-Exempt Unlimited Tax General Obligation Bonds (Dedicated Revenues).** The deal was structured entirely to mature in 2051, using both a premium 7% coupon and a discount 6.375% coupon. The premium coupon structure garnered more demand than the discount structure. The deal was upsized from $350 million, and the premium coupon was bumped 2 basis points.

Other Notable Deals

- **State Public School Building Authority (Commonwealth of Pennsylvania) (Aa3/NR/AA-/NR – PA SD Enhanced, Baa1/NR/BBB-/NR) priced $430 million in School Lease Revenue Refunding Bonds.** The deal was structured entirely inside 10 years. The deal was oversubscribed throughout and bumped 4-7 basis points.
- **City of Houston, Texas (United Airlines, Inc. Terminal Improvement Projects) (NR/BB+/BB+/NR) priced $776 million in AMT Airport System Special Facilities Revenue Bonds.** The deal was structured 9-20 years with an 8-year call. The deal saw its heaviest oversubscription in the 20-year area, where yields were bumped 18 basis points.
- **North Orange Community College District, California (Aa1/AA+/NR/NR) priced $187 million in General Obligation and General Obligation Refunding Bonds.** The deal was heavily oversubscribed and bumped 1-10 basis points.
- **Department of Water and Power of the City of Los Angeles (Aa3/NR/AA-/AA) priced $332 million in Water System Revenue Bonds.** The deal was structured 1-18 years. The deal was oversubscribed throughout with bumps ranging from 2-4 basis points.
- **City of St. Louis, Missouri (NR/AA/NR/AA – Assured Guaranty Insured, A2/NR/A/A) priced $464 million in Tax-Exempt, AMT and Taxable Airport Revenue Bonds.** Each series garnered overwhelming interest, with $4 billion in orders. The tax-exempt series was bumped 10-15 basis points, the AMT series was bumped 12-15 basis points, and the taxable series tightened spreads 4-12 basis points.

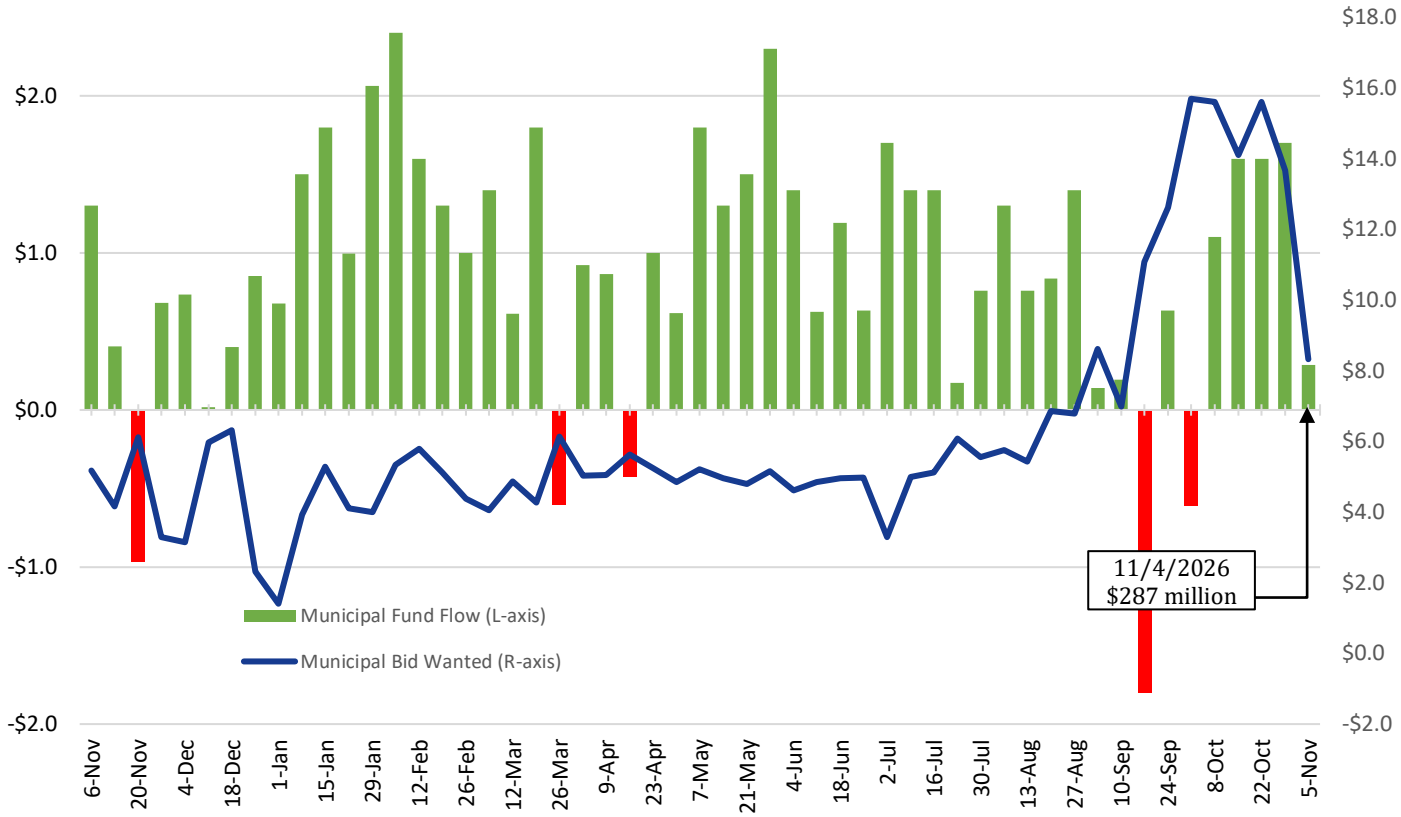
CABRERA CAPITAL MARKETS

AAA MMD Curves



Municipal Fund Flows

Week 10/29/2026 – 11/04/2026 saw inflows of $287 million **Source: Lipper, Bloomberg**



CABRERA CAPITAL MARKETS

Notable Fixed Rate New Issue Results from Last Week

Board of Education of the City of Chicago (Series 2026A)

IL

Optional call 12/01/35 @ 100.00

Tax-Exempt

$375,000,000

NR/BB+/NR/BBB-

Cabrera served as Co-Senior Manager

Maturity	Coupon	Spread	Yield
2051	6.375	190	6.58
2051	7.00	175	6.43

North Orange Community College District (Election of 2014, Series D)

CA

Optional call 08/01/36 @ 100.00

Tax-Exempt

$187,350,000

Aa1/AA+/NR/NR

Maturity	Coupon	Spread	Yield
2/2027	5.00	-30	2.32
8/2027	5.00	-29	2.33
2028	5.00	-30	2.35
2029	5.00	-31	2.48
2030	5.00	-32	2.55
2031	5.00	-33	2.61
2032	5.00	-33	2.69
2033	5.00	-34	2.77
2034	5.00	-34	2.83
2035	5.00	-33	2.92
2036	5.00	-35	2.99
2037	5.00	-31	3.12
2038	5.00	-30	3.27
2039	5.00	-21	3.47
2040	5.00	-22	3.59
2041	5.00	-22	3.70
2042	5.00	-16	3.87
2043	5.00	-10	4.03
2044	5.00	-10	4.12
2045	5.00	-10	4.22
2046	5.00	-10	4.30
2047	5.00	-9	4.37

State Public School Building Authority (School District of Philadelphia Project), Series 2026

PA

Non-callable

Tax-Exempt

$430,395,000

Aa3/NR/AA-/NR

Maturity	Coupon	Spread	Yield
2027	5.00	39	3.01
2028	5.00	38	3.02
2029	5.00	41	3.19
2030	5.00	45	3.30
2031	5.00	49	3.41
2032	5.00	50	3.51
2033	5.00	49	3.59
2034	5.00	52	3.67
2035	5.00	50	3.72
2036	5.00	48	3.79

CABRERA CAPITAL MARKETS

Upcoming Negotiated Calendar

Size ($mm)	Issuer	State	Description
762.825	Commonwealth of Massachusetts	MA	General Obligation & Refunding Bonds
450.120	Pennsylvania Housing Finance Agency	PA	Single-Family Mortgage Revenue Bonds
421.960	City of Riviera Beach Utility Special Dist.	FL	Water & Sewer Revenue Bonds
242.630	**Metropolitan Atlanta Rapid Transit Auth.***	**GA**	**Sales Tax Revenue Bonds**
204.940	Florida Local Government Finance Commission	FL	Tourism Facility Revenue Bonds (Florida Aquarium Project)
199.910	Indiana Finance Authority	IN	Wastewater Utility Refunding Revenue Bonds
133.740	Hudson County Improvement Authority	NJ	County-Secured Lease Revenue Refunding Bonds
125.000	City of Pawtucket	RI	General Obligation Bond Anticipation Notes
94.000	Utah Housing Corporation	UT	Single-Family Mortgage Bonds (Taxable)
80.000	NY State Mortgage Agency	NY	Homeowner Mortgage Revenue Bonds
76.005	Utah Housing Corporation	UT	Single-Family Mortgage Bonds (Non-AMT)
54.000	Oklahoma Housing Finance Agency	OK	Collateralized Revenue Bonds (Shane Project - Taxable)
53.930	Belton School Dist. No. 124	MO	General Obligation School Building & Refunding Bonds
53.000	NC State Education Assistance Auth.	NC	Student Loan Revenue & Refunding Bonds (AMT)
52.745	Oklahoma Housing Finance Agency	OK	Collateralized Revenue Bonds (Shane Project)
52.450	City of West University Place	TX	Certificates of Obligation
44.720	California Municipal Finance Authority	CA	Revenue Bonds (TrueCare)
40.000	Transylvania County	NC	Limited Obligation Bonds
40.000	Southwest Allen Multi-School Building Corp.	IN	Ad Valorem Property Tax First Mortgage Bonds
38.390	Montgomery County Industrial Dev. Auth.	PA	Revenue Bonds (Whitemarsh Retirement Community)

*Cabrera will serve as Co-Manager

CABRERA CAPITAL MARKETS

Economic Calendar (ET)

Monday	Tuesday	Wednesday	Thursday	Friday
9-Nov	**10-Nov**	**11-Nov**	**12-Nov**	**13-Nov**
10:00 AM Monthly Wholesale Trade **10:00 AM** Fed speech: Chicago Fed President Austan Goolsbee **12:15 PM** Fed speech: Richmond Fed President Tom Barkin	**6:00 AM** NFIB Small Business Optimism Index **8:30 AM** CPI **10:50 AM** Fed speech: Dallas Fed President Lorie Logan **11:00 AM** NY Fed Household Debt and Credit Report **1:30 PM** Fed speech: Kansas City Fed President Jeff Schmid **3:30 PM** Fed speech: Fed Vice Chair Michelle Bowman **6:30 PM** Fed speeches: Vice Chair Michelle Bowman and Philadelphia Fed President Anna Paulson	Veterans Day – Bond Market Closed	**8:30 AM** Weekly Jobless Claims **9:00 AM** Fed speech: Cleveland Fed President Beth Hammack **10:00 AM** Existing Home Sales **10:00 AM** Fed speech: Fed Governor Michael Barr **1:10 PM** Fed speech: San Francisco Fed President Mary Daly **2:00 PM** Monthly Treasury Budget **6:30 PM** Fed speech: New York Fed President John Williams	**8:30 AM** PPI **12:00 PM** Fed speech: San Francisco Fed President Mary Daly
16-Nov	**17-Nov**	**18-Nov**	**19-Nov**	**20-Nov**
8:30 AM Empire State Manufacturing Survey	**8:30 AM** Retail Sales and Import Prices **9:15 AM** Industrial Production & Capacity Utilization **9:30 AM** Fed speech: Cleveland Fed President Beth Hammack **10:00 AM** Business Inventories and NAHB Housing Market Index	**8:30 AM** Housing Starts & Building Permits **10:00 AM** Pending Home Sales **2:00 PM** FOMC Meeting Minutes	**8:30 AM** Weekly Jobless Claims and Philadelphia Fed Business Outlook **10:00 AM** Leading Index **11:00 AM** Kansas City Fed Manufacturing Survey **12:00 PM** Fed speech: Chicago Fed President Austan Goolsbee **5:30 PM** Fed speech: Philadelphia Fed President Anna Paulson	**10:00 AM** U. Michigan Final Consumer Survey