



**CABRERA CAPITAL
MARKETS**

MUNICIPAL MARKET UPDATE

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PRIMARY MARKET ACTIVITY

Last week's election results prompted muni rates to immediately spike on Wednesday followed by the reality of the timing of the impending policies, Fed Chair certainty, and an equally as sizable rate drop on Thursday and Friday which combined, resulted in a 2-9 basis point decrease in muni benchmark rates for the week. The rollercoaster week ended with the 1 year, 5 year, 10 year, 20 year and 30 year municipal benchmark closing on Friday at 2.83%, 2.68%, 2.96%, 3.50% and 3.79% respectively; for context we are 14-28 basis points higher than a month ago and 24-62 basis points lower than a year ago. Future Republican policies prompted the market to react initially last week foreseeing higher rates, on Thursday Fed Chair Jerome Powell made it very clear when asked if he would resign if Trump asked him to, Powell immediately stated "No", Powell later stated to a similar question that it would "not be permitted by the law", the tone of his answers to the line of questioning were stern and to the point. Chairman Powell's term expires in May 2026. The market responded in kind and rallied on Thursday and Friday, seeing a 10-14 basis point rate decrease in hopes that the Fed will stay the course and continue to drive rates lower. Whatever the consensus was prior to last Tuesday on the terminal Fed Funds rate, on Wednesday morning that number increased due to the new administration, which is partially why Powell standing his ground made such an impact on rates Friday, driving rates lower. The market witnessed another week of municipal fund inflows, the 19th week in a row, \$1.3 billion. In the meantime, buy side muni demand is building with no volume last week and lower than normal volume this week. While investors had planned on the lack of supply election week, a week or two of cash on hand and bond redemptions will build up very quick, we will keep you posted as to primary market reaction this week – Cabrera Capital will serve as Lead Manager on a \$100 million Jarrell ISD on Wednesday.

5 year, 10 year and 30 year Treasuries last week were similar to munis in their rollercoaster ride, however contrary to munis, taxable Treasury yields ended the week up anywhere from 2-10 basis points; the 5 year, 10 year and 30 year Treasury closed Friday at 4.20%, 4.30% and 4.47%. 1 month to 1 year Treasury bills remain in their narrow range 4.32%-4.70%. Deals in the market this week include a Jarrell ISD \$100 million (Lead Managed Cabrera Capital), City of Lubbock WWSS & GO \$100 million, (Cabrera Co-Manager), Los Angeles Department of Water and Power \$448 million, Los Angeles Community College \$300 million, Prosper ISD \$250 million and Katy ISD \$220 million, among others.



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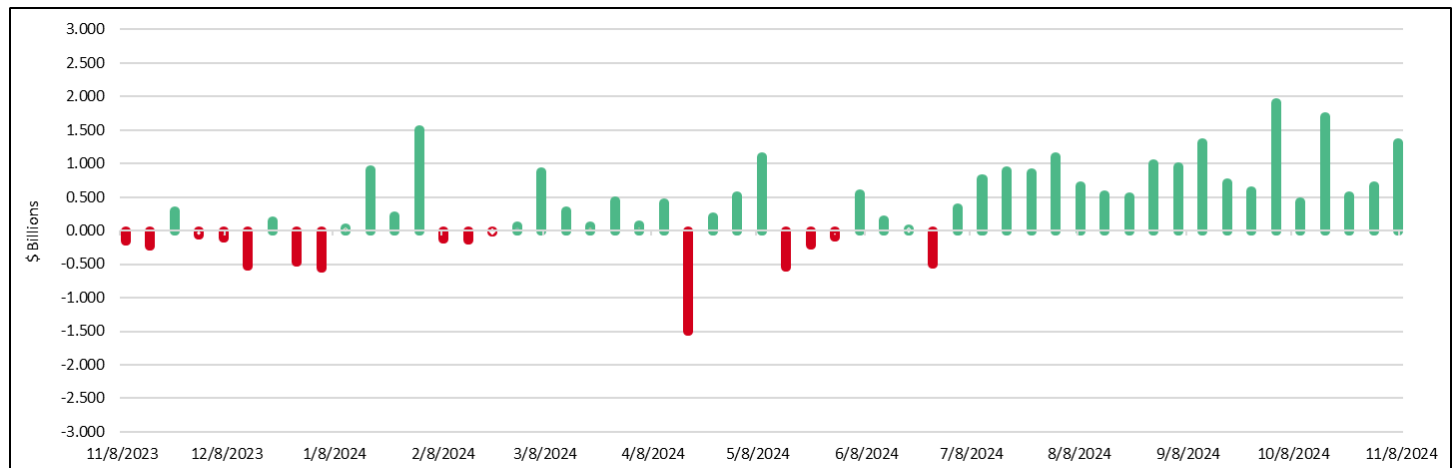
INTEREST RATE SNAPSHOT

Benchmark	Maturity	11/8/2024 AAA MMD	Change from Last Week (bps)	11/8/2024 U.S. Treasury	Change from Last Week (bps)	Muni/UST Ratio	Date of Week End	SIFMA Index	Municipal Fund Flow (in Millions)
1	2025	2.83	- 2	4.32	+ 4	65.51%	11/8/2024	2.68	\$1,300
2	2026	2.67	- 2	4.26	+ 5	62.68%	11/1/2024	3.24	\$659
3	2027	2.60	- 2	4.18	-	62.20%	10/25/2024	3.51	\$515
5	2029	2.68	- 2	4.20	- 2	63.81%	10/18/2024	4.02	\$1,700
10	2034	2.96	- 6	4.30	- 7	68.84%	10/11/2024	3.03	\$419
20	2044	3.50	- 8	4.58	- 10	76.42%	10/4/2024	3.00	\$1,900
30	2054	3.79	- 8	4.47	- 10	84.79%	9/27/2024	3.15	\$592

MUNICIPAL FUND FLOWS

Week Ended 11/8/2024 saw inflows of \$1,300 million

Source: Lipper



UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
1,000.000	The Black Belt Energy Gas District	AL	Gas Project Revenue Bonds
455.105	California Public Finance Authority	CA	Senior Living Revenue Bonds
448.710	Department of Water and Power of the City of Los Angeles	CA	Power System Revenue Bonds
300.000	Los Angeles Community College District	CA	2016 Election General Obligation Bonds
223.940	Department of Transportation of Maryland	MD	Special Transportation Project Revenue Bonds
164.175	Virginia Housing Development Authority	VA	Rental Housing Bonds
160.260	Massachusetts Housing Finance Agency	MA	Housing Bonds
145.925	EP Essential Housing WF PFC	TX	Residential Development Revenue Bonds
124.835	Public Finance Authority	WI	Special Facility Revenue Bonds
106.350	Pasadena Public Financing Authority	CA	Lease Revenue Refunding Bonds
100.000	Jarrell ISD*	TX	Unlimited Tax School Building Bonds
97.450	Minnesota Housing Finance Agency	MN	Residential Housing Finance Bonds
89.465	City of North Las Vegas	NV	GO (Limited Tax) Water and Wastewater Reclamation System Refunding Bonds
80.000	Hawaii Housing Finance and Development Corporation	HI	Multifamily Housing Revenue Bonds
62.585	Northwest Allen School Building Corporation	IN	Ad Valorem Property Tax First Mortgage Bonds
58.850	Board of Trustees of Northern Illinois University	IL	Certificates of Participation (Energy Saving Projects)
57.000	City of Lubbock**	TX	Water and Wastewater System Revenue Refunding Bonds
45.105	City of Lubbock**	TX	General Obligation Bonds

*Cabrera will serve as Senior Manager

**Cabrera will serve as Co-Manager



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ECONOMIC CALENDAR (ALL TIMES IN ET)

Monday	Tuesday	Wednesday	Thursday	Friday
11-Nov	12-Nov	13-Nov	14-Nov	15-Nov
Veteran's Day holiday, bond market closed	6:00 AM NFIB optimism index	8:30 AM CPI year over year	8:30 AM Initial jobless claims	8:30 AM US retail sales
			8:30 AM PPI year over year	9:15 AM Industrial production
18-Nov	19-Nov	20-Nov	21-Nov	22-Nov
10:00 AM Home builder confidence index	8:30 AM Building permits	None scheduled	8:30 AM Initial jobless claims	9:45 AM S&P flash U.S. services PMI
	8:30 AM Housing starts		10:00 AM Existing home sales	9:45 AM S&P flash U.S. manufacturing PMI
				10:00 AM Consumer sentiment (final)