



**CABRERA CAPITAL
MARKETS**

MUNICIPAL MARKET UPDATE

Public Finance

Mario Carrasco
Managing Director & Head of Investment Banking - Public Finance
(210) 857-8517
mcarrasco@cabreracapital.com

Underwriting

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

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PRIMARY MARKET ACTIVITY

This week we will see a sizable primary market calendar with over \$13 billion in negotiated issuance. Over the course of the past few weeks we have seen a decrease in benchmark municipal rates anywhere from 2 – 5 basis points in the first 5 years of the curve, and up to 14 – 15 basis points 10 years and longer. In the past year, the 2 year benchmark rate is down 25 bps and the 30 year benchmark rate is down 15 basis points. While the curve is now only inverted in years 2025 and 2026, is it flatter than a normal curve with years 2 and 30 only separated by 103 basis points. We also witnessed a consecutive 22nd week of positive muni fund inflows of approximately \$560 million. Demand should continue into December with overall technicals remaining strong and \$15 billion in muni bond redemptions coming due this week. The odds of another 25 basis point decrease at the next FOMC meeting on December 18 have increased to 66%. The municipal bond market is on track to break 2020's total issuance record of \$484.6 billion, with 2024 issuance YTD standing at \$474.7 billion.

Treasuries staged a rally last week with the 5, 10 and 30 year ending the week stronger by 23-25 basis points at 4.05%, 4.18% and 4.36%, respectively. The Municipal/Treasury ratios finished the week at 64%, 66% and 83%, respectively, slightly improving from the prior week. This will be the busiest week since October with deals expected from the City of New Haven, CT \$145 million (Cabrera Capital Lead Manager), New Jersey Transportation Trust \$1.5 billion, Orlando Airport \$804 million, State of CT \$768 million (Cabrera Capital Co-Manager), State of Hawaii \$750 million, City of Austin \$434 million, City of Chicago \$126 million, Pima County, AZ \$45 million, Harris County HOT \$34 million, among many others.





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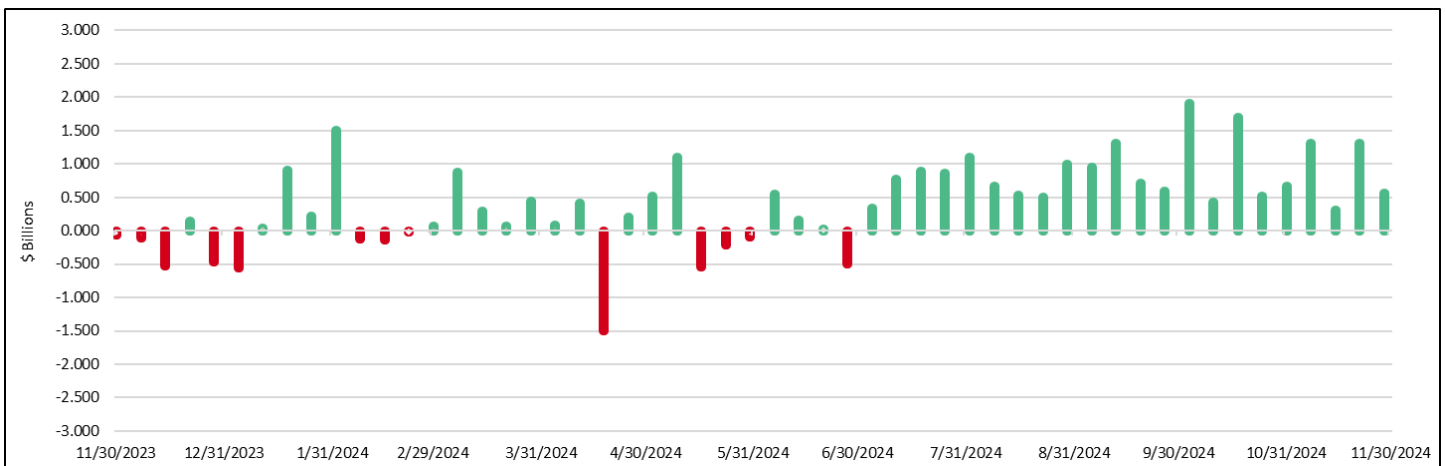
INTEREST RATE SNAPSHOT

Benchmark	Maturity	11/29/2024 AAA MMD	Change from Last Week (bps)	11/29/2024 U.S. Treasury	Change from Last Week (bps)	Muni/UST Ratio	Date of Week End	SIFMA Index	Municipal Fund Flow (in Millions)
1	2025	2.73	- 2	4.30	- 12	63.49%	11/29/2024	2.86	\$559
2	2026	2.59	- 2	4.13	- 24	62.71%	11/22/2024	3.18	\$1,300
3	2027	2.56	- 2	4.10	- 22	62.44%	11/15/2024	3.59	\$305
5	2029	2.61	- 5	4.05	- 25	64.44%	11/8/2024	2.68	\$1,300
10	2034	2.78	- 14	4.18	- 23	66.51%	11/1/2024	3.24	\$659
20	2044	3.34	- 14	4.45	- 22	75.06%	10/25/2024	3.51	\$515
30	2054	3.62	- 15	4.36	- 24	83.03%	10/18/2024	4.02	\$1,700

MUNICIPAL FUND FLOWS

Week Ended 11/29/2024 saw inflows of \$559 million

Source: Lipper



UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
1,500.000	New Jersey Transportation Trust Fund Authority	NJ	Transportation Program Bonds
804.515	Greater Orlando Aviation Authority	FL	Airport Facilities Revenue Bonds
768.780	State of Connecticut*	CT	Special Tax Obligation Bonds Transportation Infrastructure Purposes
750.000	State of Hawaii	HI	Taxable General Obligation Bonds of 2024
546.310	Sales Tax Securitization Corporation	IL	Sales Tax Securitization Bonds
480.000	The Industrial Development Authority of Mobile County	AL	Solid Waste Disposal Revenue Bonds
434.965	City of Austin	TX	Public Improvement and Refunding Bonds
397.725	New York City Housing Development Corporation	NY	Multi-Family Housing Revenue Bonds
346.550	St Vrain Valley School District No. RE-1J	CO	General Obligation Bonds
346.100	New York City Housing Development Corporation	NY	Multi-Family Mortgage Revenue Bonds
316.670	Cherry Creek School District No. 5	CO	General Obligation Bonds
250.000	Cumberland County Industrial Facilities and Pollution Control Fin. Auth.	NC	Solid Waste Disposal Revenue Bonds
239.655	Wisconsin Health and Educational Facilities Authority	WI	Senior Living Revenue Bonds
238.975	Colorado Bridge and Tunnel Enterprise	CO	Senior Revenue Refunding Bonds
203.900	New York City Housing Development Corporation	NY	Multi-Family Mortgage Revenue Bonds
200.000	Illinois Housing Development Authority	IL	Revenue Bonds
166.135	Karegnondi Water Authority	MI	Water Supply System Refunding Bonds
145.315	City of New Haven**	CT	General Obligation Refunding Bonds

*Cabrera will serve as Co-Manager

**Cabrera will serve as Lead Manager



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NOTABLE FIXED DEALS FROM LAST WEEK

**Notable Fixed-Rate Negotiated Municipal
New Issue Results from Last Week**

Katy ISD TX 2/15/2034 Tax-Exempt 218.785 PSF Aaa/AAA/NR/NR			
Maturity	Coupon	Yield	Spread
2025-2040	5.000	2.780-3.360	13-20
2043	4.000	3.960	54
2045	4.000	4.010	47

ECONOMIC CALENDAR (ALL TIMES IN ET)

Monday	Tuesday	Wednesday	Thursday	Friday
2-Dec	3-Dec	4-Dec	5-Dec	6-Dec
9:45 AM S&P final U.S. manufacturing PMI	10:00 AM Job openings	8:15 AM ADP employment	8:30 AM Initial Jobless Claims	8:30 AM U.S. unemployment rate
3:15 PM Fed Governor Christopher Waller speaks	12:35 PM Fed Gov. Adriana Kugler speaks	2:00 PM Fed Beige Book	8:30 AM U.S. trade deficit □	10:00 AM Consumer sentiment (prelim)
9-Dec	10-Dec	11-Dec	12-Dec	13-Dec
10:00 AM Wholesale inventories	8:30 AM U.S. productivity (revision)	8:30 AM CPI year over year	8:30 AM PPI year over year	8:30 AM Import price index
		8:30 AM Consumer price index	8:30 AM Core PPI year over year	