



**CABRERA CAPITAL
MARKETS**

MUNICIPAL MARKET UPDATE

Public Finance

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Last week markets found much needed relief after several weeks of volatility. Investors' concerns were eased after a change in tone on Tuesday afternoon from President Trump on tariffs and recent criticism of Fed Chair Jerome Powell. Reports of a substantial decrease in tariffs on Chinese imports contributed to the strong week, and the S&P 500 ended 0.70% higher while US Treasuries rallied between 5 to 7 bps.

This relief was also evident in the muni market despite concerns around a sizeable \$15 billion new issue calendar – a result of delayed transactions entering the market while others accelerated. The heavy supply was met with strong demand, and most municipal primary market transactions performed well. MMD/UST ratios continue to be attractive, bringing new buyers into the market. Municipal fund flows reported on April 23rd showed outflows of \$397 million. The SIFMA municipal swap index reset 75 bps lower versus last week, now sitting at 3.62%.

This week, investors will continue to monitor the ongoing trade discussion, upcoming economic forecasts, and prepare for the following week's FOMC rate decision.

INTEREST RATE SNAPSHOT

MMD 1 Week Change				UST 1 Week Change			
Term	Apr-17	Apr-25	Change (bp)	Term	Apr-17	Apr-25	Change (bp)
2yr	3.02%	3.00%	-2	2yr	3.81%	3.74%	-7
5yr	3.15%	3.12%	-3	5yr	3.95%	3.88%	-7
10yr	3.44%	3.44%	0	10yr	4.34%	4.29%	-5
20yr	4.24%	4.23%	-1	20yr	4.82%	4.75%	-7
30yr	4.46%	4.46%	0	30yr	4.80%	4.74%	-6

Approximately \$13.5 billion tax-exempt municipal paper is expected to price this week, well above the YTD 2025 weekly average of \$9.14 billion. Cabrera will serve as Co-Manager for the University of North Texas System (\$215mm) and Northside Independent School District (TX) (\$200mm). This week's largest deals include:

- ✦ \$1.490 billion District of Columbia (Washington D.C.) Income Tax Secured Revenue and Refunding Bonds, Tax-Exempt Series 2025A and Taxable Series 2025B (Aa1/AAA/NR/NR)
- ✦ \$1.094 billion East Bay Municipal Utility District (Alameda and Contra Costa Counties) Water System Revenue Bonds, Series 2025A (Green Bonds) and Refunding Bonds Series 2025B & 2025C (Aaa/AAA/NR/NR)
- ✦ \$993.5 million Department of Water and Power of the City of Los Angeles, Power System Revenue Bonds, 2025 Series A (Aa2/NR/AA-/AA)





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NOTABLE DEALS LAST WEEK

- ✦ The Los Angeles Unified School District (Aa2/NR/AAA/AAA) (Cabrera Co-Manager) priced \$950 million of General Obligation Bonds across two tax-exempt and two taxable series. The District began premarketing the tax-exempt and taxable series but following a selloff in treasuries and munis on Monday, the tax-exempt series were cheapened 3-7 basis points. The tax-exempt series had good retail demand and were bumped 1-5 basis points going into an institutional order period. The transaction had an overall good reception excluding some holes in 2036-2040 where balances remained. The tax-exempt portion did well and was bumped 10 basis points from indications of interest to final pricing in 2027 and 2028.
- ✦ The Commonwealth of Massachusetts (Aa1/AA+/AA+/NR) priced \$1 billion of General Obligation bonds. The Commonwealth began premarketing on Tuesday and after MMD projected up to 10 basis point bumps on Wednesday morning, they tightened the scale 10-11 basis points and began the retail order period with the intention to accelerate into institutional pricing that afternoon. Going into final pricing, the Commonwealth tightened the scale an additional 2-7 basis points and upsized the new money transaction by \$100 million.
- ✦ Alum Rock Union Elementary School District (A1/NR/NR/NR, BAM insured) (Cabrera Sole Manager) priced \$40 million of General Obligation Refunding Bonds across two series. After premarketing Tuesday, when MMD projected up to 10 basis point bumps Wednesday morning, the scale was bumped 5 basis points before entering the market. The transactions did well during the order period with the \$25 million transaction receiving higher subscription levels due to the larger block sizes per maturity. Balances remained on the short end following pricing and the scale remained unchanged excluding 2-3 basis point bump 2039 and 2040.
- ✦ The City of Pflugerville, Texas (NR/AA+/NR/AA+) priced \$140 million Combination Tax and Limited Tax Revenue Certificates of Obligation. Originally scheduled to price the week of April 7th, the transaction was put on Day-to-Day status following extreme market volatility that occurred that week. Last Thursday, the transaction was brought into the market due to favorable conditions. From premarketing to final pricing, the transaction was bumped 2-6 basis points 2031-2045, 2049 and 2050.
- ✦ The City of Los Angeles Wastewater System (NR/AA-/AA/NR) priced \$337 million of Subordinate Revenue Bonds across two tax-exempt series and a taxable series. The transactions were accelerated due to favorable market conditions. From the retail order period to final pricing, the tax-exempt series was bumped 2 basis points 2031-2035 and 2055 and cheapened 5 basis points 2026-2027. The taxable portion did very well following the Indications of Interest period and was tightened 5-10 basis points.



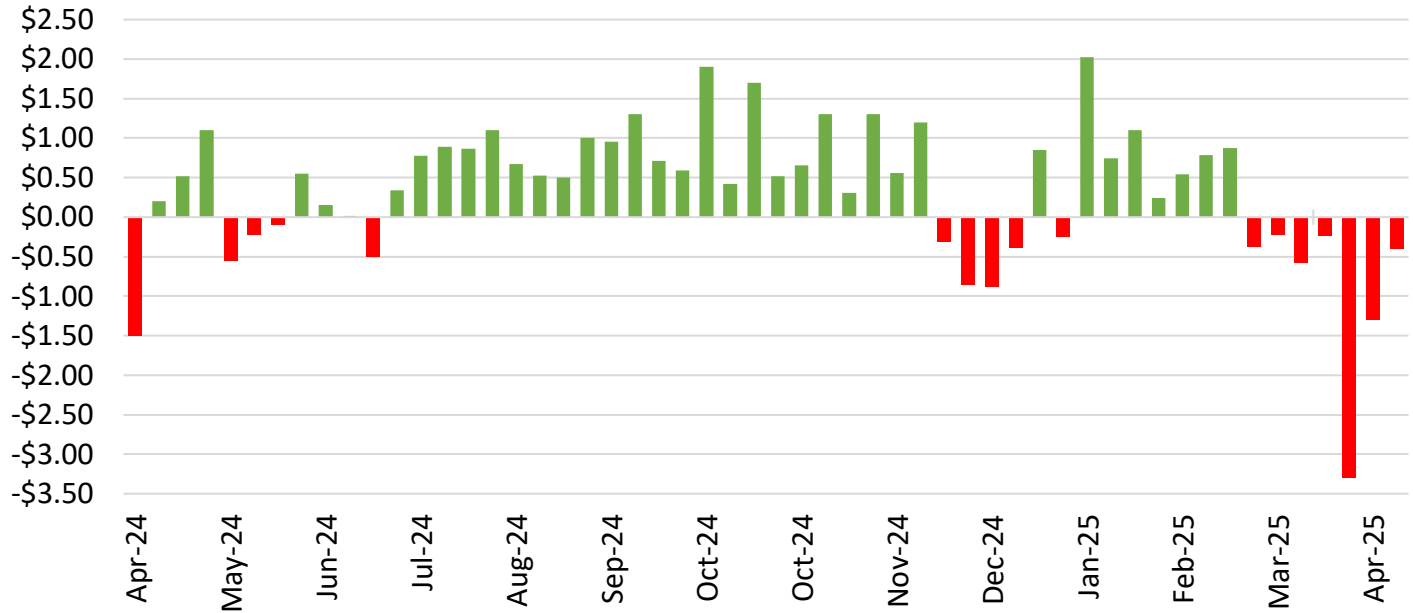


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MUNICIPAL FUND FLOWS

Week 4/17/2025 – 4/23/2025 saw outflows of \$0.397 billion

Source: Lipper



UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
1,490.595	District of Columbia	DC	Income Tax Secured Revenue and Refunding Bonds
1,094.510	East Bay Municipal Utility District	CA	Water System Revenue Bonds
993.525	Dept. of Water & Power of the City of LA	CA	Power System Revenue Bonds
802.035	Bon Secours Mercy Health	OH	Hospital Facilities Revenue Bonds
659.200	The Black Belt Energy Gas District	AL	Gas Project Revenue Bonds
498.900	Port Authority of New York and New Jersey	NY	Consolidated Bonds
379.420	State of Oregon	OR	General Obligation Bonds
351.750	State of Louisiana	LA	General Obligation Bonds
291.710	Colorado Ed. & Cultural Facilities Auth.	CO	Cultural Facilities Revenue Bonds Senior Lien 2025 A-1
274.610	Indiana Finance Authority	IN	State Revolving Fund Program Bonds
271.305	Housing & Redev. Auth. of the City St. Paul	MN	Health Care Facilities Revenue Refunding Bonds
246.870	State of Oregon	OR	General Obligation Bonds
245.825	Massachusetts Development Finance Agency	MA	Revenue Bonds
220.000	Virginia Small Business Financing Authority	VA	Health Care Facilities Revenue and Refunding Bonds
215.050	Board of Reg. of the Univ. of N. Texas Sys.*	TX	Revenue Financing System Refunding and Improvement Bonds
200.935	Northside Independent School District*	TX	School Building Bonds
200.000	Tennessee Housing Development Agency	TN	Residential Finance Program Bonds
196.000	Build NYC Resource Corporation	NY	Senior Airport Facilities Revenue Bonds

*Cabrera will serve as Co-Manager



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NOTABLE FIXED-RATE NEW ISSUE RESULTS FROM LAST WEEK

Fort Bend Independent School District*				Los Angeles Unified School District*				Alum Rock Union Elementary School District**			
TX				CA				CA			
8/15/2034				7/1/2035				Non Callable			
Tax-Exempt				Tax-Exempt				Tax-Exempt			
190.640				431.100				25.625			
PSF NR/AAA/AAA/NR, Under NR/AA+/AA+/NR				Aa2/NR/AAA/AAA				Moody's A1, BAM Insured			
Maturity	Coupon	Yield	Spread	Maturity	Coupon	Yield	Spread	Maturity	Coupon	Yield	Spread
2026-2045	5.000	3.230-4.580	19-34	2028-2045	5.000	3.100-4.450	(4)-7	2025-2033	5.000	3.100-3.430	0-2
2046-2051	5.250	4.610-4.760	28-30	2049	5.000	4.590	6				

*Cabrera served as Co-Manager

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**Cabrera served as Sole Manager

Los Angeles Unified School District priced four series of bonds aggregating \$948.020 Million in par simultaneously with the Series listed above

Alum Rock Union Elementary School District priced two series of bonds aggregating \$40.695 Million in par simultaneously with the Series listed above

ECONOMIC CALENDAR (ALL TIMES IN ET)

Monday	Tuesday	Wednesday	Thursday	Friday
28-Apr	29-Apr	30-Apr	1-May	2-May
None scheduled	8:30 AM Advanced U.S. trade balance in goods	8:15 AM ADP employment	8:30 AM Initial Jobless Claims	8:30 AM U.S. unemployment rate
	10:00 AM Consumer confidence	8:30 AM GDP	9:45 AM S&P final U.S. manufacturing PMI	10:00 AM Factory orders
	10:00 AM Job openings	8:30 AM PCE index		
5-May	6-May	7-May	8-May	9-May
9:45 AM S&P U.S. services PMI	8:30 AM U.S. trade deficit	2:00 PM FOMC meeting	8:30 AM Initial Jobless Claims	None scheduled
		2:30 PM Fed Chair Powell press conference	8:30 AM U.S. productivity	
		3:00 PM Consumer credit	10:00 AM Wholesale inventories	

