



CABRERA CAPITAL MARKETS

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MUNICIPAL MARKET UPDATE

Public Finance

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PRIMARY MARKET ACTIVITY

Deals remained in high demand as was evident last week in the primary market. Lipper reported fund inflows to the tune of \$891 million, and SIFMA, which at one point hit a six-month low last week, was up 9 basis points to 2.66%. The front end of the yield curve continues to grind down as do rates throughout the curve, with the unwinding of the inversion following suit. Municipal rates within 5 years were down 4-6 basis points while the remainder of the curve was mostly down by 2 basis points. The 1 year, 5 year, 10 year, 20 year and 30 year yields were down by 6 bps (2.88%), 4 bps (2.77%), 2 bps (2.78%), 2 bps (3.38%) and 2 bps (3.66%) to close the week. In the past month rates have been down in the 2 year space by 19 basis points and in the 30 year range by 3 basis points. With the news of President Biden's decision to not seek re-election, all eyes are now on the Democratic National Convention coming up in August. As of late last week, the CME Fed Watch tool is prognosticating a 94% chance of a 25 basis point September 18th rate cut. In this election year, it is difficult to compare interest rate movements leading up to and after prior Presidential election years, especially when you factor in COVID during 2020. However, one item that was consistent in both years is the volatility either leading into November or shortly thereafter, which we expect to be the case in this unprecedented year.

5 year, 10 year and 30 Treasury bonds were relatively steady last week settling at 4.16%, 4.25% and 4.45% respectively; similarly T notes are ranging from 4.87% to 5.52%. Since April 1, 2024, the 1 year note has been above 5%, however on July 10th, the 1 year note retreated below 5%, where it has remained. The 5 year, 10 year and 30 year Treasury ratios are at 67%, 66% and 82%, which widened out a bit from last week. This week's volume continues to be robust with deals from TxDot \$1.4 billion, St. Paul Metro Airport \$693 million, State of WI \$543 million, Port of Galveston \$160 million, Elgin ISD \$139 million, City of San Diego Public Facilities Financing Authority \$270 million (Cabrera Co-Manager), Met Pier (Chicago) \$135 million (Cabrera Co-Manager), and many others. Last week in the primary market, the Metropolitan Transportation Authority (NR/AA/AA/NR) priced a \$388 million Dedicated Tax Fund Green Bonds. The deal did well with bumps of as much as 6 basis points on the short end, the 8-15-year maturities were unchanged, and the long end bumped as much as 4 basis points. The New York Transitional Finance Authority (Aa1/AAA/AAA/NR) priced \$210 million Taxable and \$2.2 billion Tax-Exempt Future Tax Secured Subordinate bonds. The Taxable deal had mixed results, spreads were widened as much as 6 basis points, eliminating the 6- and 7-year maturities, as well as tightening the 2026 maturity by 10 basis points and the 2027 maturity by 5 basis points. The Tax-Exempt deal garnered \$682 million in retail orders. Spreads were widened out by 5 basis points before entering the institutional order period, where the deal was oversubscribed and bumped as much as 6 basis points. The Regents of the University of California (Aa2/AA/AA/NR) priced a \$1.3 billion General Revenue issue. \$713 million in retail orders were received and the institutional order period was successful as well, resulting in bumps of as much as 6 basis points. The Lamar Independent School District, Texas (PSF - Aaa/AAA/NR/NR, Aa3/AA-/NR/NR) priced \$345 million Unlimited Tax School bonds. The deal was heavily oversubscribed and bumped as much as 8 basis points. The Miami-Dade County, Florida (NR/A+/A+/AA-) priced \$921 million in Aviation Revenue Bonds. The \$781 million AMT issue was oversubscribed up front and bumped as much as 5 basis points, while the remainder was unchanged, and the \$140 million Tax-Exempt issue was heavily oversubscribed and bumped 8-11 basis points. The Public Utilities Commission of San Francisco (Aa2/R/NR/NR) priced \$627 million Tax-Exempt and a \$518 million Wastewater Revenue Bonds. The Tax-Exempt deal was oversubscribed throughout and bumped 2-6 basis points from retail pricing to final pricing, while the Taxable deal struggled with spreads remaining unchanged to 3 basis points wider.



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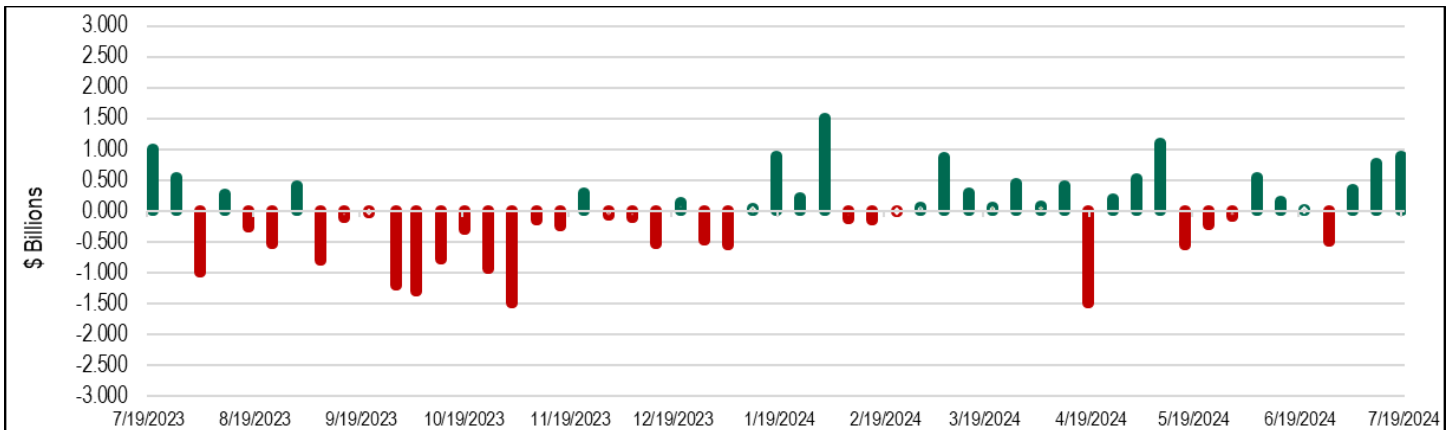
INTEREST RATE SNAPSHOT

Benchmark	Maturity	7/19/2024 AAA MMD	Change from Last Week (bps)	7/19/2024 U.S. Treasury	Change from Last Week (bps)	Muni/UST Ratio	Date of Week End	SIFMA Index	Municipal Fund Flow (in Millions)
1	2025	2.88	-6	4.87	-	59.14%	7/19/2024	2.66	\$891
2	2026	2.86	-6	4.49	+4	63.70%	7/12/2024	2.57	\$775
3	2027	2.80	-4	4.28	+6	65.42%	7/5/2024	2.98	\$343
5	2029	2.77	-4	4.16	+6	66.59%	6/28/2024	3.88	(\$498)
10	2034	2.78	-2	4.25	+7	65.41%	6/21/2024	4.09	\$16
20	2044	3.38	-2	4.55	+5	74.29%	6/14/2024	3.18	\$154
30	2054	3.66	-2	4.45	+6	82.25%	6/7/2024	2.89	\$549

MUNICIPAL FUND FLOWS

Week Ended 7/19/2024 saw inflows of \$891 million

Source: Lipper



UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
1,439.555	Texas Transportation Commission	TX	Revenue Refunding Bonds
900.000	South Carolina Public Service Authority	SC	Tax-Exempt Improvement Bonds
693.890	Minneapolis-St. Paul Metropolitan Airports Commission	MN	Subordinate Airport Revenue Bonds
543.690	State Of Wisconsin	WI	General Obligation Refunding Bonds
339.300	Pennsylvania Housing Finance Agency	PA	Single Family Mortgage Revenue Bonds
300.000	King County	WA	Sewer Revenue And Refunding Bonds
270.690	Authority Of The City Of San Diego *	CA	Subordinated Sewer Revenue Bonds
266.112	National Finance Authority	NH	Municipal Certificates
244.635	Hampton Roads Sanitation District	VA	Wastewater Revenue Bonds
225.000	Texas Transportation Commission	TX	First Tier Revenue Refunding Put Bonds
138.140	City Of Lakeland	FL	Hospital Revenue Refunding Bonds
91.750	City Of Memphis	TN	General Improvement Refunding Bonds
85.775	Metropolitan Pier And Exposition Authority *	IL	Mccormick Place Expansion Project Refunding Bonds
77.500	Utah Housing Corporation	UT	Single Family Mortgage Bonds
71.805	Tarrant County Cultural Education	TX	Revenue Refunding Bonds
66.190	American Municipal Power, Inc.	OH	Combined Hydroelectric Projects Revenue Bonds
52.895	Pearland ISD	TX	Unlimited Tax School Building Bonds
48.590	Metropolitan Pier And Exposition Authority *	IL	Mccormick Place Expansion Project Refunding Bonds

*Cabrera will serve as Co-Manager



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NOTABLE FIXED DEALS FROM LAST WEEK

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

New York City Transitional Finance Authority *				Lamar Consolidated ISD **				University of California *			
NY				TX				CA			
11/1/2034				2/15/2034				5/15/2034			
Tax-Exempt				Tax-Exempt				Tax-Exempt			
2,082.810				345.090				934.490			
Aa1/AAA/AAA				Aa3/AA- PSF: Aaa/AAA				AA/NR/AA/Aa2			
Maturity	Coupon	Yield	Spread	Maturity	Coupon	Yield	Spread	Maturity	Coupon	Yield	Spread
2025-2041	5.000	2.940-3.290	7-37	2025-2045	5.000	2.960-3.720	7-30	2025-2048	5.000	2.830-3.600	5-23
				2049	5.000	3.900	32	2054	5.000	3.720	6
				2054	4.000	4.280	62				
				2059	4.250	4.370	71				
				2059	5.250	4.050	39				

*Cabrera served as Co-Manager

**Cabrera served as Co-Senior Manager

ECONOMIC CALENDAR (ALL TIMES IN ET)

Monday	Tuesday	Wednesday	Thursday	Friday
22-Jul	23-Jul	24-Jul	25-Jul	26-Jul
None scheduled	10:00 AM Existing home sales	10:00 AM New home sales	8:30 AM GDP	8:30 AM Core PCE year over year
			8:30 AM Initial jobless claims	10:00 AM Consumer sentiment
29-Jul	30-Jul	31-Jul	1-Aug	2-Aug
None scheduled	10:00 AM Consumer confidence	8:15 AM ADP employment	8:30 AM U.S. productivity	8:30 AM U.S. unemployment rate
	10:00 AM Job openings		8:30 AM Initial jobless claims	8:30 AM Hourly wages year over year