



CABRERA CAPITAL MARKETS LLC

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MUNICIPAL MARKET UPDATE

Public Finance

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PRIMARY MARKET ACTIVITY

The municipal bond market rebounded last week with multiple deals in the market performing very well as the volume in the market was manageable, a nice respite from the prior week. Municipal rates were reflective of this trend as the first 10 years of the yield curve saw rates decrease 7-9 basis points while rates 10 years and out decreased 4-6 basis points. The 1-year, 5-year, 10-year, 20-year and 30-year municipal benchmark rates ended the week at 3.26%, 2.77%, 2.70%, 3.46% and 3.69%, respectively; the lowest point along the yield curve is the 2031 maturity at 2.62%. In addition to the positive market tone, the CPI release was as expected, which was good news for the markets as well. However, on Friday the Producer Price Index (PPI) report (wholesale inflation) was released and provoked some minor concerns as that number was higher than expected. The worry in the elevated PPI number is that it could possibly lead to an unexpected increase in CPI; as always, we will keep you posted on that trend. SIFMA rates were down this week 49 basis points settling at 3%; inflows returned to the market as well at a meager \$278 million, albeit positive. Some economic releases this week include Consumer Inflation Expectations on Monday, Retail Sales, Housing Market Index on Tuesday and FOMC Minutes on Thursday.

On Friday, Treasuries increased as a result of the previously mentioned PPI, and increased throughout the week. The 5-year Treasury rate was up 15 basis points to 4.31%, the 10-year Treasury rate was up 7 basis points to 4.16%, and the 30-year Treasury rate was flat for the week at 4.27%. The 1-month to 1-year Treasury Bills were steady for the week ranging from 5.36% to 5.54%. Cabrera Capital will serve as Lead Manager on a \$239 million DFW Airport Joint Revenue Refunding Bonds Series 2023C (AMT) transaction on 8/16; DFW will also be in the market with a \$699 million Joint Revenue Refunding and Improvement Bonds Series B (Non-AMT) transaction on 8/15. Other deals in the market include an Atlanta Airport \$696 million transaction (AMT/Non AMT), a Regents of the University of California \$608 million issue, a Los Angeles USD \$384 million deal, a Colorado Springs Utility \$360 million transaction, a Chicago O'Hare Airport \$181 million issue (Non AMT), a Pasadena USD \$80 million deal and a City of Port Arthur \$25 million transaction.

Last week in the Primary market, the Washington Metropolitan Area Transit Authority priced a \$798 million Tax-Exempt issue. The deal was oversubscribed throughout and bumped as much as 10 basis points. The Hutto Independent School District, Texas priced a \$143 million Tax-Exempt issue. The deal was 4x-24x oversubscribed and was bumped 5-14 basis points. The Triborough Bridge and Tunnel Authority priced a \$370 million Tax Exempt issue. The deal garnered \$430 million in retail orders. From start to finish the deal was bumped 5-10 basis points. Harris County, Texas priced a \$217 million Tax-Exempt issue. The deal was bumped as much as 11 basis points. The City of New York priced a \$1 billion Tax Exempt issue. The deal received \$780 million in retail orders. The deal was bumped 5-16 basis points. The Princeton Independent School District, Texas priced a \$96 million Tax-Exempt issue. The deal was oversubscribed throughout and bumped as much as 15 basis points. The Texas Public Finance Authority priced a \$364 million Taxable issue. The deal was oversubscribed throughout and tightened spreads 2-15 basis points. The Port of Houston Authority priced a \$394 Tax-Exempt issue. The deal was bumped 0-7 basis points. The Sports Authority of Metropolitan Government Nashville and Davidson County priced a \$552 million Tax-Exempt issue and a \$212 million Taxable issue. The 2053 maturity in the Tax-Exempt deal had the most interest and was bumped as much as 7 basis points. The Taxable issue was oversubscribed throughout, and spreads were tightened 10-20 basis points. About \$6.5 billion is expected to price this week with a \$935 million Dallas-Fort Worth Airport deal headlining the calendar.



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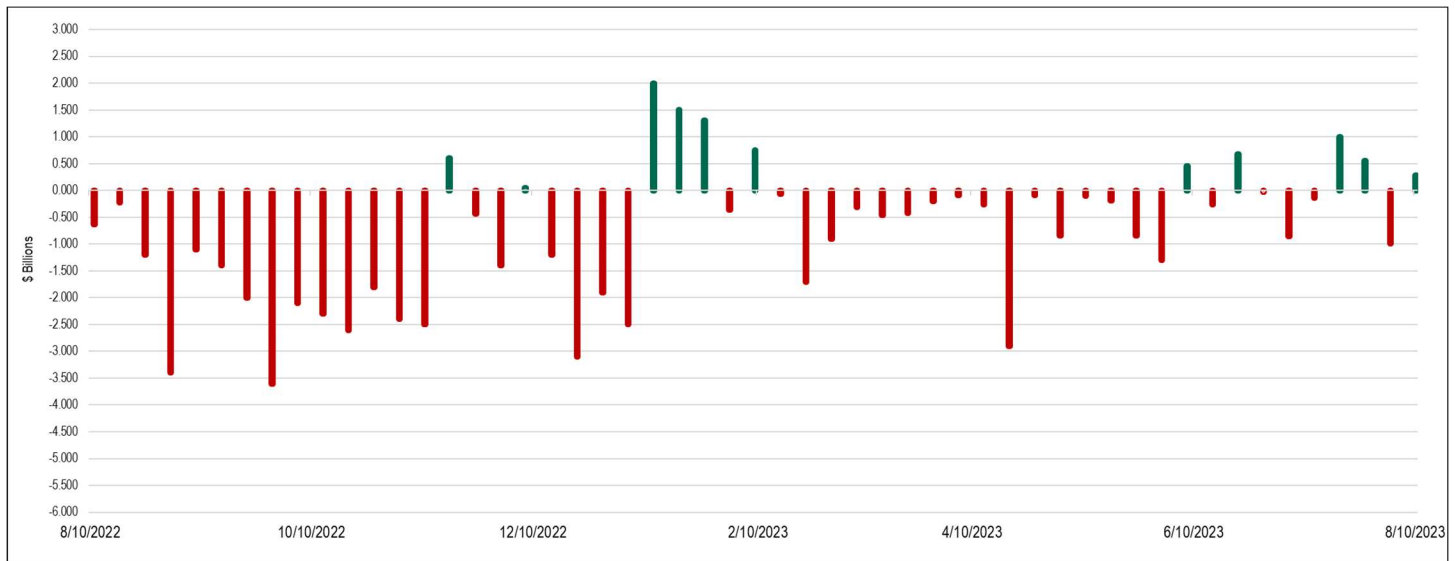
INTEREST RATE SNAPSHOT

Benchmark	Maturity	8/11/2023 AAA MMD	Change from Last Week (bps)	8/11/2023 U.S. Treasury	Change from Last Week (bps)	Muni/UST Ratio	Date of Week End	SIFMA Index	Municipal Fund Flow (in Millions)	1-Month BBA LIBOR	12-Month BBA LIBOR
1	2024	3.26	-7	5.36	+3	60.82%	8/11/2023	3.00	\$278	5.43	0.00
2	2025	3.10	-7	4.89	+11	63.39%	8/4/2023	3.49	(\$990)	5.43	0.00
3	2026	2.93	-9	4.56	+11	64.25%	7/28/2023	3.98	\$552	5.43	0.00
5	2028	2.77	-7	4.31	+16	64.27%					
10	2033	2.70	-7	4.16	+11	64.90%					
20	2043	3.46	-4	4.45	+9	77.75%					
30	2053	3.69	-4	4.27	+6	86.42%					

MUNICIPAL FUND FLOWS

Week Ended 8/11/2023 saw inflows of \$278 million

Source: Lipper



UPCOMING NEGOTIATED CALENDAR

Size (\$mm)	Issuer	State	Description
699.590	Cities of Dallas and Fort Worth	TX	Joint Revenue Refunding and Improvement Bonds
696.880	City of Atlanta	GA	Airport Revenue Bonds
608.160	The Regents of the University of California	CA	General Revenue Bonds
384.260	Los Angeles Unified School District	CA	Certificates of Participation
360.905	City of Colorado Springs	CO	Utilities System Improvement and Refunding Revenue Bond
300.000	Dormitory Authority of the State of New York	NY	Obligated Group Revenue Bonds
239.725	Cities of Dallas and Fort Worth **	TX	Joint Revenue Refunding Bonds
226.240	State of Louisiana	LA	Grant Anticipation Notes
181.295	City of Chicago	IL	Customer Facility Charge Senior Lien Refunding Bonds
180.000	Colorado Housing and Finance Authority	CO	Single Family Mortgage Bonds
149.375	Idaho Housing Finance Association	ID	Single Family Mortgage Bonds
143.829	City of Dallas Housing Finance Corporation	TX	Residential Development Revenue Bonds
120.045	The Regents of the University of California	CA	General Revenue Bonds
80.000	Pasadena Unified School District	CA	Election 2020 General Obligation Bonds
25.500	City of Port Arthur	TX	Combination Tax and Revenue Certificates of Obligation

**Cabrera will serve as Senior Manager



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NOTABLE FIXED DEALS FROM LAST WEEK

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

Issuer	Texas Public Finance Authority				The City of New York				Washington Metropolitan Transit Authority			
State	TX				NY				DC			
Call	10/1/2033				8/1/2033				7/15/2033			
Tax Status	Taxable				Tax-Exempt				Tax-Exempt			
Size (\$mm)	364.600				950.000				797.800			
Ratings	AAA/AAA				Aa2/AA/AA				AA			
	Maturity	Coupon	Yield	Spread	Maturity	Coupon	Yield	Spread	Maturity	Coupon	dc	Spread
	2024	5.150	5.150	38	2025-2051	5.00	3.12-4.15	0-48	2024-2048	5.00	3.35-4.11	5-48
	2025	4.900	4.900	13	2053	4.125	4.35	66	2053	5.25	4.14	45
	2026	4.701	4.701	28								
	2027	4.528	4.528	43								
	2028	4.578	4.578	48								
	2029	4.634	4.634	58								
	2030	4.684	4.684	63								
	2031	4.680	4.680	68								
	2032	4.680	4.680	68								
	2033	4.700	4.700	70								
	2034	4.800	4.800	80								
	2035	4.900	4.900	90								
	2036	4.980	4.980	98								
	2037	5.070	5.070	107								
	2038	5.130	5.130	113								
	2043	5.235	5.235	105								

ECONOMIC CALENDAR (ALL TIMES IN ET)

Monday	Tuesday	Wednesday	Thursday	Friday
14-Aug	15-Aug	16-Aug	17-Aug	18-Aug
None Scheduled	8:30 AM U.S. Retail Sales	8:30 AM Housing Starts	8:30 AM Initial Jobless Claims	None Scheduled
	8:30 AM Import Price Index	8:30 AM Building Permits	10:00 AM U.S. Leading Economic Indicators	
	10:00 AM Business Inventories	9:15 AM Industrial Production		
21-Aug	22-Aug	23-Aug	24-Aug	25-Aug
None Scheduled	10:00 AM Existing Home Sales	9:45 AM S&P Flash U.S. Services PMI	8:30 AM Initial Jobless Claims	10:00 AM U Mich Consumer Sentiment, Final
		9:45 AM S&P Flash U.S. Manufacturing PMI	8:30 AM Durable-Goods Orders	