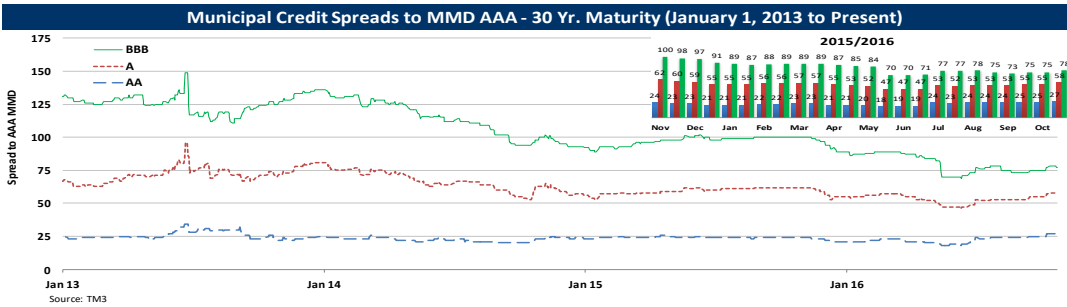


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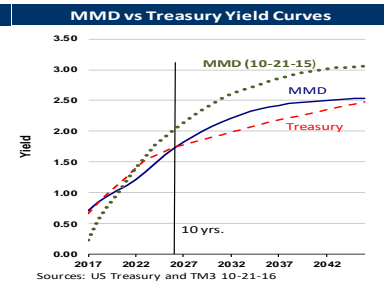
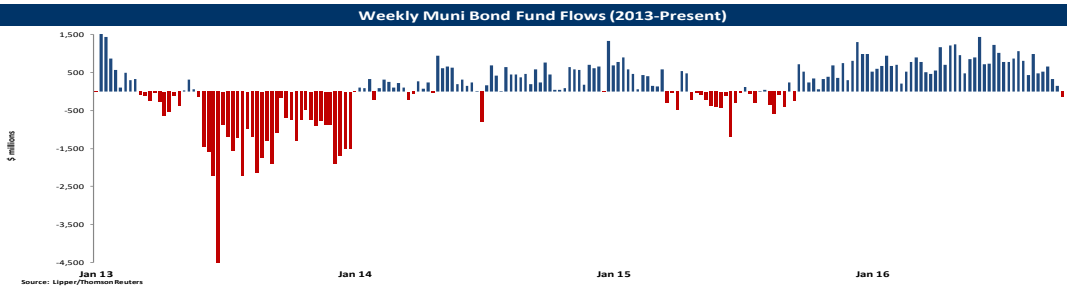
- Last week muni volume was about \$14.8 billion. This week volume is expected to be \$16.5 billion. The negotiated market is led by \$2.8 billion for New Jersey Transportation Trust Fund Authority and \$2.4 billion taxable POB's for Alaska Pension Obligation Bond Corp. The competitive market is led by \$693.0 million for the Maryland Department of Transportation in 2 bids on Wednesday.
- Last week credit spreads narrowed 1 bp for Aa, A and Baa.
- Weekly reporting muni bond mutual funds experienced outflows of \$135.9 million for the week ending October 19 after inflows of \$147.3 million the previous week. *This is the first weekly outflow in over a year.*
- From Friday to Friday, MMD yields decreased 7 bps in 1 year and 1 bp in 5 years, increased 1 bp in 10 years and decreased 1-2 bps in 15 to 30 years. Muni/Treasury ratios for 10 and 30 year maturities ended the week at 99.1% and 102.0%, respectively, an increase from the week before.
- The 2 to 30 year MMD spread was 169 on Friday, 1 bp steeper than the previous Friday. The curve has steepened 20 bps since the beginning of October.
- Last week munis focused on a primary market of \$15+ billion, the highest projected weekly volume in the last 2 years. With the ECB suggesting it might extend QE beyond March 2017 and the Fed that it might let inflation exceed targets, the Treasury curve flattened, but improvement in the muni short end as the SIFMA municipal swap index has decreased 13 bps over the last two weeks ended up with a muni curve 1 bp steeper than last week. This week muni volume looks to set another record with over \$16 billion projected.

Selected Deals for the Week Ending 10/28/16			
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)	U/W
Negotiated			
New Jersey Transportation Trust Fund Auth, Fed Hiway Reimburse. Rev	2,768.00	A3/A+/A-	BAML
Alaska Pension Obligation Bond Corp, POB (Tx)	2,350.00	Aa3/AA/AA	Citi
Ascension Sr.Credit Grp, AL, IN, MI, TN,WI, Rev (5 Issuers) (Fixed and Tender)	1,042.38	Aa2/AA+/AA+	MS
California Health Facilities Financing Auth, (Cedar-Sinai Medical Center)	675.00	Aa3/NR/AA-	Bardays
Grand River Dam Auth, OK, Rev (Te & Tx)	459.00	A1/AA-/AA+	Citi
Piedmont Healthcare, Inc., GA, (3 Issuers) Rev & Rev Anticip Certif.	429.00	Aa3/AA-/	BAML
Commonwealth Transportation Board, VA, Fed Transport. Grant Anticipation Rev Notes	317.13	//	Wells
Michigan Finance Authority, Clean Water Revolving Fund Rev	296.06	Aaa/AAA/	PNC
Denver Convention Center Hotel Auth, CO, Rev	273.91	Baa2/BBB-/	Piper
County of Butler, OH, Hosp Rev (UC Health)	210.00	A2/A/NR	RBC
Regional Transportation Dist, CO, Sales Tax (Fastracks Project)	197.44	Aa2/AA+/AA	GS
Illinois Finance Auth, Rev (The Carle Foundation)	195.00	NR/AA-/AA-	Bardays
Hospital Facilities Authority of The City of Salem, OR, Rev (Salem Health)	195.00	/A+/A+	Citi
Conroe ISD, TX, ULT GO (PSF Gty)	191.00	Aaa/AAA/	RayJay
Board of Regents of the Univ. of Texas, Revs	190.00	//	MS
City of Raleigh, NC, Rev (Combined Enterprise Sys)	177.09	Aaa/AAA/AAA	JPM
Higher Education Facility Commission, OH, Rev (Case Western Reserve Univ.)	162.07	//	MS
New Hampshire Health & Education Facilities Auth, Rev (Elliot Hospital)	150.00	//	MS
New Hope Cultural Education Facilit. Finance Corp, TX, (Texas A&M Univ Cain Hall Proj.)	150.00	Aa2/AA+/	Piper
Wake Forest University Baptist Medical Center, NC, (Wake Forest Baptist Oblig. Grp) (Tx)	150.00	A2/A/	Wells
Health & Ed. Facil. Board of Metro Govt. of Nashville & Davidson Co, TN (Vander. Univ) (Tx)	140.45	Aa2/AA/AAA	Wells
Massachusetts Development Finance Agy, Rev (U Mass Boston Student Housing)	131.00	Baa3/BBB-/	Citi
Kentucky Econ. Development Finance Auth, (Masonic Home Indep. Living)	123.40	NR/NR/	Ziegler
Maryland Health & Higher Edu. Facilit. Auth, Rev (Lifebridge Health)	120.00	A1/A+/	BAML
El Paso Co. Community College Dist, TX, Combined Fee Rev	120.00	/A+/A+	RayJay
State of Connecticut Health & Educat. Facil Auth, Rev (Masonicare)	109.00	NR/NR/BBB+	Ziegler
Chicago Park Dist, IL, LT & ULT GO	102.59	NR/AA+/	Cabrera
Competitive			Mat
Tues, 10/18			
City & County of Denver, CO, Wastewater Rev.	115.00	Aa1/AAA/AAA	'17-'46
Wed, 10/19			
Maryland Dept. of Transportaion, Consolidated Transp. (2 bids)	692.99	Aa1/AAA/AA+	'19-'31
South Broward Hospital Dist, FL, (South Broward Hosp Dist Obligated Group)	150.93	Aa3/AA/	'37-'44
State Public Works Board of the State of California, Lease Rev	147.39	A1/A+/A+	'17-'36
Metropolitan Transportaion Auth, NY, Transportatio Rev (LIBOR Floaters) (2 bids)	131.89	A1/AA-/A/AA+	'20 &'22
Thurs, 10/20			
North Texas Municipal Water Dist, Water Rev	327.60	Aa2/AAA/	'17-'46
Sources: Bond Buyer and IPREO			



MMD Spots					
Mat	21-Oct	14-Oct	Chg.	12 mo. low	12 mo. high
1	0.71	0.78	-0.07	0.23	0.78
5	1.12	1.13	-0.01	0.79	1.32
7	1.34	1.34	0.00	1.03	1.73
10	1.72	1.71	0.01	1.29	2.19
15	2.15	2.16	-0.01	1.57	2.67
20	2.39	2.41	-0.02	1.80	2.95
25	2.49	2.51	-0.02	1.88	3.13
30	2.54	2.56	-0.02	1.93	3.20

Source: TM3



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