

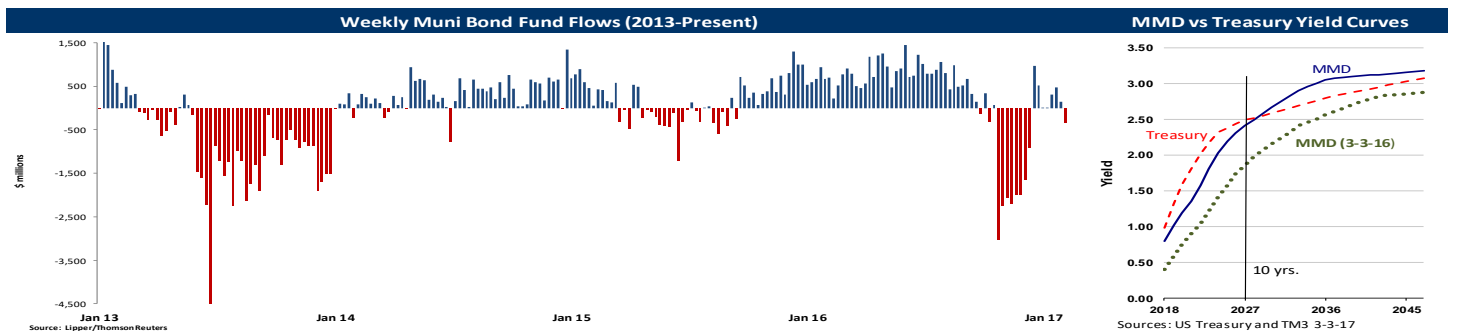
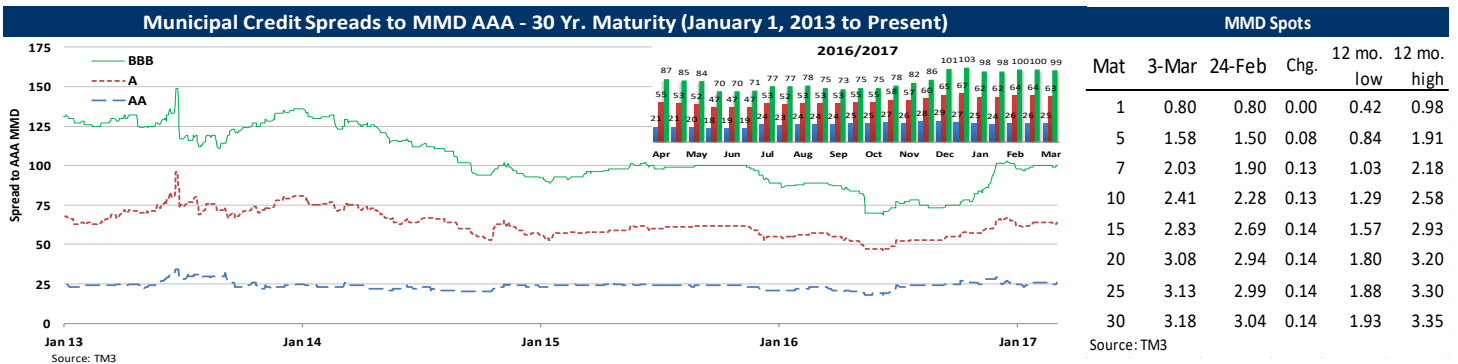
## Comments:

- Last week muni volume was about \$4.0 billion. This week volume is expected to be \$10.2 billion. The negotiated market is led by \$2.4 billion for the State of California. The competitive market is led by \$1.2 billion of tax-exempt and taxable GO's for the State of Maryland in 3 bids on Wednesday.
- Last week credit spreads for AA, A and BBB widened by 1 bp from the week before.
- Weekly reporting muni bond mutual funds reported an **outflow of \$346.2 million** for the week ending March 1 after an inflow of \$149.3 million for the week before. The eight week moving average was \$261.8 million.
- From Friday to Friday, MMD yields were flat in 1 year, increased 8 bps in 5 years and 13 to 14 bps in 7 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 96.9% and 103.2%, respectively.
- The 2 to 30 year MMD spread was 216 on Friday, 8 bps steeper than the previous Friday. Since the beginning of 2017 the curve has steepened by 34 bps.
- Last week munis seemed impacted most by external factors, French election seemed less stress and removed flight to quality, Trump speech while short on specifics continued to pump equities and risk-on trade and Fed seeming to lean towards March hike with probability rising from 30% to 60% based on fed funds market. This week's increase in volume started weighing in towards the end of the week as many dealers looked to unload inventory with concessions of 4-5 bps. For secondary bonds of deals coming this week, some saw concessions of +10 bps.

Selected Deals for the Week Ending 3/10/17			
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)	U/W
<b>Negotiated</b>			
State of California, GO	2,445.00	Aa3/AA-/AA-	Citi
New York City Transitional Finance Auth, NY, Future Tax Subord.	800.00	Aa1/AAA/AAA	JPM
Dept. of Water & Power of the City of Los Angeles, CA, Power Rev	342.00	Aa2/AA-/AA-	Citi
New Jersey Educational Facilities Auth, (Princeton Univ.)	338.44	Aaa/AAA/	GS
Coast Community College Dist., CA, (Te & Tx)	310.00	Aa1/AA+/	RBC
Metropolitan Transport. Auth, NY, Transportation Rev (Green/Climate Certif.)	300.00	A1/AA-/A/AA+	Jefferies
Washington Health Care Facilit. Auth, WA, (Fixed, Libor, Sifma)(Fred Hutchinson)	197.14	A3/A/NR	JPM
West Virginia Finance Auth, (West Virginia Univ. Health System)	184.00	A2/A/NR	BAML
Texas Public Finance Auth, State of Texas GO	175.00	Aaa/AAA/	RBC
City of Kansas City, MO, Special Obligations (Te & Tx)	157.95	A1/AA-/NR	JPM
New York State Housing Finance Agy, Affordable Housing (Green/Climate Certif.)	155.55	Aa2/NR/NR	JPM
Truckee Meadows Water Auth, NV, Water Rev	148.14	Aa2/AA+/	RBC
Million Air Two LLC, NY & WI, Aviation Facilities (Tx & AMT)	145.00	//	Citi
University of Pittsburg, PA, Rev (Tx)	104.52	//	Wells
The Trustees of Princeton University, (Tx)	100.00	Aaa/AAA/	GS
<b>Competitive</b>			
<b>Tue, 3/7</b>			
State of Wisconsin, GO	340.39	//	'22-'37
City of Boston, MA, GO	150.00	Aaa/AAA/	'18-'37
Sullivan County, TN, GO	140.00	Aa2//	'19-'47
Springdale SD No. 50 of Washingto County, AR, GO	128.80	//	'18-'41
<b>Wed, 3/8</b>			
State of Maryland, GO (Te & Tx) (3 bids)	1,199.47	Aaa/AAA/AAA	'17-'32

Sources: Bond Buyer and IPREO

Bold=Mischler



Disclaimer – Mischler Financial Group, Inc. has obtained this information from sources considered to be reliable, but does not guarantee its accuracy and/or completeness. Neither the information nor any opinions expressed constitute a solicitation for the purchase or sale of any security referred to herein.