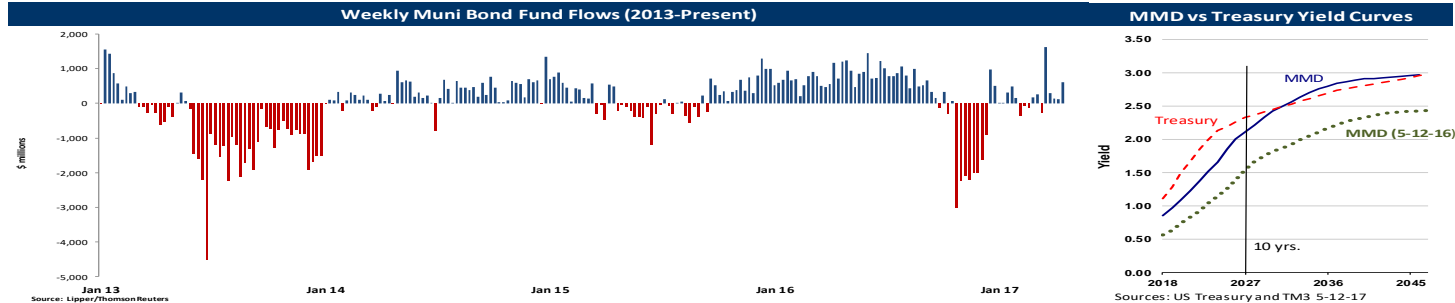
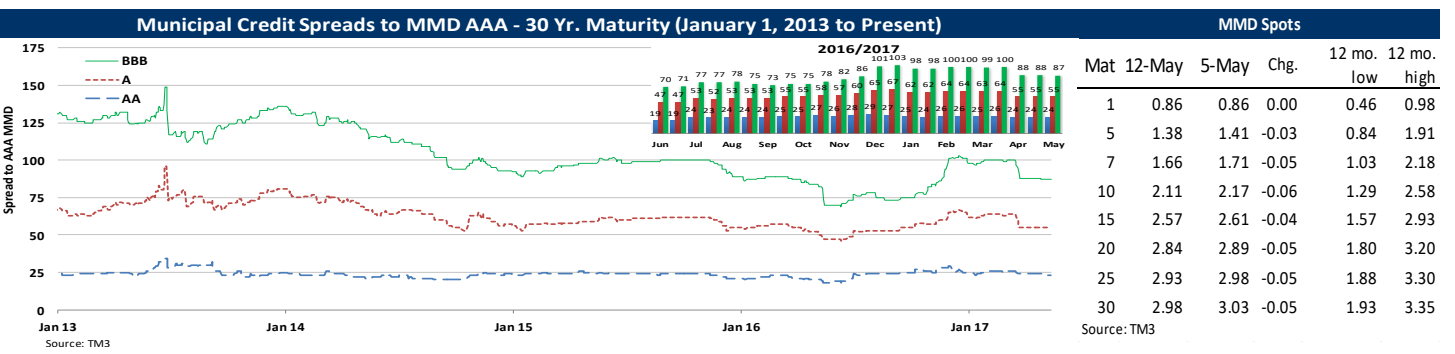


Comments:

- Last week muni volume was about \$8.9 billion. This week volume is expected to be \$8.8 billion. The negotiated market is led by \$1.08 billion for Los Angeles Unified School District, California. The competitive market is led by \$231.6 million for the City of Phoenix Civic Improvement Corp, Arizona on Tuesday.
- Last Friday credit spreads were unchanged compared with the previous Friday.
- Weekly reporting muni bond mutual funds reported an inflow of \$605.7 million for the week ending May 10 after an inflow of \$127.8 million for the week before. The eight week moving average was positive \$368.4 million.
- From Friday to Friday, MMD yields were unchanged in 1 year, and decreased 3 to 6 bps in 5 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 90.6% and 99.6%, respectively, about 2 ratios lower than the previous Friday.
- The 2 to 30 year MMD spread was 201 on Friday, 3 bps flatter than the previous Friday.
- Last week munis managed to handle hefty volume despite some weakness in other bond markets. Week started out with risk-on sentiment after the election of Macron in France which buoyed euro stocks. Added pressures for bonds from rate-lock selling for corporate calendar, \$62 billion Treasury refunding and Buffet arguing against buying bonds on CNBC. Comey firing hit the markets on Wednesday and raised concerns about focus for Trump's tax reform plans. Muni's seemed to power through with new issues seeing bumps of 2-7 bps on Tuesday and again 1-6 bps on Wednesday. Focus seemed to change to short/intermediate range on Thursday from longer serials/dollar bonds earlier in the week. This week sees another sizeable volume, but strong flows into bond funds should support pricings. Last week muni/treasury ratios saw munis outperform treasuries.

Selected Deals for the Week Ending 5/19/17			
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)	
Negotiated			
Los Angeles Unified School Dist, CA, GO	1,089.82	Aa2/NR/AAA	U/W MS
Dormitory Auth of the State of New York, Rev (NYU) (Te & Tx)	665.00	Aa2/AA-/	Wells
District of Columbia, GO	576.42	Aa1/AA/AA	Siebert
State of Oregon Dept. of Transportation, Sr Lien Highway User Tax	337.00	Aa1/AAA/AA+	Citi
City of Charlotte, NC, Airport Rev (Charlotte Douglas Int'l Airport)	312.00	Aa3/ /AA-	BAML
IN Finance Auth & KY Econ. Develop. Finance Auth, Rev (Baptist Healthcare Sys)	296.00	Baa2/ /A	BAML
California Health Facilities Financing Auth, Rev (Children's Hosp Los Angeles)	281.72	Baa2/BBB+/	Barclays
North Carolina Housing Finance Agy, Home Ownership Rev (Te & AMT)	255.56	Aa2/AA/NR	RBC
Higher Education Student Assistance Auth, NJ, Student Loan Rev	250.00	Aaa/AAA/	BAML
Connecticut Health & Educational Facilities Auth, Rev (Yale Univ.)	200.00	Aaa/AAA/	Barclays
Tennessee Housing Development Agy, Residential Finance (Te & AMT)	175.00	Aa1/AA-/	Citi
South Dakota Housing Develop. Auth, Homeownership (Te, Tx & AMT)	166.00	Aaa/AAA/	Citi
Colorado Education & Cultural Facilities Auth, (Univ. of Denver) (Te & Tx)	149.66	A1/ /	RBC
Massachusetts Develop. Finance Agy, Rev (Williams College) (Fixed & Variable)	101.75	Aa1/AA+/	GS
Competitive			
Mon, 5/15			
Metropolitan Transportation Auth, NY, Ded Tax Fund Var. Rate Notes (SIFMA Index)	82.58		'22
Tue, 5/16			
City of Phoenix Civic Improvement Corp, AZ, Excise Tax Rev (Te & Tx) (2 bids)	231.57	Aa2/AA+/AA+	'18-'32
Albany County, NY, GO Notes	134.28		'18
Wed, 5/17			
County of Wayne, MI, Tax Notes	172.44	/SP-1/	'19
Tulsa Public Facilities Auth, OK, Rev	115.30	/AA-/	'19-'32
The City of Seattle, WA, GO (3 bids)	99.83	Aaa/AAA/AAA	'17-'47
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.