

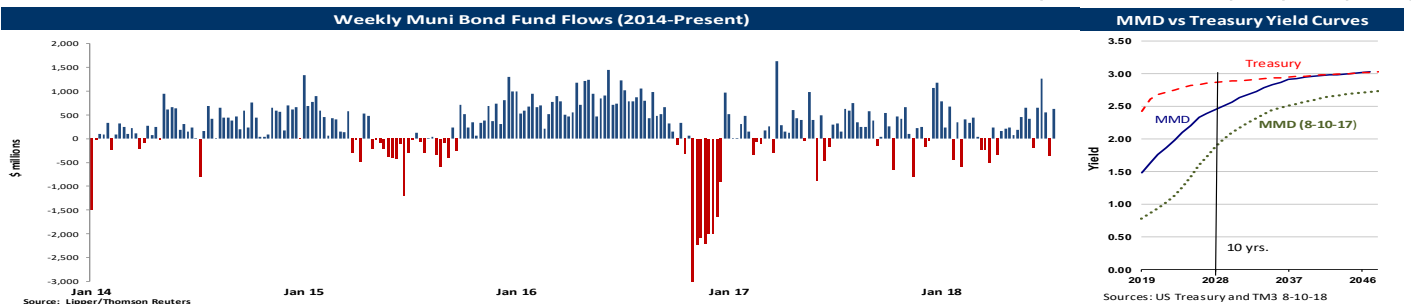
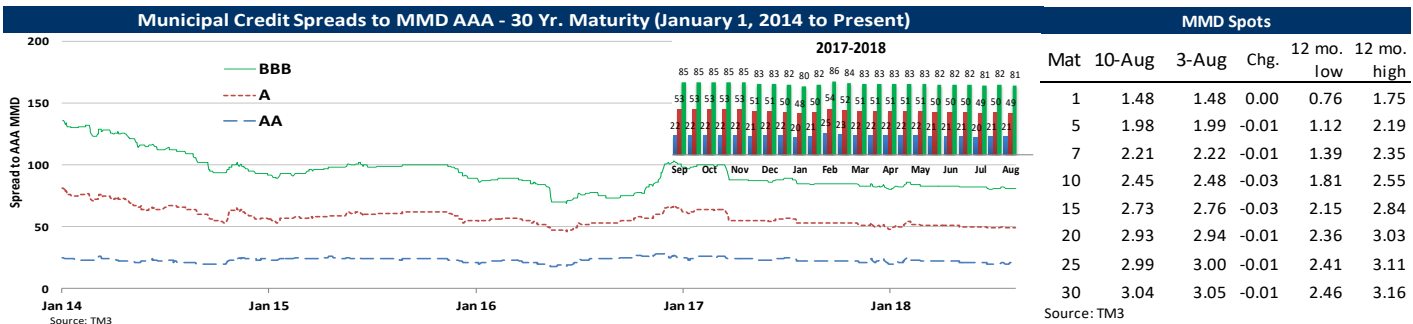
Comments:

- Last week muni volume was about \$5.3 billion. This week volume is expected to be \$11.8 billion. The negotiated market is led by \$2.3 billion Airport System Subordinate Revenue bonds for the City and County of Denver, Colorado. The competitive market does not have any financings greater than \$100.0 million scheduled.
- Last Friday credit spreads were unchanged for AA, A and BBB from the previous Friday.
- Weekly reporting muni bond mutual funds reported an inflow of \$622.6 million for the week ending August 8 after an **outflow of \$368.4 million** for the week before. The eight week moving average was positive \$449.0 million.
- From Friday to Friday, MMD yields were unchanged in 1 year, decreased 1 bp in 5 to 7 years, 3 bps in 10 to 15 years and 1 bp in 20 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 85.7% and 100.7%, respectively, about 1.7 ratios higher in 10 years and 2.1 ratios higher in 30 years compared with the week before.
- The 2 to 30 year MMD spread was 141 bps on Friday, unchanged from the previous Friday. Since the end of 2017, munis have steepened by 43 bps, with the long end providing the increase, while Treasuries have flattened by 43 bps, although munis have flattened 13 bps since mid-March.
- Last week munis felt pressure from geopolitical events. Early on China, Brexit Iran and Italy along with softer factory orders in Germany gave bonds a lift. Later in the week, Turkey pushed bonds up in a flight to quality. Large Treasury 3/10/30 year auctions for \$78 billion put some pressure on bonds. Muni volume is almost \$12 billion this week, the highest for 2018. The 2-30 year MMD spread did not move at 141 bps and muni ratios increased as Treasuries outperformed munis on the week with the 30 year ratio hitting a 3 month high. The competitive market is quiet this week with no deals over \$100 million.

Selected Deals for the Week Ending 8/17/18				
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)	U/W	
Negotiated				
City and County of Denver, CO, Airport Subordinate Rev (Te & AMT)	2,276.00	A2/A/A+	BAML	
Allegheny County Hosp. Develop. Auth, PA, Rev (Allegheny Health Network)	915.00	A/ /	Citi	
State of Connecticut, GO, (Te & Tx)	889.14	A1/A/A+/AA-	Siebert	
Miami-Dade County, FL, Aviation Rev (Te, AMT, Tx)	716.55	NR/A/A	JPM	
Golden State Tobacco Securitization Corp, CA, Tobacco ABS	710.91	/NR/	Jefferies	
The Port Auth. of New York & New Jersey, Rev (Te & Tx)	700.00	Aa3/AA-/	Citi	
The Tennessee Energy Acquisition Corp, Gas Rev	525.56	A3/NR/A	GS	
City and County of Honolulu, HI, GO (Te & Tx)	461.00	Aa1/ /AA+	BAML	
Denton ISD, TX, ULTGO (PSF Gty)	397.55	/AAA/	Piper	
New York City Municipal Water Finance Auth, NY, Water & Sewer (Second Gen'l Resol.)	270.00	Aa1/AA+/AA+	RBC	
Public Finance Auth, WI, Rev (Maryland Proton Treatment Center)	268.00	NR/ /	Citi	
Arizona Transportation Board, Excise Tax Rev	264.00	/ /	Citi	
Metropolitan Transportation Auth, NY, Transportation Rev (Green-Climate Bd Certif.)	220.00	A1/A/AA-	JPM	
Trinity River Authority of Texas, Wastewater Rev	219.01	NR/AAA/AA+	JPM	
The City of Seattle, WA, Muni Light & Power Rev (SIFMA Index)	198.76	Aa2/AA-	RBC	
Campbell Union High School District, CA, GO	197.00	Aa1/AAA/	RBC	
The Salvation Army, Central Territory Gen'l Rev. (Tx)	175.99	Aa3/AA-/	JPM	
Board of Regents of the Univ, of N. Texas, Sys. Rev (Te & Tx)	165.65	Aa2/NR/AA	JPM	
Allegheny Co. Sanitary Sewer Auth, PA, Sewer Rev	150.00	A1/A+/	PNC	
Pennsylvania Housing Finance Agy, Single Family	125.56	Aa2/AA+/	Jefferies	
Minnesota Housing Finance Agy, Homeownership Finance (Te & Tx)	100.44	Aaa/NR/NR	RBC	
Competitive				
				Mat

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.