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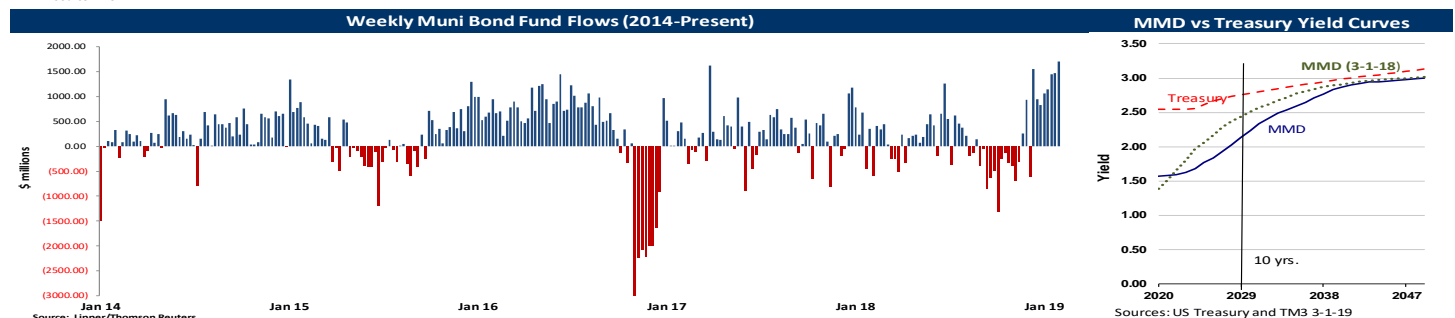
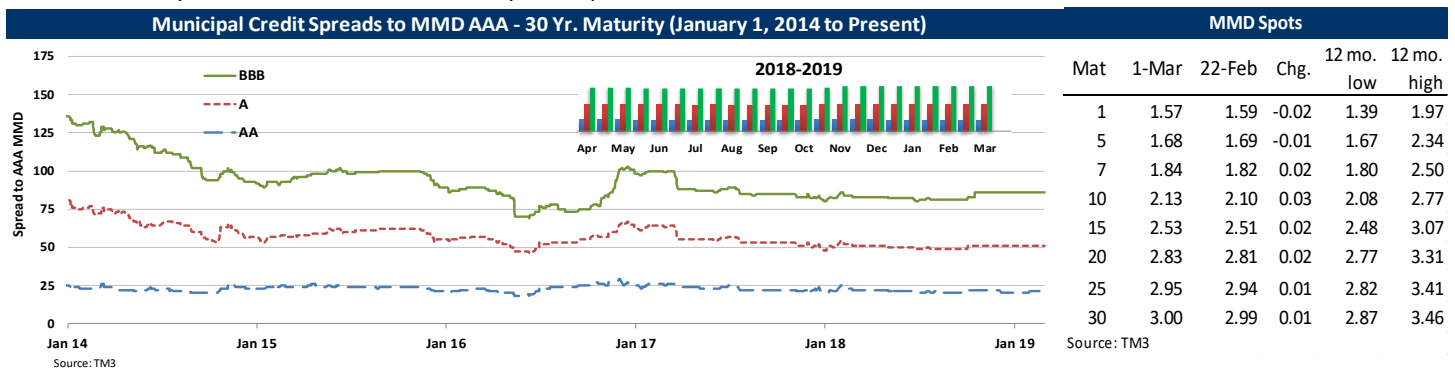
- Last week muni volume was about \$4.7 billion. This week volume is expected to be \$5.8 billion. The negotiated market is led by \$2.3 billion general obligation bonds for the State of California. The competitive market is led by \$288.0 million general obligation bond anticipation notes for Baltimore County, Maryland, on Tuesday.

Selected Deals for the Week Ending 3/8/19				
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)		
Negotiated				
State of California, GO	2,300.00	Aa3/AA-/AA-	U/W	Citi
The City of New York, GO	914.25	Aa1/AA/AA		Siebert
Alvin Independent School District, TX, ULTGO	173.15	Aaa/ /AAA		JPM
Minnesota Housing Finance Agy, Residential Housing (Te, Tx & AMT)	143.56	Aa1/AA+/NR		RBC
Kenton County Airport Board, KY, (Cinn./N. KY Int'l Airport) Senior CFC Rev (Tx)	104.80	A3/ /A-		BAML
Kenton County Airport Board, KY, (Cinn./N. KY Int'l Airport) Rev	35.00	A1/ /A+		BAML
State of Oregon, Dept. of Admin. Services, COP's (Elliott State Forest) (Tx)	101.00	Aa2/AA/AA		Citi
Competitive				
Tue, 3/5				
Baltimore County, MD, GO BAN's (2 bids)	288.00	MIG1/SP-1+/F1+		'20
City of Boston, MA, GO	145.13	Aaa/AAA/		'20-'39
County of Forsyth, NC, GO (2 bids)	122.78	Aaa/AAA/AAA		'20-'39
Carrollton-Farmers Branch ISD, TX, ULTGO (2 bids) (PSF Gty) (Underlying Aa1/AA+/)	109.44	Aaa/AAA/		'20-'39
Wed, 3/6				
The City of New York, NY, GO (Tx)	71.89	Aa2/AA/AA		'20-'26

Sources: Bond Buyer and IPREO

Bold=Mischler

- Credit spreads were unchanged for AA, A and BBB from the previous Friday.
- Weekly reporting muni bond mutual funds saw an inflow of \$1.7 billion for the week ending February 27 after an inflow of \$1.5 billion for the week before. The eight week moving average was positive \$1,271.5 million.
- From Friday to Friday, MMD yields decreased 1 to 2 bps in 1 to 5 years and increased 2 to 3 bps in 7 to 20 and 1 bp in 25 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 77.2% and 95.8%, respectively, 1.9 ratios lower in 10 years and 3.1 ratios lower in 30 years.
- The 2 to 30 year MMD spread was 137 bps on Friday, 3 bps steeper than the previous Friday. Since the end of 2017, munis have steepened by 39 bps while Treasuries flattened about 27 bps over the same period. Since March 2018, munis did flatten 17 bps to date.
- Last week munis outperformed Treasuries as the manageable muni volume and continued inflows to the bond funds kept muni rates from following Treasuries higher as the market kept pushing for risk-on mostly on the delay in imposing tariffs on Chinese imports and positive statements about coming up with a US/China trade deal. The 10-year muni-treasury ratio was near its 10 year low last Friday at 77.2% and the 30-year ratio was near its twelve month low. Muni rates for 3 to 15 years continued to set or equal lows for the latest twelve months. Much of the economic data last week was weak and In the Humphrey/Hawkins testimony to Congress, Fed Chairman Powell signaled the Fed was in a pause mode with nothing new on the immediate horizon to suggest it should take any action. As tax season approaches the positive inflows to the bond funds and reasonable volume may minimize the more customary underperformance.



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