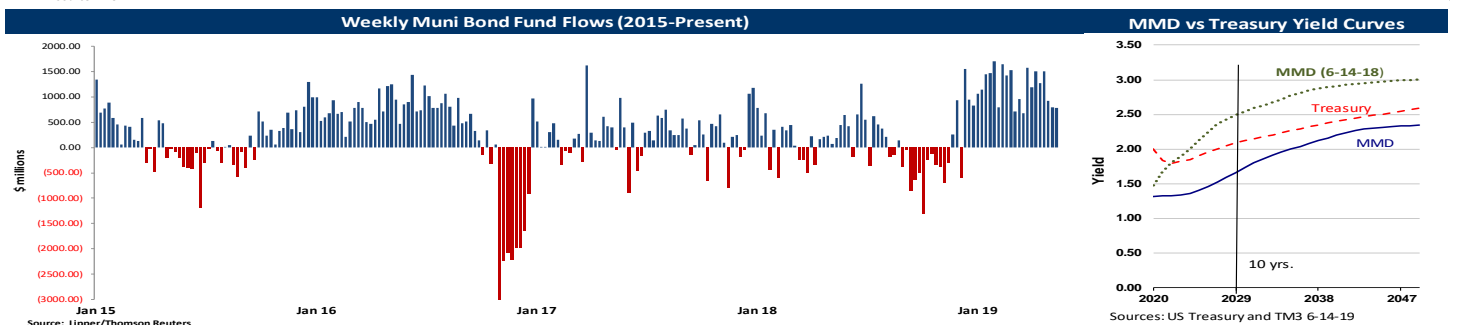
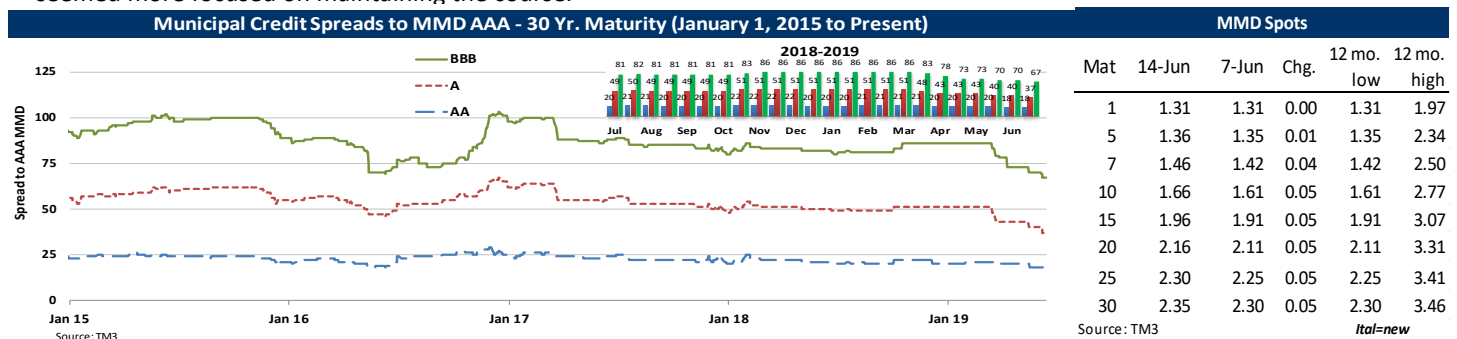


Comments:

- Last week muni volume was about \$9.9 billion. This week volume is expected to be \$6.2 billion. The negotiated market is led by \$706.3 million turnpike subordinate revenue bonds for Pennsylvania Turnpike Commission. The competitive market is led by \$1.6 billion personal income tax bonds for the Dormitory Authority of the State of New York on Thursday.

Selected Deals for the Week Ending 6/21/19			
Issuer	Par (\$mil)	Ratings (M/F/K)	U/W
Negotiated			
Pennsylvania Turnpike Commission, Turnpike Subordinate Rev	706.30	A3/A-/A+	Citi
Montgomery County Higher Education & Health Auth, PA, (Thomas Jefferson Univ.)	415.50	A2/A/	BAML
Indiana Finance Authority, Health Sys Rev (Indiana University Health)	343.29	Aa2/AA/	Citi
Indiana Finance Authority, Hosp. Rev (Indiana University Health) (Remarketing)	291.65	Aa2/AA/	Citi
State of Connecticut, SRF General Rev	281.07	Aaa/AAA/	MS
The Metropolitan Water District of Southern California, Subord. Water Rev	240.90	/AA+/	MS
Harris County Cultural Education Facilities Finance Corp., TX, Rev (Texas Children's Hosp.)	231.24	Aa2/AA/	GS
County of San Bernardino, CA, COP's (2019 Arrowhead Project)	223.57	Aa2/ /	MS
The Pittsburgh Water & Sewer Auth, PA, 1st Lien Rev & Subord. Rev (AGM Insured)	221.44	A3(A2)/ /	MS
East Bay Municipal Utility District, CA, Water Rev	162.21	Aa1/NR/	JPM
Competitive			
Tue, 6/18			
Board of Trustees of the University of Alabama, AL, (2 bids)	171.53	Aa2/ /	'21-'48
Wed, 6/19			
State of Georgia, GO (Te & Tx) (4 bids)	950.91	Aaa/AAA/	'20-'39
Thur, 6/20			
Dormitory Auth of the State of New York, State PIT (5 bids)	1,633.20	Aa1/AA+/	'21-'49
State of Idaho, TAN's	555.00	MIG 1/ /	'20
Sources: Bond Buyer and IPREO		Bold=Mischler	S&P no longer available

- Credit spreads were unchanged for AA, A and BBB from the previous Friday. Since the beginning of 2019 spreads have decreased as follows: AA 10%, A 29% and BBB 23%.
- Weekly reporting muni bond mutual funds saw the 23rd consecutive week of inflows, \$778.4 million for the week ending June 12 after an inflow of \$792.9 million for the week before. The eight week moving average was positive \$1,191.5 million. The year to date total inflows to all municipal bond funds stands at \$41.6 billion.
- From Friday to Friday, MMD yields were unchanged in 1 year and increased 1 bp in 5 years, 4 bps in 7 years and 5 bps in 10 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 79.3% and 90.7%, respectively, 2.0 ratios higher in 10 years and 1.3 ratios higher in 30 years.
- The 2 to 30 year MMD spread was 103 bps on Friday, 5 bps steeper than the previous Friday but still 39 bps flatter than 14 weeks ago. Since March 2018, munis have flattened 51 bps and Treasuries have flattened 14 bps.
- Last week munis continued the steepening yield curve trend of the last several weeks as short rates were flat while the long end (10 years and longer) increased 5 bps. This trend follows Treasuries which saw more bull steepening with short rates lower and long rates higher based mostly on the increased likelihood of a July Fed Open Market rate increase (87.9% on Friday). Munis continue to reflect positive technicals even with last week's highest weekly volume of the year. While the stock and Treasury markets continue to react to geopolitical events, US/Mexico, US/China and last week's oil price fluctuations, munis seemed more focused on maintaining the course.



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