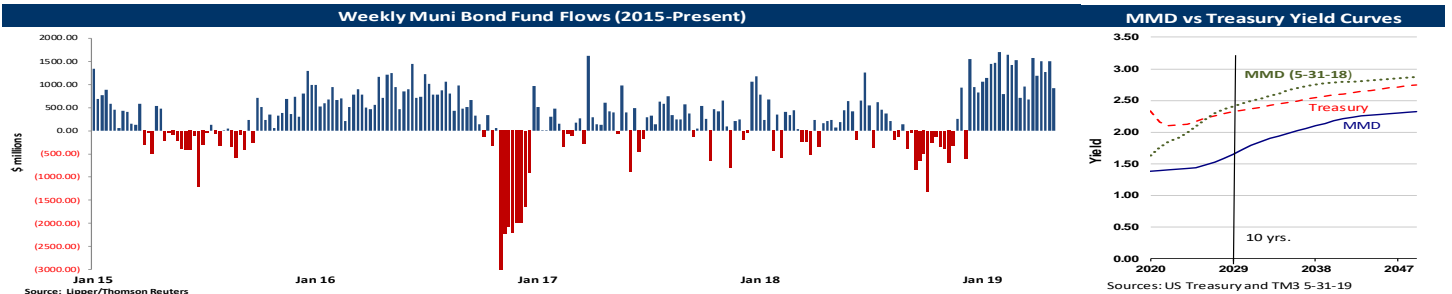
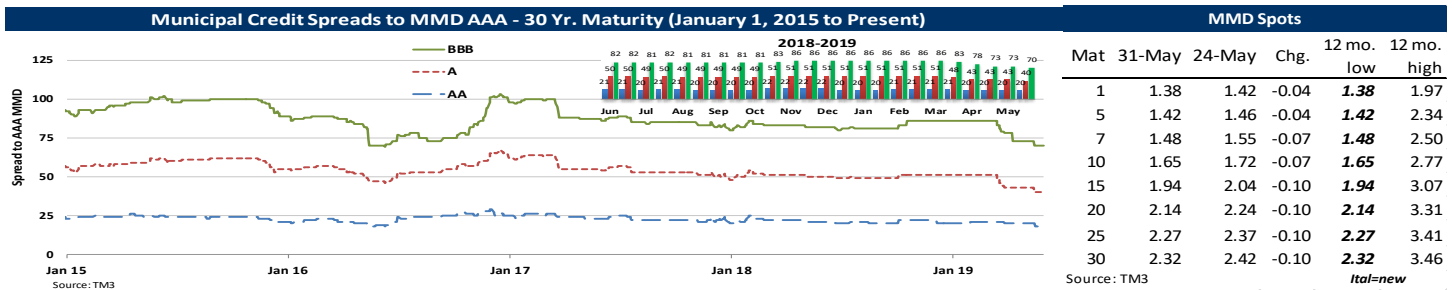


Comments:

- Last holiday shortened week muni volume was about \$2.0 billion. This week volume is expected to be \$7.0 billion. The negotiated market is led by \$700.0 million Tax and Revenue Anticipation Notes for the County of Los Angeles, California. The competitive market is led by \$200.0 million general obligation bonds for Clark County School District, Nevada on Wednesday.
- Credit spreads for AA, A and BBB were unchanged from the previous Friday.
- Weekly reporting muni bond mutual funds saw an inflow of \$918.9 million for the week ending May 29 after an inflow of \$1.5 billion for the week before. The eight week moving average was positive \$1,199.5 million.
- From Friday to Friday, MMD yields decreased 4 bps in 1 to 5 years, 7 bps in 7 to 10 years, and 10 bps in 15 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 77.0% and 90.3%, respectively, 3.0 ratios higher in 10 years and 2.4 ratios higher in 30 years.
- The 2 to 30 year MMD spread was 93 bps on Friday, 6 bps flatter than the previous Friday and 49 bps flatter than 12 weeks ago. Since March 2018, munis have flattened 61 bps (driven mostly by lower long rates) and Treasuries have flattened 26 bps.
- Last week munis underperformed Treasuries as reflected in the MMD/Treasury ratios increasing 2 to 3 ratios with the 30 year hitting 90%. The markets were focused mostly on trade issues, China with a threat to use rare earth metals as a bargaining chit in the US/China trade war and then later in the week President Trump threatening tariffs on Mexican imports unless they stop illegal immigration into the US. Bottom line is that markets are beginning to look for the Fed to cut rates, possibly twice this year, if all the trade wars lead to growth slowing.

Selected Deals for the Week Ending 6/7/19			
Issuer	Par (\$mil)	Ratings (M/F/K)	U/W
Negotiated			
County of Los Angeles, CA, 2019-20 TRAN's	700.00	MIG 1/F1+/	BAML
American University, DC, (Tx)	410.00	A1/NR/	JPM
Metropolitan Washington Airports Auth, DC, Airport Rev (Te & AMT)	398.81	Aa3/AA-/	Jefferies
Clark County, NV, Airport Rev (Senior & Subordin.) (McCarran Int'l Airport)	359.62	Aa2(Aa3)/ /	BAML
Higher Education Student Assistance Auth, NJ, Student Loan Rev (Senior & Subord.)	286.37	Aa1(A2)/ /	BAML
The Industrial Development Auth of the County of Maricopa, AZ, Rev (Banner Health)	246.82	NR/AA-/	Citi
Texas Public Finance Auth, Lease Rev	226.52	Aa1/NR/	MS
Tennessee Housing Development Agy, Residential Finance	200.00	Aa1/NR/	Citi
City of Charlotte, NC, Airport Rev (Te & AMT)	179.41	Aa3/AA-/	BAML
State of Connecticut Health and Ed. Facil. Auth, Rev (Yale New Haven Health) (Remarketing)	168.28	Aa3/AA-/	Barclays
Metropolitan Washington Airports Auth, DC, Dulles Toll Road 1st Sr Lien Rev	161.67	A2/NR/	Ramirez
New York State Housing Finance Agy, Affordable Housing Rev (Climate Bond Certified)	129.98	Aa2/ /	MS
Rhode Island Housing & Mortgage Finance Corp, Homeownership Opportunity	123.51	Aa1/NR/	JPM
Arizona Industrial Development Auth, AZ, Student Housing Rev (North Carolina Central Univ)	113.94	NR/ /	RBC
University of Delaware, DE, Rev	113.30	Aa1/NR/	Barclays
Matagorda County Navigation Dist. No. 1, TX, PCRB (Central Power & Light Co. Project)	100.64	Baa1/ /	MS
Banner Health, AZ, Rev (Tx)	100.00	NR/AA-/	MS
Competitive			
Tue, 6/4			
Arlington County, VA, GO	169.48	Aaa/AAA/	'20-'39
Travis County, TX, LTGO & ULTGO, (3 series)	153.96	Aaa/ /	'20-'39
Wed, 6/5			
Clark County School District, NV, LTGO	200.00	A1/ /	'21-'39
Commonwealth of Massachusetts, GO	178.25	Aa1/AA+/	'20-'31
Maryland Transportation Auth, (Te & AMT) (2 bids)	172.66	Aa2(A2)/AA(A)/	'20-'31
Loudoun County, VA, GO	170.37	Aaa/AAA/	'19-'38
School District of Georgetown County, SC, GO BAN's	100.00	MIG 1/ /	'20
Thur, 6/6			
County of Ventura, CA, 2019-20 TRAN's	160.00	MIG 1/ /	'20
Sources: Bond Buyer and IPREO			
		Bold=Mischler	S&P no longer available



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