



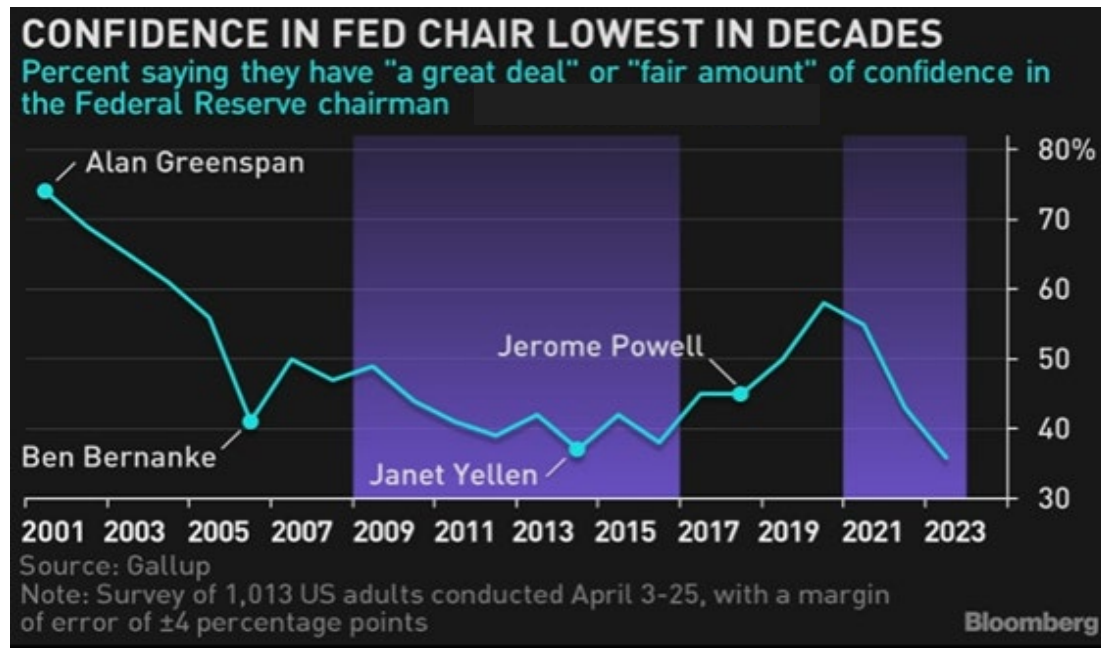
# Municipal Market Update

June 2023 Monthly Report



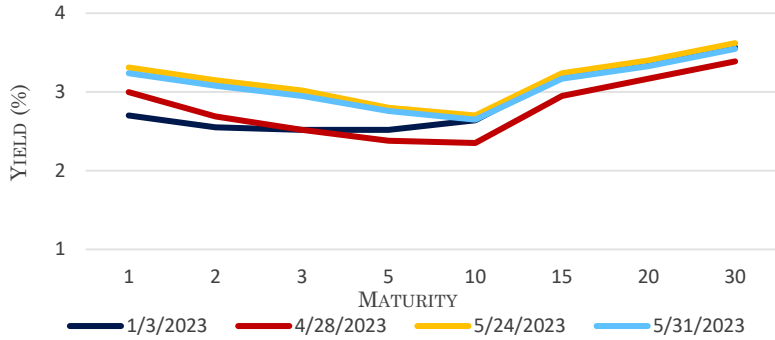
# MARKET COMMENTARY

- 2023 continues to be a volatile year in the market. Every month brings on a different story. The month of May was dominated by the debt limit negotiations (we successfully kicked the can down the road) and the uncertainty of the deal caused many investors to sit on the sidelines until it was resolved. As a result of the lack of participation, interest rates on the short end of the curve rose dramatically. Although there isn't a direct correlation between Treasuries and Munis, they do tend to go up in concert.
- Perhaps an equal driver of the increase in interest rates in May was the back and forth over the next move by the Federal Open Market Committee ("FOMC") on June 13-14. Although as of today, the majority feel that there will be a pause at this meeting, confidence waned over the course of the month. A rate hike in July is also not off the table. The Fed will continue to monitor inflation and digest the release of key economic data before making a decision. All this means is that for the next couple of months, the angst will continue.
- Contributing to the volatility is the desire of some of the voting members of the Federal Reserve to hold a press conference and voice their opinion after every economic news release. The Fed seems to forget that there tends to be a lag in the effect of changes in monetary policy. They have raised rates 500 basis points over the past year! Our recommendation to them is to go away for the summer and let market forces dictate our direction.



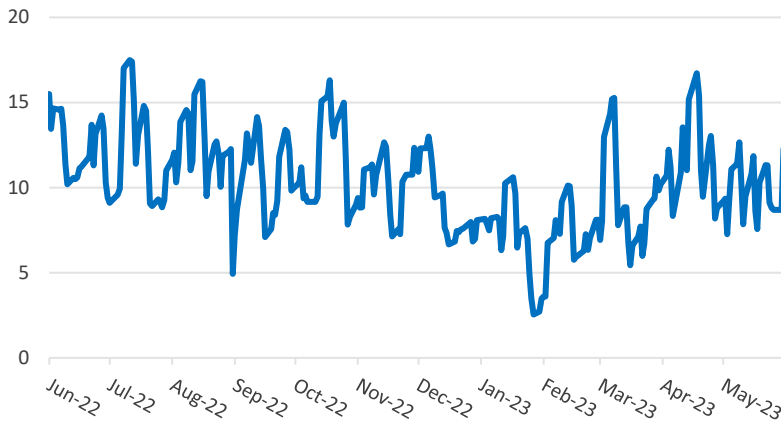
# CURRENT MARKET DATA

## AAA GO YIELD COMPARISON

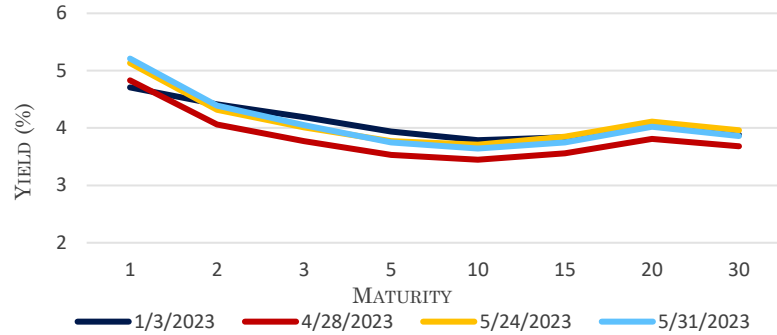


AAA Rated GO	AAA GO Yields (%)				5 day chg. (bps)	1 mo. chg. (bps)	YTD chg. (bps)
	5/31/2023	5/24/2023	4/28/2023	1/3/2023			
1 yr AAA GO	3.24	3.31	3.00	2.70	(0.07)	0.24	0.54
5 yr AAA GO	2.76	2.80	2.38	2.52	(0.04)	0.38	0.24
10 yr AAA GO	2.65	2.70	2.35	2.64	(0.05)	0.30	0.01
20 yr AAA GO	3.33	3.40	3.17	3.38	(0.07)	0.16	(0.05)

## 30-DAY VISIBLE SUPPLY (BILLIONS)

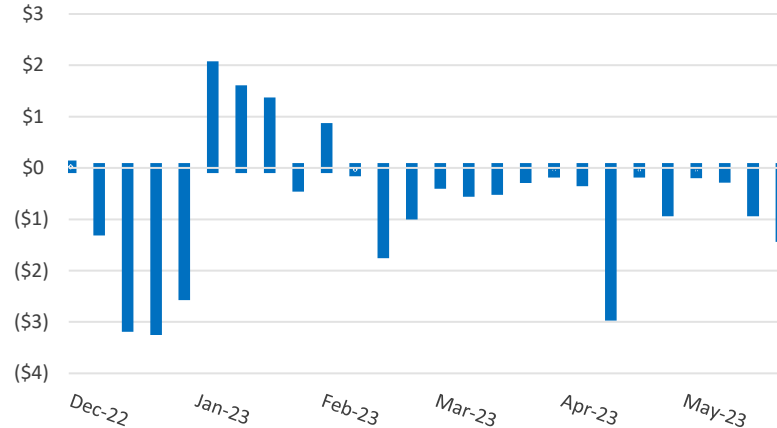


## TREASURY YIELDS



Treasury Yields (%)	Treasury Yields (%)				5 day chg. (bps)	1 mo. chg. (bps)	YTD chg. (bps)
	5/31/2023	5/24/2023	4/28/2023	1/3/2023			
1 yr Treasury	5.21	5.13	4.83	4.71	0.08	0.38	0.50
5 yr Treasury	3.75	3.77	3.53	3.94	(0.02)	0.22	(0.19)
10 yr Treasury	3.64	3.71	3.45	3.79	(0.07)	0.19	(0.15)
30 yr Treasury	3.86	3.96	3.68	3.88	(0.10)	0.18	(0.02)

## MUNICIPAL BOND FUND FLOWS (BILLIONS)



# MUNISTAT RECENT SALES

Bond Transactions							
Connecticut Transactions							
Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Average Life	TIC
5/8/2023	T/O Mansfield	AA	\$7,000,000	5/15/2043	Competitive	10.497	3.32%
New York Transactions							
Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Average Life	NIC
5/2/2023	New Hampton Fire Dist.	A1	\$7,100,000	5/15/2048	Competitive	15.678	3.99%
5/11/2023	V/O Sag Harbor	Aa1	\$1,826,600	5/15/2028	Competitive	3.036	2.59%
5/24/2023	V/O Greenport	Aa2	\$1,350,000	6/1/2038	Competitive	8.733	3.59%
5/25/2023	Hauppauge UFSD	Aa2	\$10,165,000	6/1/2038	Competitive	8.681	3.28%

Note Transactions							
Connecticut Transactions							
Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Term	NIC
5/1/2023	T/O Stratford	N/R	\$21,085,000	10/3/2023	Competitive	144 Days	3.69%
5/8/2023	T/O Mansfield	SP-1+	\$4,495,000	5/15/2024	Competitive	359 Days	3.41%
New York Transactions							
Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Term	NIC
5/2/2023	T/O Newburgh	N/R	\$1,510,000	5/16/2024	Competitive	1 Year	3.88%
5/10/2023	T/O Hempstead	N/R	\$25,206,772	5/24/2024	Competitive	1 Year	3.42%
5/11/2023	V/O Lancaster	N/R	\$1,400,000	5/24/2024	Competitive	1 Year	3.88%
5/16/2023	Eastport-South Manor CSD	SP-1+	\$20,000,000	5/24/2024	Competitive	1 Year	3.29%
5/31/2023	V/O Larchmont	N/R	\$489,000	6/13/2024	Competitive	1 Year	3.67%

# MUNISTAT SERVICES, INC.

Munistat, established in 1977, is one of the longest tenured independent municipal advisory firms in the Country. With offices in Port Jefferson Station, NY and Madison, CT, we offer our services to municipalities, school districts and other not-for-profit organizations specializing in capital planning and the sale of bonds, notes, leases and cash flow borrowings to the investor community.

We are a SEC and MSRB registered municipal advisory firm and not affiliated with any investment banking firm or other financial institution. Munistat was one of the first members of the National Association of Independent Public Finance Advisors (now “NAMA”) and has been instrumental in developing and promoting the professional and ethical standards of the industry.

We currently service over 200 units of government acting as municipal advisor on borrowings as well as dissemination agent on continuing disclosure obligations. In 2022, we advised on approximately \$2.5 billion in par amount and were ranked in the Top 10 amongst all Advisors in the Country in terms of the amount of transactions.

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