



Texas Market Update– Week of April 26, 2021

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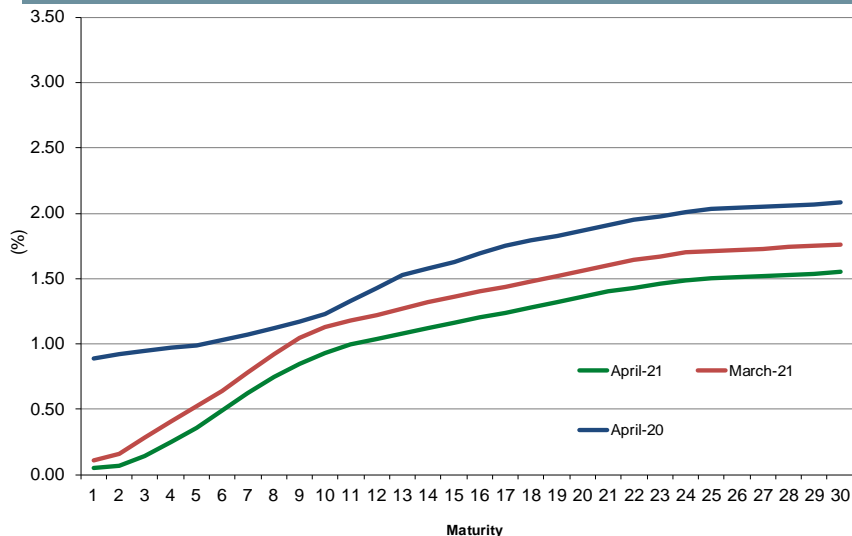
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Market Update

• Commentary for the week of April 26th

- The Municipal bond market easily absorbed approximately \$10 billion in primary supply last week, most deals were well received and repriced at lower yields. AAA MMD yields remained firm last week and Refinitiv Lipper reported an additional \$1.9 billion of inflows into municipal bond funds. According to Bloomberg, an estimated \$16.4 billion in cash is available for reinvestment nationally. As of last Friday, the 10-year and 30-year AAA MMD yields stood at 0.93% and 1.55%, respectively.
- U.S. equities are trading higher as investors prepare for a busy week of corporate earnings reports. Also, investors continue to weigh the possibility of an increase on the capital tax rate for top earning individuals. U.S. Treasury yields are slightly higher ahead of over \$180 billion in auctions on Monday and Tuesday.
- The primary calendar is estimated to be \$6.0 billion and is comprised of \$4.6 billion in negotiated deals and \$1.4 billion in competitive sales. Texas municipal issuance is estimated to be \$922.4 million this week. The Texas primary calendar is comprised of \$738.2 million in negotiated financings and \$184.2 million in competitive sales.
- Estrada Hinojosa will participate in the following deals: a \$22.7 million McKinney Economic Development Corporation Sales Tax Revenue Refunding Bonds, Taxable Series 2021 issue as Financial Advisor. A \$233.8 million Lamar Consolidated Independent School District Unlimited Tax Schoolhouse Bonds, Series 2021 issue and a \$106.2 million Board of Trustees of Northern Illinois University Auxiliary Facilities System Revenue Bonds, Series 2021 issue, both as Co-Managing Underwriter. A \$9.6 million Hutto Independent School District Unlimited Tax Refunding Bonds, Series 2021A issue and a \$10.6 million Hutto Independent School District Unlimited Tax Refunding Bonds, Series 2021B issue, both as Senior Managing Underwriter.

Municipal Market Data Yield Curve



Year	Maturity	MMD (%) 4/23/2021	Change Over Week	Change Over Month	Change Over Year
1	2022	0.05	0.00	-0.06	-0.84
2	2023	0.07	0.00	-0.09	-0.85
3	2024	0.14	0.00	-0.14	-0.81
4	2025	0.25	0.00	-0.16	-0.72
5	2026	0.36	0.00	-0.16	-0.63
6	2027	0.49	0.00	-0.15	-0.54
7	2028	0.62	0.00	-0.16	-0.45
8	2029	0.75	0.00	-0.17	-0.37
9	2030	0.85	0.00	-0.20	-0.32
10	2031	0.93	0.00	-0.20	-0.30
11	2032	1.00	0.00	-0.18	-0.33
12	2033	1.04	0.00	-0.18	-0.39
13	2034	1.08	0.00	-0.19	-0.45
14	2035	1.12	0.00	-0.20	-0.46
15	2036	1.16	0.00	-0.20	-0.47
16	2037	1.20	0.00	-0.20	-0.49
17	2038	1.24	0.00	-0.20	-0.51
18	2039	1.28	0.00	-0.20	-0.51
19	2040	1.32	0.00	-0.20	-0.51
20	2041	1.36	0.00	-0.20	-0.51
21	2042	1.40	0.00	-0.20	-0.51
22	2043	1.43	0.00	-0.21	-0.52
23	2044	1.46	0.00	-0.21	-0.52
24	2045	1.49	0.00	-0.21	-0.52
25	2046	1.50	0.00	-0.21	-0.53
26	2047	1.51	0.00	-0.21	-0.53
27	2048	1.52	0.00	-0.21	-0.53
28	2049	1.53	0.00	-0.21	-0.53
29	2050	1.54	0.00	-0.21	-0.53
30	2051	1.55	0.00	-0.21	-0.53

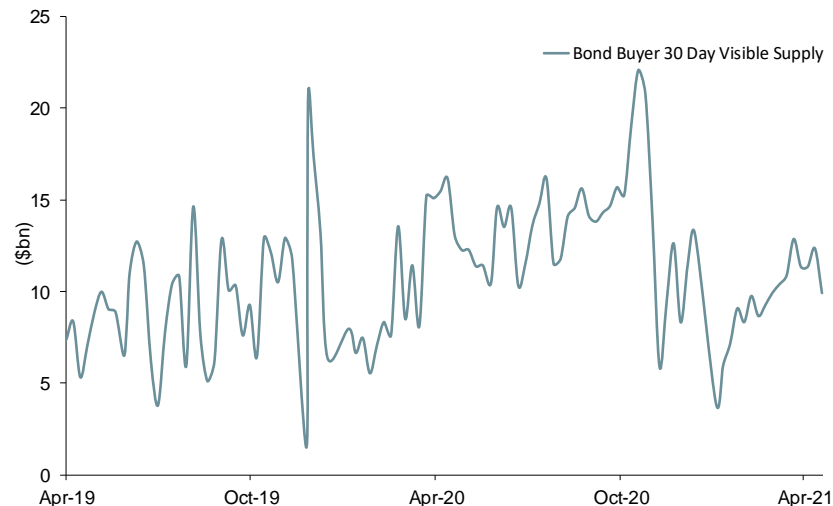
Source: * Bond Buyer
Municipal Market Data
Thomson Reuters

Market Supply

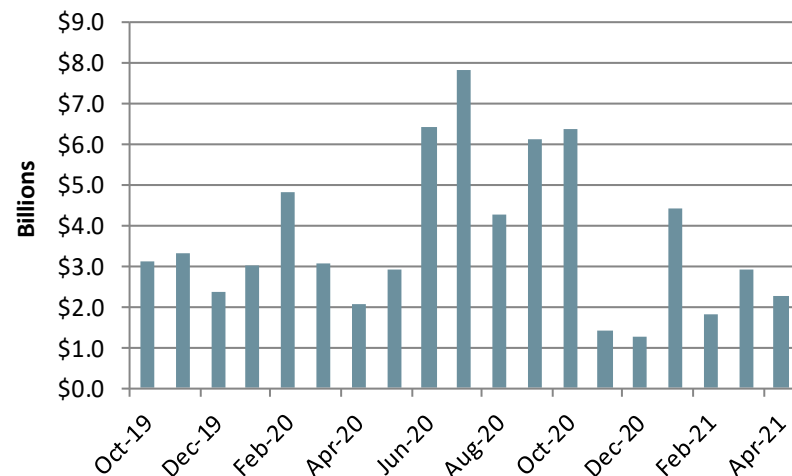
Calendar Week of April 26th

Issue Description	Par Amount (\$000)	Ratings*			
		Moody's	S&P	Fitch	Insurance
Lamar Consolidated Independent School District, TX - U/L Tax Schoolhouse Bds, Ser. 2021	\$ 233,830	Aaa	AAA	NR	PSF
Northside Independent School District, TX - U/L Tax Ref Bds, Taxable Ser. 2021	\$ 128,200	Aaa	AAA	NR	PSF
United Independent School District, TX - U/L Tax Ref Bds, Taxable Ser. 2021	\$ 107,935	Aaa	NR	NR	PSF
Allen Independent School District, TX - U/L Tax Ref Bds, Taxable Ser. 2021	\$ 65,246	Aaa	AAA	NR	PSF
McLennan County Junior College District, TX - Limited Tax Ref Bds, Taxable Ser. 2021	\$ 24,505	NR	AA	NR	-
McKinney Economic Development Corp, TX - Sales Tax Rev Ref Bds, Taxable Ser. 2021	\$ 22,730	NR	AA	NR	-
City of Tyler, TX - Hotel Occupancy Tax Rev Bds, Ser. 2021	\$ 10,655	NR	A+	NR	-
Hutto Independent School District, TX - U/L Tax Ref Bds, Ser. 2021B	\$ 10,605	Aa3	A+	NR	-
Gulf Coast Waste Disposal, TX - Rev Bds, Ser. 2021B	\$ 10,000	NR	NR	NR	-
Harris County MUD #153, TX - U/L Tax Ref Bds, Ser. 2021	\$ 9,920	NR	NR	NR	-
Texas Top 10 Total Negotiated Supply	\$ 623,626				
Texas Total Negotiated Weekly Supply	\$ 718,076				

Bond Buyer 30-Day Visible Supply**



Texas Monthly Negotiated Issuance ***



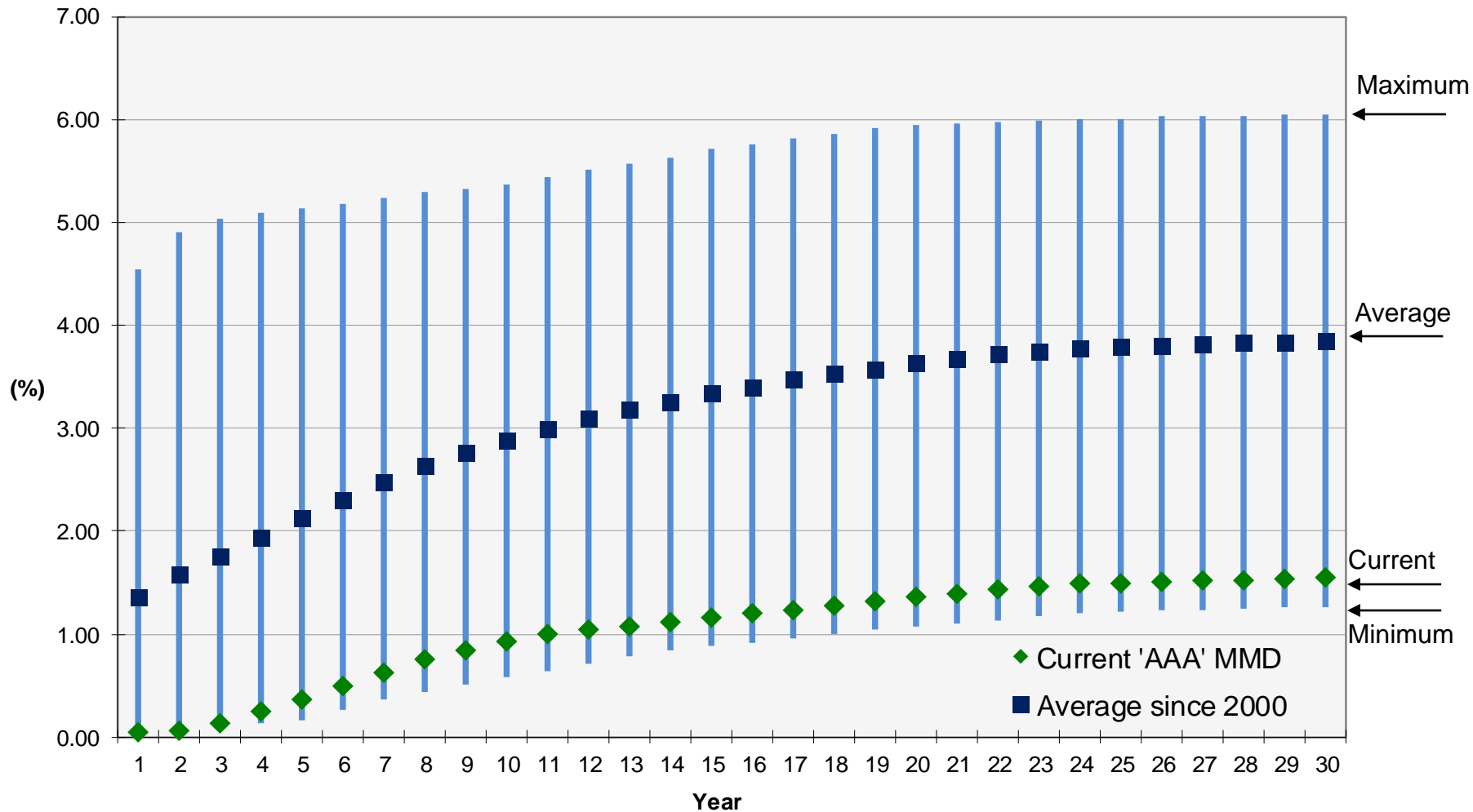
	2021	2020	2019
Total Texas Issuance YTD (000s)	\$ 11,393,004	\$ 13,340,213	\$ 9,922,460

*Rating reflects underlying or insured rating, as appropriate

**Source: The Bond Buyer

***Source: Bloomberg

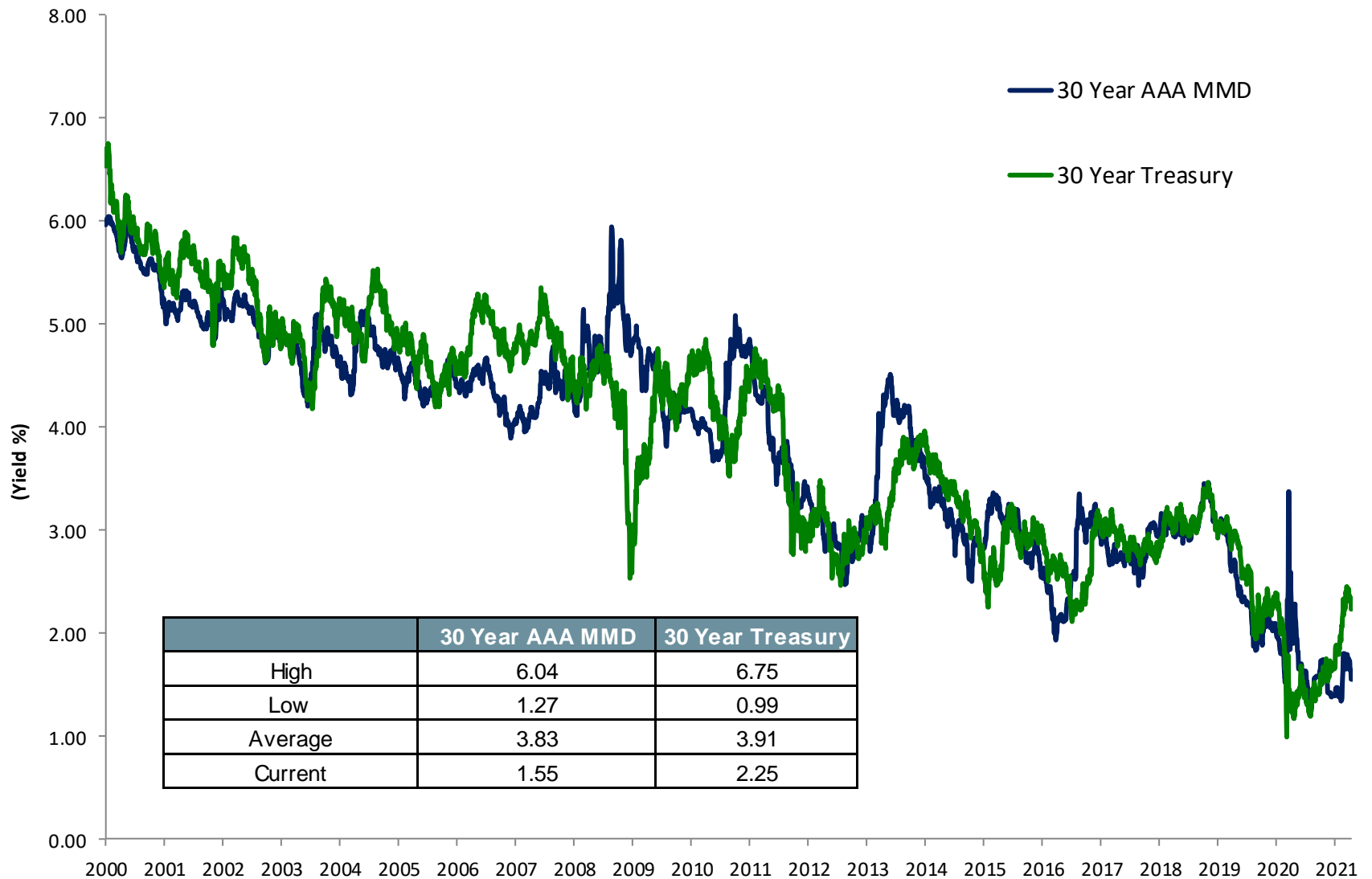
'AAA' MMD History Since 2000



Maturity	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
% of time above current MMD	99%	99%	99%	97%	97%	97%	96%	96%	96%	96%	96%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%

As of 4/23/2021

30 Year AAA MMD vs. 30 Year Treasury: Since 2000



Source: Thomson Reuters & Bloomberg

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