

# ACACIA'S MUNICIPAL MARKET UPDATE



MAY 14<sup>TH</sup>, 2021

## Office Locations

6000 Midlantic Drive,  
Suite 410 North  
Mt. Laurel, NJ 08054  
T: 856-234-2266

Montclair, NJ  
T: 732-892-0107

New York, NY  
T: 212-432-4020

Chicago, IL  
T: 312-269-0041

Columbus, OH  
T: 614-464-2300

Anchorage, AK  
T: 907-272-4488

Burlingame, CA  
T: 650-342-2266

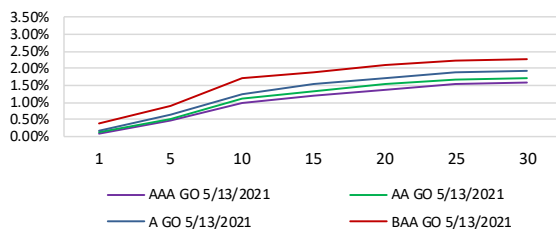
## MARKET COMMENTARY

- States and cities have issued over \$65 billion solely for new money projects in the first four months in 2021. This represents the fastest pace in over a decade and a 31% increase from this period last year.
- AAA MMD for 5Y, 10Y and 30Y showed an increase of 5 basis points, no change and a increase of 2 basis points, respectively from May 6<sup>th</sup> to May 13<sup>th</sup>.
- MMD/UST ratios for the 5Y, 10Y and 30Y finished approximately 60%, 61% and 66% for the week, respectively.
- For the week ending May 12<sup>th</sup>, municipal bond funds experienced inflows of \$750 million after reporting inflows of \$585 million the previous week.
- The new issue calendar for next week shows approximately \$8.7 billion in total par, comprised of \$6.3 billion in negotiated deals and \$2.4 billion in competitive sales.
- On May 12<sup>th</sup>, SIFMA reset 2 basis points higher at 0.07%.

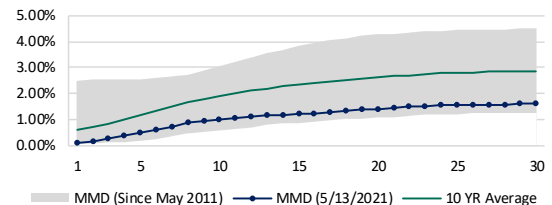
## MUNICIPAL MARKET TRENDS

	5/13/2021	5/6-5/13	4/13-5/13	12/31-5/13
	Current	Change Over the Last Week	Change Over the Past Month	Change YTD
5-year UST	0.83%	3 bps	-1 bps	47 bps
10-year UST	1.66%	10 bps	4 bps	75 bps
30-year UST	2.40%	16 bps	11 bps	75 bps
5-year MMD	0.50%	5 bps	6 bps	28 bps
10-year MMD	1.02%	0 bps	1 bp	31 bps
30-year MMD	1.60%	3 bps	-2 bps	21 bps
5-year MMD / UST	60.24%	7.10%	15.01%	-1.42%
10-year MMD / UST	61.45%	-3.18%	-1.44%	-21.25%
30-year MMD / UST	66.67%	-4.88%	-5.76%	-20.86%

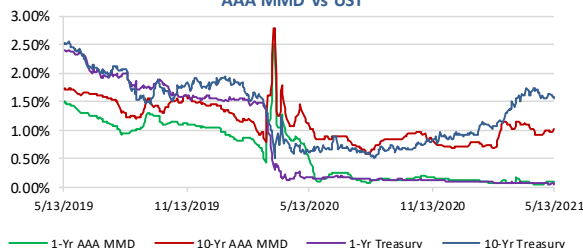
MMD Yield Curves



AAA MMD Yield Range



AAA MMD vs UST



Ratio of AAA MMD vs UST

