



Municipal Market Update

June 2024 Monthly Report



MARKET COMMENTARY

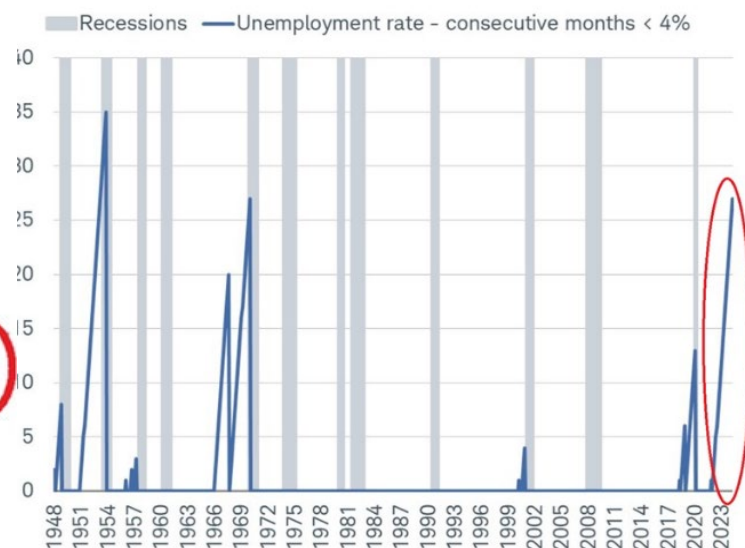
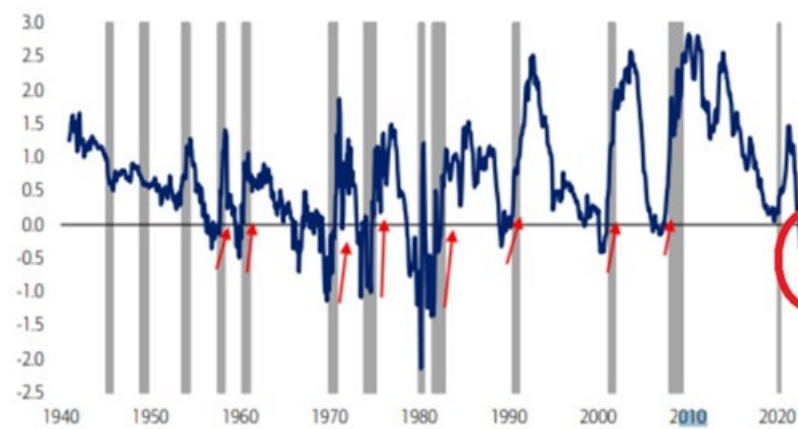
Bond Market Continues to Make History as Unemployment Streak Comes to an End

The US Treasury yield curve has now been inverted for 702 days meaning that short-term bond rates are higher than long term bond rates. This marks the longest streak in history. The inversion between the 10-year and 2-year treasury started on July 6, 2022. The previous record held for longest streak of an inverted yield curve was made in 1978 and lasted for 624 days. The 10-year treasury rate currently sits at 4.45% while the 2-year treasury rate is 4.89%. History has shown that each time when the yield curve inverted, a recession followed soon after.

While we see the streak of the inverted yield curve continue, we saw another streak come to an end on Friday as the unemployment rate rose to 4% for the first time since January 2022. The unemployment rate was below 4% for 27 straight months and just ended the longest streak since 1970. The record for the longest streak of unemployment below 4% was for 35 months and took place in the 1950s. Both streaks in the 1950s and 1970s came to an end in the middle of a recession. Data shows the market may be too optimistic in the belief that we are heading to a soft landing.

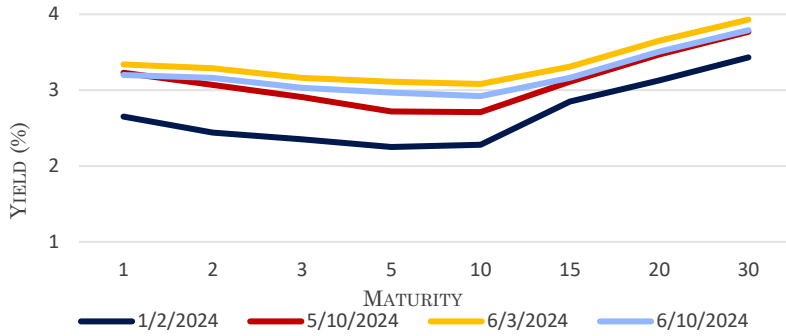
Chart 11: Longest inversion of UST 2s10s yield curve in history

US Treasury 2s10s yield curve (%)



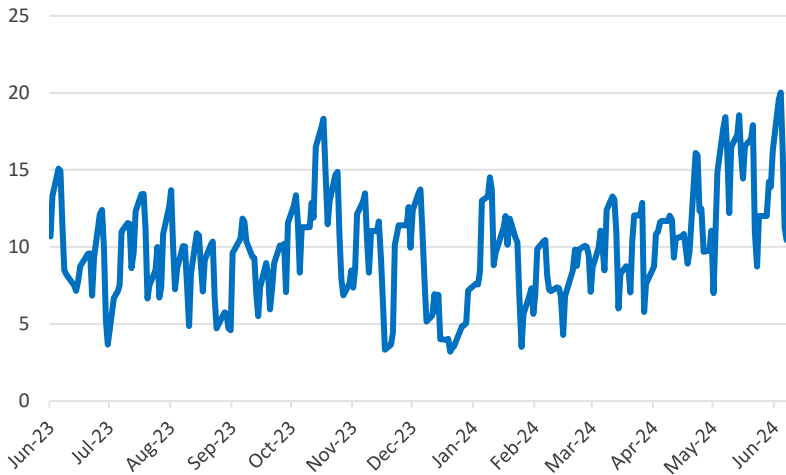
CURRENT MARKET DATA

AAA GO YIELD COMPARISON

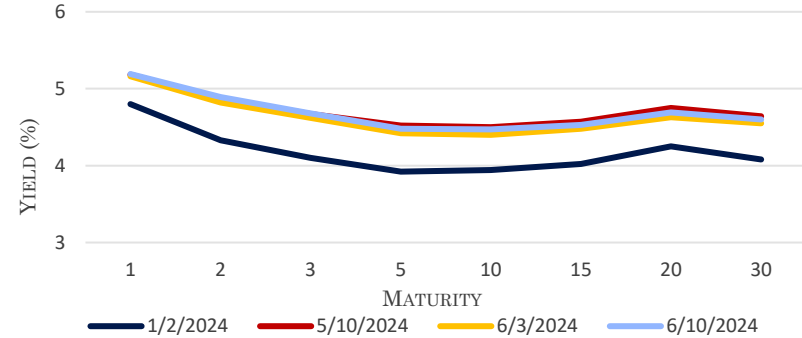


AAA Rated GO	6/10/2024	6/3/2024	5/10/2024	1/2/2024	5 day chg. (bps)	1 mo. chg. (bps)	YTD chg. (bps)
1 yr AAA GO	3.20	3.34	3.23	2.65	(0.14)	(0.03)	0.55
5 yr AAA GO	2.97	3.11	2.72	2.25	(0.14)	0.25	0.72
10 yr AAA GO	2.92	3.08	2.71	2.28	(0.16)	0.21	0.64
20 yr AAA GO	3.51	3.65	3.47	3.13	(0.14)	0.04	0.38

30-DAY VISIBLE SUPPLY (BILLIONS)

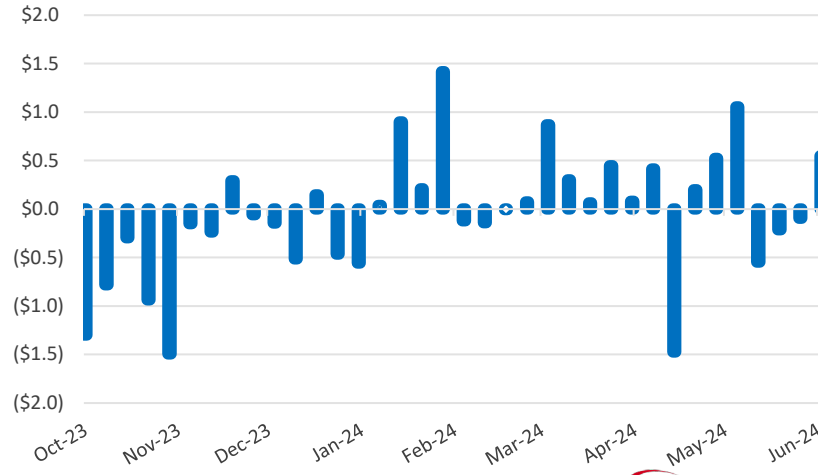


TREASURY YIELDS



Treasury	6/10/2024	6/3/2024	5/10/2024	1/2/2024	5 day chg. (bps)	1 mo. chg. (bps)	YTD chg. (bps)
1 yr Treasury	5.19	5.16	5.18	4.80	0.03	0.01	0.39
5 yr Treasury	4.48	4.42	4.52	3.92	0.06	(0.04)	0.56
10 yr Treasury	4.47	4.40	4.50	3.94	0.07	(0.03)	0.53
30 yr Treasury	4.60	4.55	4.64	4.08	0.05	(0.04)	0.52

MUNICIPAL BOND FUND FLOWS (BILLIONS)



MUNISTAT RECENT SALES

Bond Transactions

New York Transactions

Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Average Life	TIC
5/1/2024	West Clinton FD	N/R	\$700,000	5/15/2039	Competitive	8.928	4.60%
5/8/2024	T/O Hempstead	Aaa	\$194,547,269*	5/1/2047	Competitive	14.011	3.60%

Note Transactions

Connecticut Transactions

Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Term	NIC
5/6/2024	T/O Mansfield	N/R	\$1,757,400	10/15/2024	Competitive	150 Days	4.42%

New York Transactions

Sale Date	Issuer	Rating	Par Amount	Final Maturity	Type	Term	NIC
5/1/2024	T/O Newburgh	N/R	\$700,000	5/15/2025	Competitive	360 Days	4.31%
5/7/2024	V/O Otego	N/R	\$650,000	5/21/2025	Competitive	360 Days	4.24%
5/9/2024	Eastport-South Manor CSD	SP-1+	\$55,000,000	5/22/2025	Competitive	360 Days	3.57%
5/16/2024	V/O Greenwood	N/R	\$247,000	2/27/2025	Competitive	268 Days	4.57%
5/21/2024	T/O New Paltz	N/R	\$445,600	5/30/2025	Competitive	360 Days	4.35%
5/30/2024	V/O Lake Success	N/R	\$1,438,100	6/13/2025	Competitive	360 Days	4.31%

*Par amount was resized

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