

## HIGHER EDUCATION MARKET UPDATE

### Market Commentary

\*Last week, 8 issues priced in the higher education sector, with a total par amount of \$1.0 billion.

\*A hawkish Fed and a resilient economy facilitated the rates markets to trade cheaper last week, with yields climbing across the curve. Some stronger than expected data releases, Fed minutes and hawkish Fed speakers continued to push out the timing of the FOMC easing. The expected easing has been pushed from September to after the November election. This week the market will be focused on US Treasury auctions (2s, 5s and 7-year notes), Fed speakers and the PCE release on Friday. Investment grade corporate issuance is only expected to be \$15-20 billion, which would be one of the lighter weeks year-to-date.

\*For the week, U.S. Treasury rates were higher by +8 bps in 5 years, +5 bps in 10 years and +1 bp in 30 years. This week, the calendar is approximately \$5.1 billion.

\*For the week, municipal bond funds reported \$218 million in net outflows compared to the previous week's outflows of \$548 million. This loss marks the second consecutive week of outflows.

### Key Interest Rates (%)

Description	Last Close	1mth ago	1yr ago	5yrs ago
Prime Rate	8.50	8.50	8.25	5.50
SOFR	5.32	5.31	5.05	2.41
SIFMA Index	3.42	3.77	3.41	1.32
12-month Treasury Note	5.20	5.16	5.10	2.31
2-year Treasury Bond	4.95	4.93	4.38	2.12
3-year Treasury Bond	4.72	4.78	4.06	2.06
5-year Treasury Bond	4.53	4.66	3.82	2.07
10-year Treasury Bond	4.47	4.64	3.74	2.27
30-year Treasury Bond	4.57	4.77	3.99	2.70

Source: Bloomberg

### Tax-Exempt AAA General Obligation Yields (%)

Index	Last Close	1mth ago	1yr ago	5yrs ago
1-year AAA G.O. Rate	3.36	3.40	3.31	1.42
2-year AAA G.O. Rate	3.30	3.17	3.15	1.43
3-year AAA G.O. Rate	3.14	3.00	3.02	0.95
5-year AAA G.O. Rate	3.03	2.80	2.80	1.19
10-year AAA G.O. Rate	3.01	2.76	2.70	1.85
30-year AAA G.O. Rate	3.87	3.92	3.62	2.77

Source: Thomson Reuters

## PUBLIC FINANCE

5/28/2024

### Recent Higher Education Pricings

Issuer	State	Description	Par (000s)	Final Maturity	Tax Status	10YR/30YR Spreads	Ratings
Board of Regents, Texas State University System	TX	Revenue Financing System Revenue and Refunding Bonds, Series 2024	609,425	3/15/2054	Tax-exempt	37 / 29	Aa2 / NR / AA
Illinois Finance Authority	IL	Revenue Bonds, Series 2024 (The Chicago School)	79,370	4/1/2044	Tax-exempt	96 / --	Baa1 / NR / NR
Indiana University Trustees	IN	(Indiana University) Consolidated Revenue Bonds, Series 2024A	102,245	6/1/2034	Tax-exempt	19 / --	Aaa / AAA / NR
Volusia County Educational Facilities Authority	FL	Educational Facilities Revenue Bonds, Series 2024 (Stetson University, Inc. Project)	63,330	6/1/2054	Tax-exempt	84 / 92	Baa1 / BBB+ / NR
Oregon State University	OR	General Revenue Refunding Bonds, 2024A	48,135	4/1/2052	Tax-exempt	-- / --	Aa3 / NR / NR
Oregon State University	OR	General Revenue Bonds, 2024B (Taxable)	48,135	4/1/2029	Tax-exempt	-- / --	Aa3 / NR / NR
Oregon State University	OR	General Revenue Refunding Bonds, 2024C (Delayed Delivery)(Forward)	26,035	4/1/2045	Tax-exempt	-- / --	Aa3 / NR / NR
South Carolina Jobs-Economic Development Authority	SC	Economic Development Revenue Bonds, (Wofford College Project) Series 2024	30,385	4/1/2034	Tax-exempt	68 / --	NR / A- / NR

Source: Thomson Reuters; \*10YR/30YR Spreads\* reflects the respective basis point spread over the AAA G.O. MMD Curve for tax-exempt issuances and over the US Treasury Curve for taxable issuances. "--" reflects no overlapping maturity to spread for the respective year.

### Upcoming Higher Education Pricings

Issuer	State	Description	Par (000s)	Sale Date	Sale Type	Ratings
N Carolina Univ at Raleigh [D]	NC	General Revenue Bonds, Series 2024B	88,100	6/4/2024	Competitive	--/--
University of Cincinnati	OH	General Receipts Bonds Series 2024A, General Receipts Taxable Bonds Series 2024B, General Receipts Bonds Series 2024C, General Receipts Refunding Bonds Series 2024D (Forward Delivery)	374,010	5/29/2024	Negotiated	Aa3/AA/--
The Educational Building Authority of the City of Homewood	AL	Revenue Bonds (CHF - Horizons II, L.L.C. Student Housing & Parking Project at Samford University) Series 2024A and Series 2024B	88,685	5/30/2024	Negotiated	Baa2/--/--
The Educational Building Authority of the City of Homewood	AL	Revenue Bonds (CHF - Horizons II, L.L.C. Student Housing & Parking Project at Samford University) Series 2024C and Series 2024D	188,800	5/30/2024	Negotiated	Baa2/--/--
The Health, Educational and Housing Facility Board of the County of Knox	TN	Student Housing Revenue Bonds (Provident Group - UTK Properties LLC - University of Tennessee Project), Series 2024B-1, Series 2024 B-2 Taxable, Subordinate Series 2024C	136,265	5/29/2024	Negotiated	--/AA/--
Utah Board of Higher Education	UT	University of Utah, General Revenue Bonds Series 2024A-1, Series 2024A-2 and Series 2024B Taxable	108,765	5/30/2024	Negotiated	Aa1/AA+/--
Central Michigan University Board of Trustees	MI	General Revenue Refunding Bonds, Series 2024A	51,355	5/30/2024	Negotiated	A1/A+/--

Source: Thomson Reuters

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