

Americas Municipals Weekly Primary Review  
Build America Bonds Tracker

Primary Supply Remains at \$8B Level This Week; Muni Yields Continue to Rise With Treasurys; All Eyes on Brightline

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Primary supply remains at the \$8 billion level this week while the market continues to see an uptick in municipal yields that mirror the moves in the Treasury market. “Treasury yields have surged in April amid robust employment and inflation data, prompting closer scrutiny of the Federal Reserve’s accommodative stance for 2024 by the market,” said James Pruskowski, chief investment officer at 16Rock Asset Management.

In the high-yield space, the market is closely watching the pending issuance from [Brightline Florida](#) and a group of smaller charter schools, he said. Ascent Classical Academy Charter Schools is expected to price its [\\$77.6 million issuance](#) tomorrow, Tuesday, April 16, to fund school acquisitions in Colorado.

The AAA MMD benchmarks continued to widen by roughly 9 bps last week, compared with the week before, ending at 2.72% for the 10-year bonds and 3.86% for the 30-year bonds as of April 11.

There was \$414 million of inflow last week, compared with \$80 million the week before, according to Barclays Research. As of Friday, April 12, fund inflow year to date totaled \$6.7 billion, including \$6.4 billion of inflow for mutual funds and \$300 million of outflow for ETFs.

On April 10, BofA Securities priced the South Dakota Health and Educational Facilities Authority’s \$339 million issue of Series 2024 revenue bonds on behalf of [Avera Health](#). The credit “received a positive reception and strong follow-through, with the deal pricing attractively compared to other AA rated hospital credit,” Pruskowski said.

On the other hand, pricing for the \$59 million unrated issue for [Doylestown Health](#) was delayed from April 10 and April 11 because it received resistance from investors during price talk, Pruskowski added. The unrated deal ended up pricing April 12 with yields tightening about 10 bps. Final pricing compared with price talk for select tranches of the aforementioned deals is shown in the table below:

Issuer	Borrower/Obligor	Municipal Sector	Deal Timing		Municipal Primary Issuance Tracker				Price Talk			Final Deal Terms			Misc. Information		
			Date Announced	Date Priced	Ranking, Series Name	Maturity	Rating	Yield	Spread	Final Size (000's)	Change (000's)	Upsize / Downsize	Coupon	Issue Price	Yield	Tax Status	Underwriter
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2028	S&P: AA- Fitch: AA-	3.00%		\$2,290	(45)	Downsize	5.00%	101.707	3.01%	Tax-Exempt	BofA Securities
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2031	S&P: AA- Fitch: AA-	2.96%		\$125,805	(810)	Downsize	5.00%	111.838	3.03%	Tax-Exempt	BofA Securities
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2039	S&P: AA- Fitch: AA-	3.56%		\$6,250	275	Upsize	5.00%	110.766	3.57%	Tax-Exempt	BofA Securities
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2044	S&P: AA- Fitch: AA-	4.22%		\$18,625	220	Upsize	4.00%	98.836	4.24%	Tax-Exempt	BofA Securities
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2049	S&P: AA- Fitch: AA-	4.46%		\$39,915	(95)	Downsize	4.25%	98.836	4.49%	Tax-Exempt	BofA Securities
The South Dakota Health and Educational Facilities Authority	Avera Health	Health Care	4/1/2024	4/10/2024	Series 2024 Revenue Bonds	7/1/2054	S&P: AA- Fitch: AA-	4.29%		\$81,035	(565)	Downsize	5.25%	108.105	4.26%	Tax-Exempt	BofA Securities
Doylestown Hospital Authority	Doylestown Health	Health Care	4/3/2024	4/11/2024	Series 2024 Hospital Revenue Bonds	7/1/2031	Unrated	4.85%	218.00	\$17,840	70	Upsize	5.00%	101.490	4.75%	Tax-Exempt	PNC Capital Markets
Doylestown Hospital Authority	Doylestown Health	Health Care	4/3/2024	4/11/2024	Series 2024 Hospital Revenue Bonds	7/1/2039	Unrated	5.55%	218.00	\$40,285	(100)	Downsize	5.50%	100.996	6.25%	Tax-Exempt	PNC Capital Markets

Last week, the [city of Norfolk, Va.](#), was the first Build America Bonds, or BABs, borrower to announce that it would cancel its redemption of about \$117 million in Series 2010B BABs. Meanwhile, the city of Burbank, Calif., posted a [notice of partial sinking fund redemption](#) associated with its Series 2010B BABs on April 11, while the Sacramento Municipal Utility District posted additional notices. The [Hampton Roads Sanitation District](#) entered the ongoing list of borrowers looking to redeem its BABs with a potential extraordinary redemption notice for about \$99 million in Series 2009B bonds.

Reorg compiled a list of potential borrowers coming to market in the first quarter of 2024 through a combination of EMMA disclosures and MuniOS deal alerts, as shown below. New additions this week include the city of Houston, the state of Connecticut and Advent Health.

## New Issue Calendar

Issuer	Obligor	Amount (000s)	Purpose	Timing	Deal Team	
State of Oregon	State of Oregon	\$260,000	Lottery revenue bonds	Week of April 15	Goldman Sachs, Jefferies	EMMA
Arizona Board of Regents	Arizona State University	\$376,890	System revenue refunding bonds	April 16	TBD	EMMA
Arizona Board of Regents	Arizona State University	\$149,820	SPEED revenue refunding bonds	April 18	TBD	EMMA
State of Oregon	State of Oregon	\$507,750	State projects, grant programs	Week of April 22	Morgan Stanley, Wells Fargo	EMMA
City of Houston	City of Houston	TBD	Refunding	Week of April 22	Jefferies	EMMA
City of Valparaiso, Ind.	Pratt Paper LLC	\$175,000	Refinancing Series 2013 debt	TBD	TBD	EMMA, MuniOS
North Carolina Medical Care Commission	Novant Health	\$2,500,000	Facilities revenue bonds for construction	Week of April 29	JPMorgan, RBC Capital Markets	EMMA
TBD	Energy Northwest	\$800,000	Fund capital projects and refi outstanding debt	April 2024, May 2024	JPMorgan, Wells Fargo, BofA Securities	EMMA
TBD	HonorHealth	\$500,000	Fund capital projects and refi Series 2019 debt	April 2024, Sept. 2024	RBC Capital Markets, BofA Securities	EMMA
City of Houston	City of Houston	\$845,000	Fund a tender purchase for certain utility system bonds	April 2024	Jefferies	EMMA, MuniOS
San Diego Unified School District	San Diego Unified School District	TBD	GO refunding bonds; tender offer	Week of May 6	Jefferies, Siebert Williams Shank	EMMA
Airport Commission of the City and County of San Francisco	San Francisco International Airport	TBD	Revenue refunding bonds	Week of May 6	Goldman Sachs, BofA Securities	EMMA
Metropolitan Washington Washington Airports Authority	Metropolitan Washington Airports Authority	TBD	Capital projects; refund Series 2014A, Series 2015A	May 2024	BofA Securities	EMMA
Burbank-Glendale-Pasadena Airport Authority	Bob Hope Airport	\$800,000	New money	May 2024	BofA Securities	EMMA

Utah Charter School Finance Authority	Ascent Academies of Utah	TBD	New money for construction	Prior to June 2024	TBD	EMMA
State of Connecticut	State of Connecticut	\$450,000	GO bonds	Week of June 3	BofA Securities	EMMA
TBD	Lutheran Senior Services	TBD	Refund Series 2014A,B; capital projects	June 2024	Ziegler	EMMA
TBD	Advent Health	\$250,000	Refunding; capital projects	June 2024	Ziegler	EMMA
Union County Improvement Authority	Aries Linden LLC	TBD	Solid waste disposal revenue bonds	Q2 2024	TBD	EMMA
New Jersey Health Care Facilities Financing Authority	RWJ Barnabas Health	\$680,000	Refund Series 2013A, Series 2014A bonds; Capital projects	Q2 2024	Jefferies	EMMA
TBD	Lake Norman Charter School Inc.	\$35,000	New construction	Mid-2024	TBD	EMMA
Bonneville Power Administration	Port of Morrow, Ore.	\$81,000	Acquire transmission facilities	Summer 2024	Wells Fargo, TD Securities, BofA	EMMA
Capital Trust Agency	Babcock Neighborhood School Inc.	Up to \$40,000	Capital projects	Mid-2024	TBD	EMMA
Orange County, N.Y., Funding Corp.	Braemar at Walkill	\$35,500	Refinancing Series 2012 debt	TBD	TBD	EMMA
State of Oregon	State of Oregon	\$50,015	2024 Series E veterans' welfare bonds	TBD	JPMorgan, Jefferies	EMMA

The deals that have gone day to day since last June are shown in the chart below:

Day-to-Day Calendar					
Issuer	Amount (000s)	Original Pricing Date	Deal Team	Intel	
Domain at Midtown Park	\$119,000	June 1, 2023	Goldman Sachs	Intel	
QCF Behavioral Hospitals I	\$232,000	June 29, 2023	Citigroup	Intel	
Axis Kessler Park	\$91,000	July 27, 2023	Goldman Sachs	Intel	
Agape Community Sports Services	\$43,000	Aug. 3, 2023	Citigroup	Intel	
WFCS Holdings III	\$43,000	Aug. 14, 2023	BofA Securities	Intel	
LIPA	\$823,000	Oct. 3, 2023	JPMorgan	Intel	
Earlham College	\$50,000	Oct. 16, 2023	PNC	Intel	
Muse at Midtown	\$91,000	Oct. 16, 2023	Citigroup	Intel	
Clay Lacy Aviation	\$44,000	Nov. 16, 2023	Wells Fargo	Intel	

Reorg is also tracking Build America Bonds redemption notices that have been announced since the beginning of this year, as detailed below:

## Build America Bonds Redemption Notices

Issuer	Obligor	Amount Targeted (000s)	Refunding Seres	EMMA Redemption Notice	Expected Timing	Deal Team
Midland County Hopital District of Midland County, Texas	Midland County Hopital District of Midland County, Texas	\$79,575	Series 2009B	EMMA		
Commonwealth of Kentucky, State Property and Buildings Commission	Commonwealth of Kentucky, State Property and Buildings Commission	\$183,990	Series C (Project No. 117), Series D (Project No. 122), Series B (Project No. 125)	EMMA	March 21	BofA Securities
Los Angeles Unified School District	Los Angeles Unified School District	\$342,279	Series 2009KY, Series 2010KY	EMMA		BofA Securities, Jefferies, RBC Capital Markets
Bay Area Toll Authority	Bay Area Toll Authority	\$1,500,000	Series 2010S-1	EMMA		JPMorgan
Trustees of Purdue University	Trustees of Purdue University	\$100,705	Series Z-2	EMMA	April 2	
City of Norfolk, Va.	City of Norfolk, Va.	\$117,650	Series 2010B	EMMA	May 6	BoA Securities
Department of Water and Power of the City of Los Angeles	Department of Water and Power of the City of Los Angeles	\$316,000	Series 2010A	EMMA		
State of Washington	State of Washington	\$1,222,545	Series 2010D, Series 2010F	EMMA, EMMA	Week of March 25	Wells Fargo, JPMorgan, Ramirez
New York State Environmental Facilities Corp.	New York Municipal Water Finance Authority	\$156,415	Series 2010B	EMMA		
Regents of the University of California	Regents of the University of California	\$456,110	Series 2010F	EMMA		
Maryland Transportation Authority	Maryland Transportation Authority	\$676,135	Series 2010B, Series 2009B	EMMA, EMMA		
City of Burbank, Calif.	City of Burbank, Calif.	\$60,000	Series 2010	EMMA	Week of May 20, 2024	BofA Securities, Loop Capital
Arizona Board of Regents	Arizona State University	\$120,240	Series 2010A	EMMA, Redemption notice, Supplemental pricing notice	April 16	

North Carolina Turnpike Authority	North Carolina Turnpike Authority	\$208,060	Series 2010A	EMMA		
City of Burbank, California	City of Burbank, California	\$30,000	Series 2010B	EMMA, Partial sinking fund redemption	Week of May 13, 2024	JPMorgan, Stern Brothers
Sacramento Municipal Utility District	Sacramento Municipal Utility District	\$450,000	Series 2009V, Series 2010W	EMMA, Conditional notice Series 2010W, Conditional notice Series 2009V		BoA Securities
Hampton Roads Sanitation District	Hampton Roads Sanitation District	\$99,265	Series 2009B	Conditional notice, Voluntary notice	May 9	
<b>TOTAL DEBT TARGETED</b>		<b>\$6,118,969</b>				

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