

WEEKLY COMMENTARY FROM THE MUNICIPAL SHORT-TERM PRODUCTS GROUP

PUBLIC FINANCE

May 10, 2021

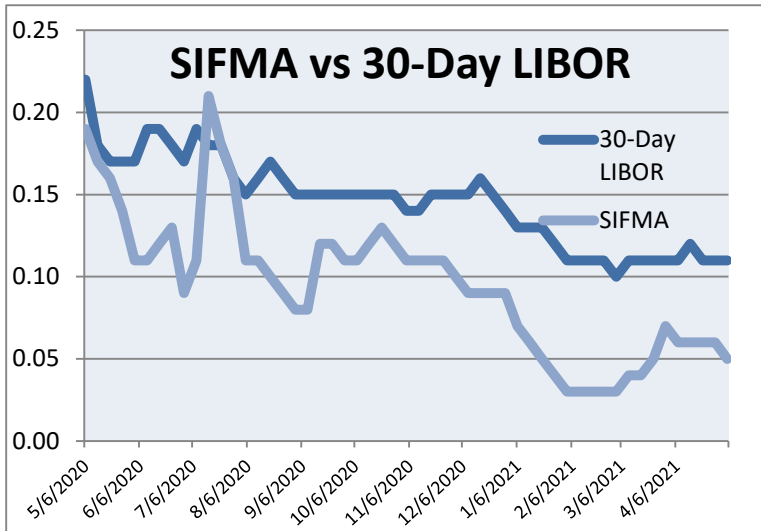
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RATES: SIFMA, LIBOR and Treasury Bills

	This week	Last week	Last Month	Last Year
SIFMA Index	0.05%	0.06%	0.06%	0.19%
1M LIBOR	0.10%	0.11%	0.11%	0.20%
SIFMA/1M LIBOR	50%	55%	55%	95%
SOFR	0.01%	0.01%	0.01%	0.05%
6M T-Bill	0.04%	0.03%	0.04%	0.14%
1Yr T-Bill	0.05%	0.05%	0.06%	0.15%

*Source: Thomson, Bloomberg



Tax-Exempt Short-Term Variable Rate Market

	This week	Last week	Last month	Last Year
Weekly VRDBs	0.05%	0.06%	0.06%	0.19%
Taxable Wkly VRDBs	0.11%	0.11%	0.11%	0.60%
2022 MMD-Early	0.08%	0.06%	0.07%	0.68%
2022 MMD-Mid	0.09%	0.07%	0.08%	0.70%
2022 MMD-Late	0.09%	0.07%	0.09%	0.70%
T/E MMF assets	\$96.26	\$96.37	\$99.38	\$106.04

*Source: Raymond James, MMD, iMoneyNet Report

Bank Ratings Monitor

	Moody's	S&P	Fitch	Trading Value
Domestic Bank				Current SIFMA
Bank of the West	P-1/A3/Stable	A-1/A/Stable	F1/A/Stable	Plus 2
Bank of America	P-1/Aa2/Stable	A-1/A+/Stable	F1+/AA-/Stable	Plus 2
Bank of New York	P-1/Aa2/Stable	A-1+/AA-/Stable	F1+/AA/Stable	Flat
CitiBank	P-1/Aa3/Stable	A-1/A+/Stable	F1/A+/Stable	Plus 2
Fannie MAE	P-1/AAA/Stable	N.A.	F1+/AAA/Stable	Flat
FHLB	P-1/AAA/Stable	A-1+/AAA/Stable	F1+/AAA/Stable	Flat
Freddie MAC	P-1/AAA/Stable	N.A.	F1+/AAA/Stable	Flat
JP Morgan	P-1/Aa2/Stable	A-1/A+/Stable	F1+/AA/Stable	Plus 1
Northern Trust LOC	P-1/A2/Stable	A-1+/AA-/Stable	F1+/AA-/Stable	Flat
PNC Bank	P-1/A2/Stable	A-1/A/Stable	F1/A+/Stable	Flat
TD Bank	P-1/A2/Stable	A-1+/AA-/Stable	F1+/AA-/Stable	Flat
US Bank	P-1/A1/Stable	A-1+/AA-/Stable	F1+/AA-/Stable	Flat
Wells Fargo	P-1/Aa2/Neg	A-1/A+/Stable	F1+/AA-/Stable	Plus 1
Foreign Bank				
Bank of Montreal	P-1/Aa2/Stable	A-1/A+/Stable	F1+/AA-/Stable	Plus 1
Landesbank	P-1/A1/Stable	A-1/A/Stable	F+/A+/Stable	Plus 2
Mizuho Bank	P-1/A1	A-1/A	F1/A-	Plus 1
Mitsubishi/Union Bank(Domestic)	P-1/A2/Stable	A-1/A/Pos	F1/A/Stable	Plus 1
Royal Bank of Canada	P-1/Aa2/Stable	A-1+/AA-/Stable	F1+/AA/Stable	Plus 1
Sumitomo	P-1/A1/Stable	A-1/A/Pos	F1/A/Stable	Flat

WEEKLY COMMENTARY FROM THE MUNICIPAL SHORT-TERM PRODUCTS GROUP

Assets in the tax-free money space continue to slide. The combination of tax season and the zero-rate interest rate environment have caused assets to fall to \$96.4 billion at the end of April. Luckily, tax-free bond funds continue to attract assets. The fear of higher tax rates and the search for yield seems to be the catalyst for their growth and have caused SIFMA to remain stable at 0.06% for the entire month of April. SIFMA actually improved to 0.05% even though \$112.1 million moved the funds' assets down to \$96.26 billion in the first week of May. Tax season ends May 17th. Don't fight the tape. Enjoy the rates but do not expect SIFMA to go any lower.

<i>Change in the Money Market Space 2021</i>				
Type of Fund	Values as of 1/5/2021	Values as of 5/4/2021	Change	% Change
Government Retail	1,084,547,000,000	1,042,260,400,000	(42,286,600,000)	-3.90%
Prime Retail	275,119,500,000	241,107,000,000	(34,012,500,000)	-12.36%
Government Institutional	2,511,069,100,000	2,819,791,200,000	308,722,100,000	12.29%
Prime Institutional	264,217,900,000	254,679,100,000	(9,538,800,000)	-3.61%
	4,134,953,500,000	4,357,837,700,000	222,884,200,000	5.39%
Tax-Free Retail	95,503,900,000	86,059,600,000	(9,444,300,000)	-9.89%
Tax-Free Institutional	11,451,800,000	10,202,300,000	(1,249,500,000)	-10.91%
	106,955,700,000	96,261,900,000	(10,693,800,000)	-10.00%

Have a good week!
Tom and Michael