

# CAPITAL MARKET INSIGHTS



**WYE RIVER**  
INDEPENDENT FINANCIAL ADVISORS

OCTOBER 14, 2019



## RECENT TRANSACTION

**\$11,225,000 | CITY OF SALISBURY (MARYLAND)**  
Public Improvement Bonds of 2019

Wye River Group served as the City of Salisbury's Independent Financial Advisor in connection with this transaction.

## RECENT TRANSACTIONS & ASSOCIATED INTEREST



### EDUCATION

Holy Names University, CA (7.30%)  
Compass Academy Charter School, Inc., TX (3.05%)  
Leadership Learning Academy Project, UT (4.38%)  
Aurora Charter School Project, WI (4.75%)



### HEALTHCARE / LONG-TERM

Friendship Village of Tempe Project, AZ (3.68%)  
Cincinnati Children's Hospital Medical Center, OH (2.64%)  
Friends Homes, WI (3.80%)  
NJH-SJH Center for Outpatient Health Project, CO (2.88%)



### ECONOMIC DEVELOPMENT

Nickel Plate Trail Project, IN (2.67%)  
Indianapolis Stormwater Project, IN (2.43%)  
Lancaster Financing Authority Bonds, CA (2.61%)  
Badger Coulee Project, MN (1.85%)



### GENERAL INDUSTRY RANGES

Education (2.60%-2.70%)  
Power (2.10-2.20%)  
Transportation (1.80-1.90%)  
Water (2.30-2.40%)

## KEY MARKET RATES

	Current	1 Month Prior	1 Year Prior
Federal Funds Rate	2.00	2.25	2.25
1-Month LIBOR	1.94	2.04	2.29
SOFR	1.85	2.20	2.18
Weekly VRDB	1.40	1.31	1.53
Revenue Bond Index*	3.07	3.33	4.88
10 Year Treasury	1.67	1.76	3.18

\*Comprises 30-year revenue bonds with average rating of A1/A+ by Moody's and S&P

## SWAP RATES

	Current	1 Month Prior	1 Year Prior
10-YEAR LIBOR SWAP	1.68	1.79	3.21
15-Year LIBOR Swap	1.77	1.88	3.26
3-Month Fwd Premium*	0.00	0.00	0.03
12-Month Fwd Premium*	0.01	0.01	0.06
10-Y SIFMA/LIBOR Ratio	51.03	51.04	50.43
15-Y SIFMA/LIBOR Ratio	56.58	56.67	58.23

\*Premium for forward starting 10 year LIBOR Swap

## TAX-EXEMPT REVENUE BOND YIELDS

	AAA	AA	A	BBB
1-Year	1.11	1.16	1.39	1.69
5-Year	1.15	1.22	1.47	1.81
10-Year	1.35	1.49	1.71	2.09
20-Year	1.80	1.98	2.20	2.55
30-Year	2.00	2.18	2.40	2.75

## TAX-EXEMPT GENERAL OBLIGATION BOND YIELDS

	AAA	AA	A	BBB
1-Year	1.11	1.14	1.20	1.49
5-Year	1.12	1.21	1.39	1.69
10-Year	1.40	1.54	1.70	2.02
20-Year	1.82	2.02	2.19	2.47
30-Year	2.00	2.20	2.37	2.65



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Contact us today at 410-267-8811 to discuss your financial advisory needs or upcoming capital improvement project.

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