

### HIGHER EDUCATION MARKET UPDATE

#### Market Commentary

•Last week, 3 issues priced in the higher education sector, with a total par amount of \$305.52 million.

•Higher inflation readings out of Europe and more hawkish Fed rhetoric pushed the 10-year note through a 4.00% last week. The market is now fully pricing in a 5.50% Fed Funds rate before the Central Bank pauses. The market did recover later in the week and investors became attracted by the relatively higher yields. This week the market turns its attention to Powell testimony to Congress (Tuesday/Wednesday) as it looks for signs of the Fed's validation of higher rates for longer stance. On the data front, the Employment report will be released on Friday, this will be the key data release of the week.

•For the week, U.S. Treasury rates were higher by +3 bps in 5 years, +1 bps in 10 years and lower by 6 bps in 30 years. This week, the calendar is approximately \$11.7 billion. The recent correction in the muni market should bring investors into this week's heavy calendar.

•Investors pulled about \$905 million from municipal-bond funds during the week ended last Wednesday. The loss follows last week's \$1.7 billion outflow.

#### Key Interest Rates (%)

Description	Last Close	1mth ago	1yr ago	5yrs ago
Prime Rate	7.75	7.50	3.25	4.50
1-month LIBOR	4.71	4.58	0.29	1.71
3-month LIBOR	4.98	4.80	0.58	2.05
SIFMA Index	2.80	1.87	0.20	1.09
12-month Treasury Note	5.00	4.63	1.03	2.05
2-year Treasury Bond	4.86	4.11	1.53	2.25
3-year Treasury Bond	4.60	3.79	1.68	2.42
5-year Treasury Bond	4.25	3.52	1.73	2.65
10-year Treasury Bond	3.95	3.42	1.84	2.89
30-year Treasury Bond	3.88	3.57	2.22	3.15

Source: Bloomberg

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

Index	Last Close	1mth ago	1yr ago	5yrs ago
1-year AAA G.O. Rate	3.00	2.27	0.84	1.39
2-year AAA G.O. Rate	2.99	2.16	1.08	1.51
3-year AAA G.O. Rate	2.82	2.10	1.18	0.95
5-year AAA G.O. Rate	2.68	2.03	1.34	1.19
10-year AAA G.O. Rate	2.63	2.19	1.61	1.85
30-year AAA G.O. Rate	3.60	3.20	2.03	2.77

Source: Thomson Reuters

### 3/6/2023

#### Recent Higher Education Pricings

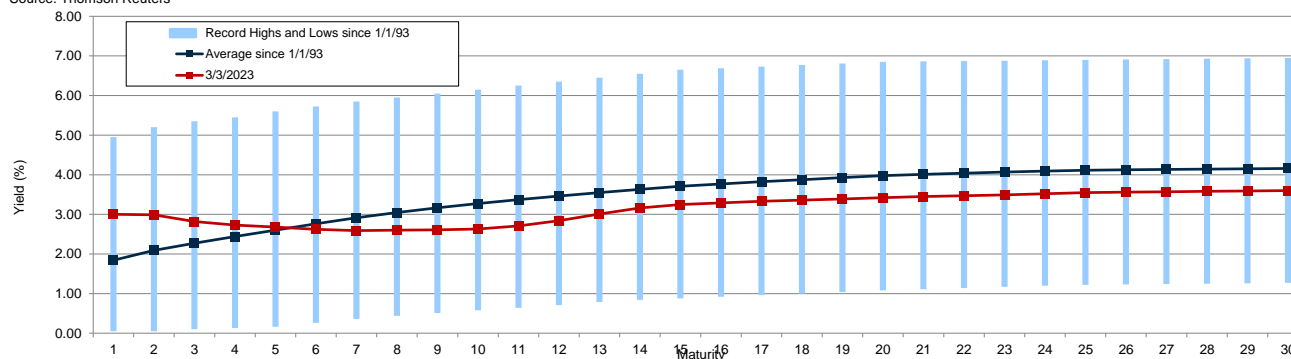
Issuer	State	Description	Par (000s)	Final Maturity	Tax Status	10YR/30YR Spreads	Ratings
Illinois Finance Authority	IL	Revenue Bonds, Series 2023A (The University of Chicago)	181,155	5/15/2054	Tax-Exempt	23 / --	Aa2 / AA- / AA+
The Public Educational Building Authority of Jacksonville	AL	Higher Educational Facilities Revenue Bonds, Series 2023-A (Jacksonville State University Foundation)	77,085	8/1/2058	Tax-Exempt	-- / 132	Baa2 / NR / NR
The Public Educational Building Authority of Jacksonville	AL	Higher Educational Facilities Revenue Bonds, Series 2023-B (Jacksonville State University Foundation)(Taxable)	47,280	8/1/2046	Taxable	237.4 / --	Baa2 / NR / 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
Univ of Texas Sys BOR	TX	Permanent University Fund Bonds, Series 2023A	375,000	week of 03/06/23	Negotiated	-/-
Univ of Illinois BOT	IL	University of Illinois Auxiliary Facilities System Refunding Revenue Bonds, Series 2023A	153,765	week of 03/06/23	Negotiated	-/-
Univ of New Mexico Regents [D]	NM	System Improvement Revenue Bonds, Series 2023	58,630	week of 03/06/23	Negotiated	-/-
Univ of Oklahoma BOR	OK	General Revenue Bonds, Series 2023A and Federally Taxable Series 2023B	47,110	week of 03/06/23	Negotiated	-/-
Iowa Hgr Ed Ln Auth	IA	Private College Facility Revenue and Refunding Bonds, Series 2023 (Buena Vista University Project)	26,110	week of 03/06/23	Negotiated	-/-
Univ of Oklahoma BOR	OK	General Revenue Bonds, Federally Taxable Series 2023B Taxable	15,100	week of 03/06/23	Negotiated	-/-

Source: Thomson Reuters



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