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TUESDAY

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REGIONS

PUERTO RICO WANTS TO TRANSFORM more than 70 acres of rundown waterfront and industrial space in San Juan into a mixed-use community anchored by a major destination hotel to generate tourism in the area. 4

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Vallejo Shows the Way

'Poster Child' Not So Bad After All

By PATRICK MCGEE

Second of a three-part series
Vallejo has been mired in a messy, prolonged and expensive bankruptcy proceeding since May 2008. But if the California city is "the poster boy of a new era," as some have suggested, that doesn't look too bad for bondholders.

Vallejo bonds backed by non-general fund revenues amount to \$62 million of debt. They have been paid in full and on time throughout the bankruptcy proceeding. They include securities with dedicated income streams including water revenue bonds, tax allocation bonds, and assessment and improvement district bonds.

The city's general fund, responsible for paying \$52 million of outstanding certificates



The need for market access explains why there have been so few Chapter 9s, says James Spiotto.

of participation, has serviced the debt at less than contractual rates since July 1, 2008. Payments were even suspended between

Turn to **Bankruptcy** page 7

February Sees Anemic Volume of \$16.16B

Lightest for the Month Since 2000

By DAN SEYMOUR

The municipal bond market remained comatose in February, with state and local governments reluctant to try and raise money in the face of unreliable demand and volatile borrowing costs.

Municipalities floated just \$16.16 billion of debt in February, according to **Thomson Reuters**, a 40.6% plunge from the same month last year and the lightest February issuance since 2000.

After a historically meager slate in January, municipalities have sold \$28.91 billion of bonds so far in 2011, a 52% drop from the first two months of 2010 and the paltriest issuance for this

time of year in a decade.

Most people expected volume to drop this year because of the blitz of issuance in December, which likely pulled forward into 2010 some deals that would have otherwise come this year.

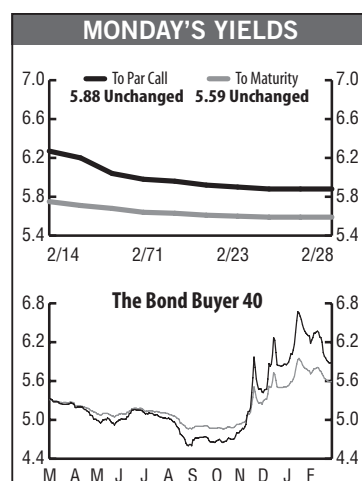
The median forecast for 2011 issuance coming into the year was \$395 billion, after a record \$433 billion slate last year, according to a Securities Industry and Financial Markets Association survey of analysts who expected the Build America Bond program to expire, as it did on Dec. 31.

But with investors withdrawing more than \$39 billion from municipal bond mutual funds in the past 15 weeks and 30-year triple-A rated muni bonds exhibiting 30-day yield volatility as high as 20% this year, issuance has fallen even more than expected.

Issuers are choosing not to test a turbulent market.

"Now, with the elimination of BABs, at least for the time being issuers are faced with issuing what would be higher-costing debt in the form of tax-exempt issuance," said **Howard Mackey**,

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The municipal market was unchanged to slightly firmer Monday amid light to moderate secondary trading activity. Complete market coverage by Michael Scarchilli appears on Page 2.

Bachus Faults SEC's Muni Adviser Registration Rules

By LYNN HUME

WASHINGTON — House Financial Services Committee chairman **Spencer Bachus**, R-Ala., is warning the Securities and Exchange Commission that he does not support its proposed rules for a municipal adviser registration system because they are too broad and do not reflect congressional intent.

The SEC proposed the rules on Dec. 22 after the Dodd-Frank Wall Street Reform and Consumer Protection Act directed it to establish a registration and examination program for muni financial advisers.

"I am supportive of the SEC's

efforts to police this segment of the municipal market, particularly as I have closely followed the effects on **Jefferson County, Ala.**, in my congressional district," Bachus said in a one-page letter sent to SEC chairman **Mary Schapiro** last week. "Jefferson County's financial woes can partially be attributed to unscrupulous municipal advisers who pocketed the lucrative fees associated with the county's sewer bond offerings while ignoring the welfare of the taxpayers. Unfortunately, even though I agree with the goal, I cannot support the proposed rules 15Ba1-1 through 15Ba1-7, which are overly broad and would reach

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INSIDE

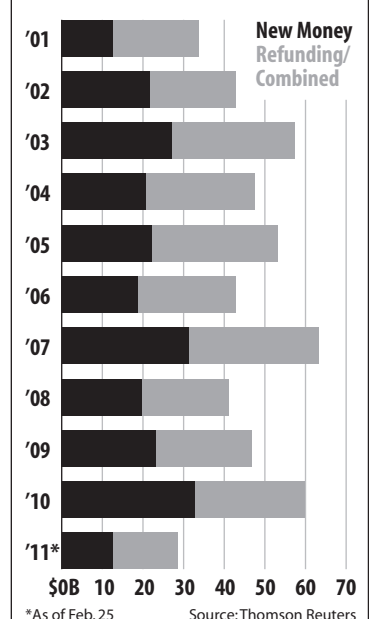
New York State Assemblyman James Brennan is taking over as chairman of the Committee on Corporations, Authorities and Commissions.

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Slim Sales

Jan.-Feb bond issuance



Munis Move Little as Traders Sit on Sideline

The municipal market was unchanged to slightly firmer Monday amid light to moderate secondary trading activity.

"We're mostly flat, but it does feel a touch firmer," a trader in New York said. "We're maybe picking up a basis point or so in the belly of the curve, if anything."

"There wasn't a ton of trading, but business was getting done," a trader in Los Angeles said. "Still, most people seemed to be on the sidelines for now. The tone was a little bit firmer, but we're pretty much unchanged."

The **Municipal Market Data** triple-A 10-year scale fell two basis points Monday to 2.97%, the 20-year was unchanged at 4.26%, and the scale for 30-year bonds remained at 4.69%.

"Another month of re-investment



By MICHAEL SCARCHILLI

is upon us and so is another month of light primary issuance," **Randy Smolik** wrote in the daily MMD commentary. "Despite lackluster trading, a reach for high-grades in the belly of the curve still was evident."

"Today's secondary did not provide much of an array of paper to buy," Smolik continued. "It is logical that many buyers were sidelined because of the lack of offerings, waiting to be more active once supply is priced, like the \$300 million **Louisiana GO** competitive loan selling Tuesday. But despite the thin secondary, some buyers did capitulate."

Monday's triple-A muni scale in 10 years was at 86.8% of comparable Treasuries and 30-year munis were at 104.5% according to MMD.

Meanwhile, 30-year tax-exempt triple-A general obligation bonds were at 109.8% of the comparable London Interbank Offered Rate.

Treasuries were somewhat mixed Monday. The benchmark 10-year note was quoted at 3.42% after opening at 3.41%. The 30-year bond was quoted at 4.49% after opening at 4.50%. The two-year note was quoted at 0.70% after opening at 0.72%.

An already-slimy municipal market is expected to see volume levels plummet even further this week when a paltry \$1.79 billion of new issuance trickles into the primary, according to Ipreo LLC and The Bond Buyer.

Last week, under much the same circumstances, a revised \$5.95 billion came to market, according to **Thomson Reuters**, \$2 billion less than the typical weekly average of \$8 billion.

On Tuesday, Louisiana is slated to sell \$300 million of unlimited-tax general obligation bonds that it hopes will stand out among the crimped volume.

Scheduled for competitive bidding, the deal is structured to mature from 2011 to 2030.

It is rated Aa2 by **Moody's Investors Service** and AA by **Standard & Poor's** and **Fitch Ratings**.

In other activity, \$178.5 million from the **Michigan State Hospital Finance Authority** is expected to be priced by **Citi** on Tuesday.

The project revenue and refunding bond deal is structured as a one-year put maturing on March 1, 2012.

The credit is rated Aa1 by Moody's and AA-plus by Fitch.

The **Illinois Finance Authority** is readying \$131.6 million of student housing revenue bonds slated for pricing by **RBC Capital Markets** on Wednesday. Proceeds will finance projects at Illinois State University.

The offering is rated Baa3 by Moody's and BBB by Standard & Poor's.

Maryland will come to market with \$100 million of GO debt.

The bonds will be priced by **Siebert Brandford Shank & Co.** and are rat-

ed triple-A by all three major rating agencies.

In a weekly report, **George Friedlander**, a municipal strategist at **Citi**, wrote: "The municipal bond market continued the powerful rally back from the peak in yields in mid-January."

"The positive feedback loop that pushed yields ever higher for roughly 10 weeks through Jan. 14 has been broken, leaving those who feared the worst standing on the sidelines in many cases," he wrote. "In the longer-term maturity range we favored at the market bottom, yields on triple-A paper are down sharply: nearly 50 basis points in 20 years, 43 basis points in 15 years. We are thus suggesting a bit more caution now, but would still put cash to work selectively."

In economic data released Monday, personal consumption expenditures increased 0.2% in January as income rose 1.0%, the largest gain in 20 months.

Core PCE, which excludes food and energy costs and is the Federal Reserve's preferred measure of inflation, increased 0.8% in January from the year earlier and was revised higher for December to a 0.8% rise from a 0.7% gain. The figure is still a record low on data stretching back to 1960.

The monthly PCE gain was the smallest since June. Core PCE rose 0.1% in January.

Economists expected incomes and expenditures would both rise 0.4% for the month, according to the median estimate from Thomson Reuters. The core PCE rate was expected to gain 0.1%.

The **Chicago Purchasing Managers' Business Barometer** rose to 71.2 in February from 68.8 in January. The data is compiled on a seasonally adjusted basis. An index reading below 50 signals a slowing economy, while a level above 50 suggests expansion.

Economists polled by Thomson Reuters predicted a 67.5 reading for the indicator.

Pending home sales slipped 2.8% to a reading of 88.9 in January. Economists polled by Thomson predicted a 2.2% increase for the index. □

INBRIEF

Rosengren: State Woes Are Far From Inconsequential

Sovereign debt problems and state and local finances should be viewed for the possible disruptions they can cause to the national and world economy, rather than being dismissed as inconsequential, Federal Reserve Bank of Boston president Eric Rosengren said Monday.

While he said he believes these will not cause "serious disruptions" or "widespread or cascading problems," they should not be automatically dismissed.

"While I believe the most likely outcome [of the sovereign debt situation] is that there are no serious disruptions, interested parties should diligently consider scenarios that could be disruptive, involving various countries," Rosengren told a Boston University conference.

Addressing state and local debt, he added: "We should consider what scenarios could emerge if political impasses result in more disruptive outcomes."

— Gary E. Siegel

Dudley: Faster Growth Not a Reason to Tighten

New York Federal Reserve Bank president William Dudley made clear Monday that, as far as he is concerned, any tightening of monetary policy remains far off.

Dudley, the vice chairman of the Fed's policymaking Federal Open Market Committee, and whose bank implements policy, said there should be no doubt about the Fed's willingness to eventually tighten in "a timely manner." He also vowed that the Fed will "not lose control of monetary policy."

But, in remarks prepared for delivery to New York University's Stern School

of Business, he envisioned short-term interest rates staying "unusually low" for "an extended period" unless the economy grows so unexpectedly rapidly that resource slack is eliminated or inflation expectations rise suddenly.

— Market News International

Bullard: QE2 May Pause Shy of \$600B Target

LONDON — St. Louis Federal Reserve Board president James Bullard on Monday said that the Federal Open Market Committee could pause the second round of its quantitative easing program of buying Treasuries somewhat "shy" of its planned size of \$600 billion.

— Market News International

Personal Income Up 1.0%; Spending Increases 0.2%

WASHINGTON — Personal consumption expenditures increased 0.2% in January as income rose 1.0%, the largest gain in 20 months, the Commerce Department reported Monday.

Core PCE, which excludes food and energy costs and is the Federal Reserve's preferred measure of inflation, increased 0.8% in January from a year earlier and was revised higher for December to 0.8% from 0.7%.

The figure is still a record low on data stretching back to 1960.

— Patrick Temple-West

Chicago PMI Rises to 71.2, Up From 68.8 in January

The **Chicago Purchasing Managers' Business Barometer** rose to 71.2 in February from 68.8 in January, the National Association of Purchasing Management-Chicago said Monday.

— Gary E. Siegel

Monday's Economic Indicators

Indicator	Last Report	Forecast	Actual
Personal Income	Dec.: +0.4%	Jan.: +0.4%	Jan.: +1.0%
Consumption	Dec.: +0.8%	Jan.: +0.4%	Jan.: +0.2%
Chicago PMI	Jan.: 68.8	Feb.: 67.5	Feb.: 71.2

Forecasts represent the median of estimates by economists polled by IFR Markets

Monday's Data

Government Securities Prices	10-year: 101 ²⁴ / ₃₂ to yield 3.42%, up ² / ₃₂ 30-year: 104 ⁸ / ₃₂ to yield 4.49%, up ¹⁰ / ₃₂
Municipal Bond Index	106 ³⁰ / ₃₂ , Unchanged
The Bond Buyer's	Total: \$7.095 billion, up \$251.7 million
30-Day Visible Supply	Competitives: \$1.658 billion, up \$35.8 million
(as of 3/1)	Negotiated: \$5.437 billion, up \$215.9 million
TheMuniCenter List	Offering Total: \$7.900 billion, down \$1.793 billion

Brennan Replaces Brodsky as Chair of N.Y. Authorities Panel

BY TED PHILLIPS

When former **New York** Assemblyman **Richard Brodsky** stepped down to make an unsuccessful run to become attorney general, observers wondered who would be the next chairman of the Assembly Committee on Corporations, Authorities and Commissions that the Westchester County Democrat had used as bully pulpit for eight years.

After nearly three decades of serving on the committee, its new chair, Assemblyman **James Brennan**, D-Brooklyn, is ready to put his stamp on it. "I'm not as flamboyant as Mr. Brodsky, but I've been on the committee for 27 years," he said.

Brodsky burnished his reputation through tough cross examinations of public authority officials and private figures, including belligerent exchanges with **New York Yankees** president **Randy Levine** at a hearing over the use of tax-exempt bonds to build the new Yankee stadium.

Before his election to the Assembly in 1984, Brennan worked for his predecessor in the Assembly, **Joseph Ferris**, as a utilities regulation lawyer. "I'm pretty familiar with all the issues, and I'm probably just about as liberal as Mr. Brodsky," he said.

Elizabeth Lynam, director of state studies at the watchdog group Citizens Budget Commission said Brennan has championed greater transparency on member items and how much they cost the public.

"He's an independent thinker and I think his appointment is promising," she said. "He does have big shoes to fill because Assemblyman Brodsky was very successful using that committee as a bully pulpit to usher in a series of public authority reforms."

Brennan is now preparing for his first hearing this spring on the cash-strapped **New York Metropolitan Transportation Authority**. "I'm a devoted supporter of mass transit because it's the backbone of the metropolitan area," he said. "The MTA's got major capital budget shortfalls going forward which we're probably not going to deal with right now."

The agency's \$26.27 billion, five-year capital plan is only funded for capital commitments made in 2010 and 2011, leaving a \$9.9 billion gap. "The governor is going to need to show some leadership in addressing this problem," Brennan said.

The bursting real estate bubble has been painful for the MTA which received \$1.6 billion of dedicated real-estate taxes in 2007. Those taxes are projected to bring in just \$499 million for the authority in 2011.

"Real estate transactions have proven to be too volatile a financing source for them and they're going to need something going forward that's more stable," he said.

Brennan was a supporter of congestion pricing, a proposal that never made it to a vote that would have charged fees on vehicles driving in much of Manhattan to support MTA bonds.

The Public Authorities Reform Act of 2009, a signature effort by Brodsky, created a new independent Authorities Budget Office, established more reporting

requirements for public authorities and gave board members an explicit fiduciary duty. Though the heavy lifting of getting public authority reform legislation enacted has been accomplished, there is still "an enormous amount to be done, including

the implementation of the reforms," said Brodsky, who is about to join New York University as a senior fellow looking at how capital moves between the public and private sector. "Jim's very smart, very capable, gets the depth and complexities of the issues," Brodsky said.

Brennan's agenda also includes looking at how public authorities across the state respond to the new statutes and the proliferation of local development corporations.

He said he expects to introduce legislation to curb the use of eminent domain.

"There are a lot of people who think that the standards currently in practice in New York for what blight is are too loose and give the government too much leeway in relation to taking private property, and I tend to agree," he said. "We need some greater scrutiny of the circumstances under which private property is taken for economic development." □

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Puerto Rico Sets Sights on New Mixed-Use Community

By MICHELLE KASKE

Puerto Rico wants to transform more than 70 acres of rundown waterfront and industrial space in San Juan into a mixed-use community anchored by a major destination hotel to generate tourism in the area.

The stretch of land, called Bahia Urbana, lies in San Juan Bay along 21 city blocks, in between historic Old San Juan and the city center. Officials peg total build-out costs for the redevelopment at \$1.5 billion.

For years, the government has wanted to use the site to bring in additional tourism, housing, and commercial development. Located on the water and situated between San Juan's key historic and economic neighborhoods, officials see the area as a prime location for redevelopment. Bahia Urbana will also connect to Puerto Rico's Capital Building.

Of the \$1.5 billion cost, Puerto Rico plans to invest roughly \$500 million overall in the Bahia Urbana site, according to Economic Development Secretary **Jose Ramon Perez-Riera**. The remaining financing will come from the private sector.

For Perez-Riera and his team, the focus has been on securing all the necessary permits, updating the area's infrastructure so residents can visit and use the site, and getting a strategy in place that will allow developers to come in and build.

"Our job is to make sure that the plan that we put in place is one that the private sector ultimately will find attractive, that will be financeable, and that we provide that platform structure so that both can come out winners," Perez-Riera said in an interview with *The Bond Buyer* last week in New York City.

"We're talking about building a tax base that would replace what really now looks like a war zone. You have an area that's under-utilized. Nothing is taking place there, not even port activities really, and that's what that area's been supposedly used for."

The redevelopment design includes a major 500-plus room destination hotel along with a smaller, boutique hotel with about 120 rooms.

The area will have more than 1,700 housing units, including rental housing, 177,800 square feet of retail space, 318,000 square feet of office space, revamped piers, an open-air market, pedestrian walkways, and a boardwalk, parks, and other attractions.

The aim is for Bahia Urbana to be a tourist area with shopping and restaurants, but also a neighborhood where residents can live, work, and play. It is one development within Gov. **Luis Fortuño**'s Golden Triangle project, which includes redevelopment of Old San Juan and the Convention Center District.

Officials have yet to announce how the government will finance its \$500 million commitment.

Perez-Riera said the financial support will come from various government agencies, as the Bahia Urbana development includes electrical and sewer upgrades, new roads and walkways, and



The area will have housing, retail, office space, revamped piers, an open-air market, pedestrian walkways, a boardwalk, and parks.

pier improvements.

"It's probably too early to say where it will come from because ultimately, a lot of it might be works that can be incorporated into the capital-improvement programs of the different agencies," according to Perez-Riera.

Those agencies include bond issuers such as the **Puerto Rico Ports Authority**, the **Puerto Rico Electric Power Authority**, the **Puerto Rico Aqueduct and Sewer Authority**, the Department of Transportation and Public Works, and other government entities.

Officials anticipate the development will generate 20,000 direct and indirect jobs during the construction phase. Once the area is built out, there will be 7,000 direct and indirect jobs.

The administration projects \$155 million of tax revenue for the commonwealth and San Juan during the construction phase and \$20 million of annual tax revenue once the redevelopment is completed.

An initial, \$25 million construction phase will begin next month and will rehabilitate two piers and create public space, an open market, walkways, and other upgrades to encourage residents to begin using the area.

That first phase should end by mid-2012, with the administration then looking to secure a developer for the large destination hotel.

While Puerto Rico would like developers to begin work on the site sooner rather than later, Perez-Riera and Lieut. Gov. and Secretary of State **Kenneth McClintock** said those larger developments will begin depending, in part, on a time line set by private-sector participants.

"In our case we see the government as a facilitator," McClintock said during the

interview. "We will do the infrastructure that corresponds to the government and we will create the incentives, but then we can't predict when certain things will happen because it depends on how the market reacts."

Perez-Riera declined to identify which development companies have expressed an interest in building the hotels.

"There's been quite a bit of interest in this area from substantial developers," he said. "And not just development companies, but some high-net-worth individuals that are in the casino business and hoteliers ... that really look at the Bahia Urbana area as a wonderful last bastion of property within the most exclusive area in San Juan."

Potential demand for office space could come from government entities looking to locate closer to the Capital Building and the banking community. Officials are also in discussions with retailers — including some that are currently not located in Puerto Rico — to expand shopping in the area.

Generating business growth on the island has been a challenge for the administration. Puerto Rico has been in a recession since 2006 and officials anticipate the commonwealth's gross domestic product will post a modest positive figure this year.

Perez-Riera and McClintock stressed that the administration crafted a redevelopment plan in light of Puerto Rico's current economic conditions.

Officials chose to include a large destination hotel in order to increase the volume of people staying in the area, which could spark additional commercial development.

The residential component of the project includes rental housing, which devel-

opers can build out more quickly than homes and condominium projects.

Different types of housing will be available from lower-income to higher-income units, with an average price of \$475,000 per unit.

In addition, the entire build-out process could take 10 to 20 years, Perez-Riera said, giving developers and the financial community time to phase in different projects.

Still, Puerto Rico's banking sector may not be in a position to finance numerous, large-scale projects. The island's banks have more than \$1 billion of outstanding construction and land loans that are deemed nonperforming, or more than 90 days past due, as of Dec. 31, according to the Office of the Commissioner of Financial Institutions, known by its Spanish acronym OCIF.

In addition, Puerto Rico's banks in 2010 posted a total net-income loss of \$625.6 million after a loss of \$567.4 million the year before. The banks had profitable years from 2004 through 2008, including a total net income of \$1.17 billion in just 2004, according to the OCIF.

Sergio Marxuach, policy director at the Center for the New Economy, a non-partisan think tank based in Puerto Rico, said there is demand for additional hotels in San Juan and that the long-term development plan gives the administration some flexibility in starting projects later as demand grows.

Conversely, he said the banks' significant amount of outstanding construction debt could dampen the financial sector's ability to extend loans for Bahia Urbana's redevelopment.

"They are going to be very picky," Marxuach said. "They are going to be very selective." □

Regulation

Groups Confront Quagmire in SEC, MSRB Adviser Rules

BY JOAN QUIGLEY

Dealer and bank groups warned they face a regulatory quagmire with the Municipal Securities Rulemaking Board's draft muni adviser pay-to-play restrictions because the board and Securities and Exchange Commission define terms associated with muni advisers differently and have varying sets of rules for muni and investment advisers.

Meanwhile, independent financial advisers urged the MSRB to go farther with its pay-to-play restrictions and generally bar advisers and broker-dealers from contributing to bond-ballot campaigns in which they are not eligible to vote.

In an interview Monday on the MSRB's draft Rule G-42, **Leslie Norwood**, managing director and associate general counsel of the Securities Industry and Financial Markets Association, said: "We feel strongly about the elimination of pay-to-play in the business of municipal advising. The question is making sure pay-to-play works."

The Dodd-Frank Act authorized the MSRB to establish comprehensive muni-adviser regulations, including rules to implement a fiduciary duty, prevent fraud, and promote just and equitable trade principles. Several agencies are promulgating proposed muni-adviser rules under the act, including the SEC — which closed the comment period on its proposed registration scheme last week — the MSRB, and the Commodity Futures Trading Commission.

Under Dodd-Frank, muni advisers include persons who provide advice to or on behalf of a municipal entity or borrower with respect to the issuance of muni securities or with respect to muni financial products: derivatives, guaranteed investment contracts, and investment strategies.

In its proposed registration rules for advisers, the SEC defined muni financial products expansively, saying "investment strategies" include plans or programs for the investment of proceeds of muni securities and plans, programs or pools of assets

that invest funds held by or on behalf of a muni entity.

The MSRB has urged the SEC to narrow its definition of investment strategies so that it would not cover brokers giving advice to state and local governments about investing their general funds.

Market participants' comment letters on the MSRB's draft Rule G-42, similar to the letters they sent the SEC on its proposed adviser registration rules, urge the regulators to coordinate their efforts and avoid potentially redundant and conflicting guidance. The MSRB's draft Rule G-42 would extend Rule G-37's broker-dealer pay-to-play restrictions to muni advisers, with several key differences.

Rule G-42 would bar muni advisers from being compensated for advisory work with a muni entity for two years after making a significant contribution to an official of a municipal entity who can influence the award of business. The compensation ban would begin on the date of the contribution and end two years after advisory business with the entity terminates.

The draft rule would prohibit third-party solicitors from soliciting advisory business within two years of making a "non-de minimis" contribution. Muni advisers would be permitted to make "de minimis" contributions, of no more than \$250, to public election campaigns in which the adviser is entitled to vote.

Under the board's existing Rule G-37, by contrast, muni finance professionals can contribute up to \$250 to a state or lo-

cal official for whom they can vote without triggering a two-year ban on negotiated muni securities business for their firms.

The SEC's pay-to-play restrictions for investment advisers, adopted last year and slated to go into effect Sept. 13, would bar an investment adviser from receiving compensation for advisory services to state and local governments for two years if it, or certain of its executives or employees, made significant political contributions to elected officials who could influence investment-adviser selection.

The SEC rule, however, would permit investment advisers to contribute up to \$350 to an elected official for whom they could vote, or \$150 to any elected official, regardless of whether they could vote for him or her.

In a 32-page comment letter filed with the MSRB on Friday, SIFMA raised concerns about conflicting interpretations of the term "muni adviser" by the SEC, in its proposed registration rules for advisers, and the MSRB in its draft Rule G-42. The SEC, for example, would include appointed state and local board members as muni advisers, while the MSRB views that approach as too broad.

SIFMA urged the board to adopt a two-phase approach to rulemaking, proceeding only with those parties who are "clearly covered" under the statutory definition of muni adviser, and "delaying action for those entities who may not qualify until the SEC's definition of 'muni adviser' is finalized."

SEC

Continued from page 1

significantly more people than Congress intended."

Bachus was particularly upset that the proposed rules would include appointed municipal board members and officials as muni advisers that would have to register with the SEC.

"Many small towns frequently appoint rather than elect their municipal administrators. Similarly, boards of trustees of public universities are appointed," Bachus said. "Forcing these individuals, who often volunteer their time and expertise, to register with the SEC, would create a significant disincentive for qualified individuals to serve our communities."

"Additionally, the broad definition of 'municipal financial products' combined with the failure to define 'advice' would result in thousands of bank employees who conduct routine business with municipal entities having to register with the SEC," he said.

Under Dodd-Frank, persons are muni advisers if they provide advice to or on behalf of a municipal entity with regard to the issuance of muni securities or financial products. The act defines muni financial products as including muni derivatives, guaranteed investment contracts and investment strategies. It says investment strategies may include plans or programs for the investment of proceeds of muni securities, GICs and the recommendation

and brokerage of securities for advance refunding escrows.

But the SEC's proposed rules define investment strategies more broadly such that they would apply to banks and brokers who recommend securities for the investment of state and local general funds.

Bachus also complained that "the SEC has ignored an explicit exemption [for muni advisers in Dodd-Frank] for 'engineers providing engineering advice' to municipal entities."

In its proposed rules, the SEC said the exemption would not apply when "an engineer is engaging in municipal advisory activities, including cash-flow modeling or the provision of information and education relating to municipal financial products or the issuance of municipal securities, even if those activities are incidental to the provision of engineering advice." The exemption also would not apply when "the engineer is preparing feasibility studies concerning municipal financial products or the issuance of municipal securities that include analysis beyond the engineering aspects of the project," the SEC said.

Bachus noted that **Martha Mahan Haines**, chief of the SEC's Office of Municipal Securities, told committee members last May that the registration system probably would only apply to about 260 advisers. He said the SEC's rules "must strike a balance" that ensures the 260 register, but that does not "force thousands of unsuspecting individuals to comply with yet another regulatory burden that would

SIFMA also worried that the SEC may require broker-dealer placement agents to register as muni advisers and asked that the commission work with the MSRB and Financial Industry Regulatory Authority "to create a single, non-duplicative and jurisdictionally sound pay-to-play regime for broker-dealer placement agents."

Similarly, in a comment letter filed with the MSRB on Friday, the American Bankers Association asked the board and the SEC to coordinate their pay-to-play rules, so market participants can avoid "draconian penalties for even inadvertent violations."

In particular, the ABA said the MSRB should conform to the SEC's guidance, permitting a \$350 contribution to an official, per election, when the adviser is entitled to vote, and allowing a \$150 contribution to an election in which an adviser is not entitled to vote.

Meanwhile, the National Association of Independent Public Finance Advisers used its comment letter to lobby the board for a stricter approach to its draft Rule G-42.

NAIPFA, whose members represented clients on more than 2,800 issues totaling about \$75 billion in 2009, said muni advisers and underwriters should be limited to contributing up to \$250, including in-kind donations, to bond-ballot campaigns in which they can vote.

NAIPFA said underwriters and advisers should not be permitted to make any contributions to bond-ballot campaigns in which they are not eligible to vote. □

be detrimental to the very municipal entities we are trying to protect."

Meanwhile, the National Association of Bond Lawyers also criticized the SEC's proposal to include appointed board members as muni advisers, warning the agency's analysis of the issue "is fundamentally flawed counterproductive to good governance" and could possibly violate the Constitution's 10th Amendment on states' rights and First Amendment on free speech.

The proposed rules "fail to recognize that the governing board of a municipal entity cannot be a municipal adviser to such entity" because "the municipal entity acts through its governing body," NABL said in its Feb. 25 letter.

To subject appointed board members to registration requirements, federal fiduciary standards and federal securities law liability "can only have the effect of discouraging participation," the group said.

The proposed rules might violate the 10th Amendment, which "reserves to the states those powers not delegated to the United States by the Constitution," NABL said. It could also violate the First Amendment, which "protects the rights of citizens to communicate to all departments of government, regardless of their motive," it said.

NABL also complained the SEC too narrowly interprets the Dodd-Frank Act exemption of attorneys from being advisers.

"We urge the commission to repropose the proposed rules," NABL said. □

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Suit Puts Restructuring Plan for Iowa's Xenia Water on Hold

BY YVETTE SHIELDS

CHICAGO — An Iowa water district's long-awaited plan to restructure \$140 million of debt — including \$83 million of water revenue bonds — is now on hold due to litigation filed by **Bank of America Corp.** in an attempt to block a pending asset sale.

"The lawsuit puts our debt workout plan on hold," said **Marc DeLong**, interim executive director of the **Xenia Rural Water District**. "It complicates the plan as a potential near-term solution to the district's insolvency. We have to resolve the litigation as it's a barrier to getting a solution that is in everyone's best interest."

The district has not yet made its latest debt-workout plan public. Its previous proposal — rejected by its major lenders — called for rate hikes, asset sales, and \$45.4 million in relief from creditors.

The latest proposal did not ask holders of \$83 million of the revenue bonds to

forgive any principal or interest, DeLong said.

Bondholders and the U.S. Department of Agriculture's Rural Development Agency are the district's largest creditors. The district owes the federal agency \$45.6 million in loans. Several sources said the latest proposal had received favorable reviews.

In an attempt to raise funds to pay down its debts, the district has explored selling off some assets. The board had previously approved the sale of a wastewater treatment plant in **Worth County** near the Diamond Jo Casino to the county for several million dollars.

But Bank of America, which is owed about \$8 million by the district, recently asked the district court to block the sale. A hearing on the injunction request is scheduled for Thursday, Xenia officials said.

Bank of America officials did not provide a comment by press time.

A portion of the note proceeds provided

by Bank of America helped finance the Worth County project. The bank first filed suit against the district last September demanding repayment of the notes.

The district made a partial debt-service payment of \$1.8 million due Dec. 1 on its water revenue bonds. Insurer **CIFG Assurance North America Inc.** covered the remaining \$1.26 million needed to complete the payment on the 2006 bonds. The next payment is due June 1.

The debt-service reserve has been drained and the district has been unable to make required payments to replenish it. **Standard & Poor's** last year downgraded the already junk-rated credit to D from BB after it failed to make its full June 2010 debt-service payment.

A Florida-based retail investor who holds about \$200,000 of the 2006 bonds said he was disappointed with the delay. "I certainly would like this resolved. I would like the bonds called and paid off," the investor said.

The USDA earlier this year said it has since received two draft debt-workout proposals and provided positive comments, but it is awaiting a formal board-approved proposal. The agency had no comment Monday on the latest delay.

A dispute between CIFG and **Assured Guaranty Corp.** — CIFG's agent under a reinsurance agreement struck in 2009 — is also the subject of litigation. CIFG filed a federal lawsuit over the summer charging Assured with breach of contract violations for Assured's failure to cover the Xenia deal.

Assured last year decided to exclude the Xenia policy from its pact with CIFG, basing its position regarding the Xenia policy on a provision in the reinsurance agreement that allows it to exclude from the agreement any policy for a bond that was below investment grade as of Oct. 31, 2008.

The district's bonds were rated investment grade at the time by Standard & Poor's and internally by CIFG. The litigation is pending.

Some blame Xenia's rapid expansion for its fiscal crisis. The 9,000-member district took on debt to fund expansion of its water-delivery capacity north to the Minnesota border, and beginning in 2002 to waste-treatment facilities serving customers that have been slow to join the district, contributing to operating deficits.

Under Iowa law, the district cannot file for bankruptcy. □

Alabama Teachers Group, PAC File Suit Against New Reforms

BY SHELLEY SIGO

BRADENTON, Fla. — The **Alabama Education Association**, its political action committee, and five individuals have filed a federal suit challenging some of the ethics reform laws passed by the state Legislature in a mid-December special session.

The 27-page suit, filed Thursday in Alabama's northern district court, contends that lawmakers illegally prohibited AEA members from using payroll deductions to make their contributions to an affiliated PAC called the Voice of Teachers for Education.

The legislation was rushed through in the waning days of Republican Gov. **Bob Riley's** term "for the purpose of harming and retaliating against an employee organization because of its constitutionally protected advocacy regarding issues and candidates," the suit said.

The suit claims the legislation infringes rights to free speech, equal protection of the law, and due process of the law in violation of the Constitution. The plaintiffs seek to overturn the law and be awarded legal fees.

The AEA could not be reached for comment.

Gov. **Robert Bentley**, one of seven individual named in the suit along with three school boards, could not be reached for comment. Bentley, also a Republican, gives for his first state-of-the-state address Tuesday.

The AEA is not a union though it conducts "political activities" for its members on issues such as tax policy, pensions and insurance issues, education funding, and tenure, according to the complaint.

For decades, Alabama permitted local school boards and some higher education institutions, as well as other state and local government employees, to allow payroll deductions for various reasons, including

membership fees in organizations that conduct political activities and to make PAC contributions.

But shortly after the November election in which a GOP majority of lawmakers were elected, a special session was held and lawmakers banished the payroll-deduction option for organizations that conduct political activities.

Riley, who was term-limited out of office at the end of last year, signed seven bills into law, including one prohibiting payroll deductions and others aimed at strengthening ethics and curbing political corruption state.

"Passing all seven of these reforms represents a sea change of historic proportions and will make Alabama the new standard for ethical government in the United States," Riley said at the time, adding that it "will usher in a new era of transparent, accountable, and responsive government in Alabama that can begin the work of restoring the public's trust."

Alabama politics have been rocked by corruption.

Several lawmakers went to prison after an investigation found they also worked for the two-year college system doing little or no work while serving as elected officials.

The **Jefferson County** sewer debt debacle led to dozens of convictions and national and international headlines about whether the state's largest county would file for municipal bankruptcy because of \$3.2 billion of variable-rate and auction-rate sewer debt it cannot repay. The county has defaulted on the sewer bonds and those who went to prison included a bond dealer, county commissioners, and contractors.

Some of the new laws passed in December prohibit lawmakers from also working for the state while in office, and new provisions require ethics training for all levels of government. □

Minnesota Governor Drops Tax Hike On Top Earners After Deficit Trim

BY YVETTE SHIELDS

CHICAGO — **Minnesota Gov. Mark Dayton** on Monday dropped his proposal for an income tax surcharge on top earners after the state announced a new revenue forecast that trimmed nearly \$1.2 billion off the \$6.2 billion deficit looming in the next two-year budget cycle.

The latest forecast boosted the ending balance expected in the current fiscal year ending June 30 by \$264 million to \$664 million.

The state now expects to collect an additional \$900 million in the next budget cycle over the previous forecast.

The numbers paint a rosier picture than the forecast released in November. The state issues formal revenue forecasts in November and February. The governor uses the first to craft a budget and the Legislature uses the second to finalize the spending plan.

Dayton issued a statement saying he would eliminate his proposed surcharge and restore about \$200 million in human services spending cuts in a revised budget plan to be announced in the coming weeks.

He planned to hold a news conference late Monday to discuss the changes and latest forecast.

"An improved outlook for state revenues, due in part to changes in the capital gains forecast, was responsible for most of the additional revenue," the Office of Management and Budget report said.

Despite the improvement, Minnesota still faces a \$5 billion deficit in the next

budget cycle and a \$4.4 billion structural deficit after fiscal 2013. General fund revenues are now expected to total \$30.7 billion in the current biennium and \$33.3 billion in the next one.

The state's reserves remain lean with its cash-flow account carrying a balance of \$266 million and its formal reserve holding just \$9 million.

Though improving, general fund revenues in the current biennium remain about \$1.4 billion below 2008-2009 levels, according to the report.

Dayton, the freshman Democratic governor, last month unveiled a two-year, \$64 billion spending plan that relied heavily on income tax increases to overcome the budget deficit.

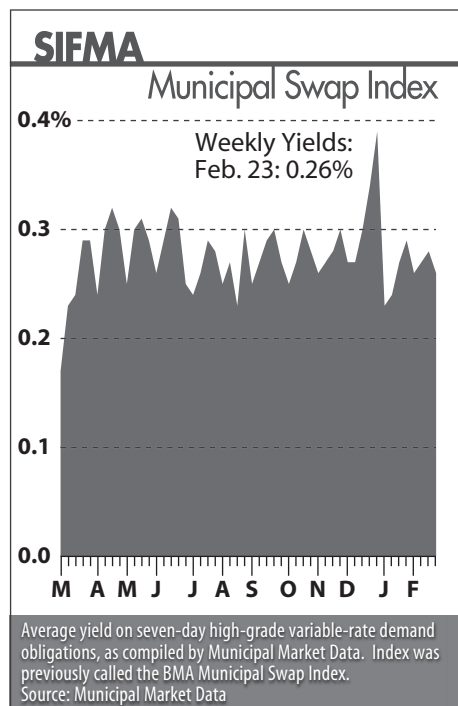
It assumed \$2.4 billion of new revenue from permanent income-tax increases and \$918 million from the temporary income-tax surcharge of 3% on residents who earn over \$500,000. A surcharge on health care providers would raise another \$877 million.

The budget would cut higher education and health and human services. It also would save money by postponing a plan to begin repaying \$1 billion of school aid that was frozen as part of the current budget. State aid to local governments would be maintained.

Republicans who control the Legislature have said they would not pass any tax increases.

Minnesota's \$4.2 billion of GOs are rated AAA by **Fitch Ratings** and **Standard & Poor's** and Aa1 by **Moody's Investors Service**, all with stable outlooks. □

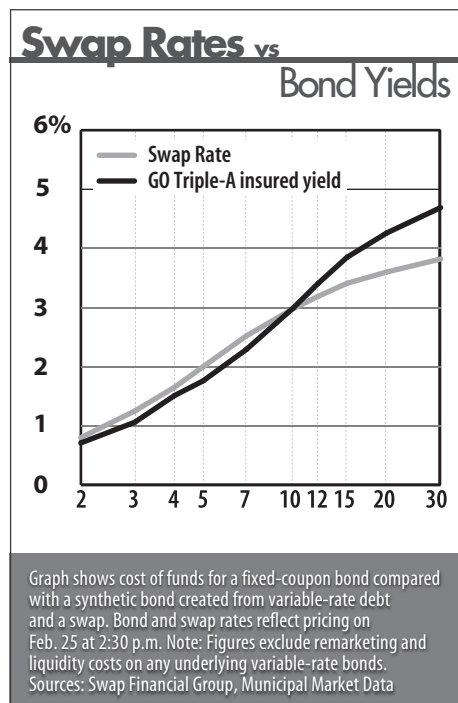
Derivatives & Structured Products



Index-Linked
Muni Swaps

Term (Years)	Dealer Receives Index & Pays Fixed rate of:	Dealer Pays Index & Receives Fixed rate of:
2	0.72%	0.82%
3	1.17	1.27
4	1.56	1.66
5	1.89	2.99
7	2.40	2.50
10	2.85	2.95

Rates are representative midmorning interdealer swap prices on Feb. 25 using a quarterly net interest payment and weekly reset structure. The SIFMA rate in effect on that date was 0.26%.
Source: Swap Financial Group



Bankruptcy

Brave New World Not as Bad as Feared

Continued from page 1

July 2008 and April 2009, and when they resumed, the interest payments were 2% — less than the variable or fixed rates due on the issues.

However, retail investors have been insulated from any damage. Owners of the COPs have either continued to receive full payments on time because the debt was wrapped by bond insurance, or they redeemed it at par because of a letter of credit issued by **Union Bank**. It is the bond guarantor and the LOC provider that have, so far at least, lost money on the transaction.

“I’m actually surprised that Vallejo is paying as much as they are,” said **Duane McAllister**, investment manager at **M&I Investment Management**. “These are unsecured credits — there’s no legal obligation to do that.”

The city’s thinking, he said, appears to be motivated by the need for market access in the future.

Vallejo filed for Chapter 9 bankruptcy, claiming it could no longer afford to pay wages and benefits promised to its employees.

Indeed some city workers and retirees are set to receive as little as 5% to 20% of their claims, according to a plan submitted by the city last month.

PRIORITIZING BONDHOLDERS

The top priority bondholders receive in the Chapter 9 proceeding is well established but not always well known, even among municipal experts. One veteran investment manager recently charged with evaluating cases where bondholders lost money during a bankruptcy had to give up after finding no examples.

The reason Chapter 9 hasn’t proved onerous for bondholders is that issuers simply don’t use it to mitigate bond debt, according to **Richard Lehmann**, president of **Income Securities Advisor**.

“Normally, the Chapter 9 bankruptcy is not filed because of an inability to pay bondholders,” he said. “They are just an incidental player in a bigger situation.”

For a run-of-the-mill government in the wake of the Great Recession, that bigger situation involves declining revenue mixed with locked-in labor contracts and promised pension benefits.

Ceasing interest payments on bonds does little or nothing to address either problem.

According to the Census Bureau, state and local governments brought in \$2.66 trillion of revenue in 2008, the most recent year available. Interest payments that year totaled \$112 billion, or 4.2% of revenue. For Vallejo, debt-service costs are 6% of the budget.

Skipping out on bondholders to save

such a small percentage of annual revenue is a sure way to guarantee higher borrowing costs in the future, said **Matt Dalton**, chief executive at **Belle Haven Investments**.

“It’s really foolish to think that defaulting on the bonds is going to fix the problem — it makes for a bigger problem,” he said. “It’s not the debt that’s pulling them under, and municipal authorities know they need access to the markets.”

There is one major example where bondholders got stiffed, but the case didn’t involve a Chapter 9 bankruptcy filing.

In the early 1980s, the **Washington** State Supreme Court ruled against bondholders contesting a massive default by the Washington Public Power Supply System — known as WPPSS and pronounced “Whoops.”

The system borrowed more than \$8 billion in separate issues to construct five nuclear power plants beginning in 1976. Only one plant was ever completed, and bonds for two of the plants defaulted when the projected costs for them shot up to \$24 billion.

When bondholders fought in state court to receive their payments, the court came to the conclusion that WPPSS did not have the legal right to sign the original contracts. The contracts were declared void and resulted in a \$2.25 billion default — the largest ever in Muni Land.

After the default, bonds issued by WPPSS — including court-tested, secured debt from the other projects that never experienced payment problems — traded with a severe penalty. Moreover, settlements took more than 12 years to finalize, which cost the system millions of dollars of legal fees on top of the market penalty.

According to former Washington Treasurer **Mike Murphy**, even the state’s credit rating suffered a two-notch downgrade despite having no direct link to the failed project.

Because WPPSS never declared bankruptcy the final court decision voiding the debt was not handed down in a Chapter 9 forum. Such a forum would likely have produced a better outcome for bondholders.

MUNI V. CORPORATE BANKRUPTCY

The need for market access alone largely explains why there have been so few Chapter 9 filings in history, according to **James Spiotto**, partner at **Chapman & Cutler**.

He calculates that there have been roughly eight municipal bankruptcies per year in the past four decades, and 620 in total. That total is less than one-tenth the number of Chapter 11 corporate reorganizations recorded in 2009 alone.

Another key reason for municipalities to avoid bankruptcy: Chapter 9 doesn’t provide any financing.

“If you can’t pay for your municipal services because of illiquidity, Chapter 9 doesn’t provide any more money to you,” Spiotto said.

Of the many differences between Chapter 9 protection and a corporate bankrupt-

cy, two are crucial.

One, the municipal filing has to be voluntary, so no liquidation is possible. And two, the bankruptcy court has limited or even no authority to force the municipality into making changes.

The 10th Amendment limits the authority of federal courts to meddle in local governments’ affairs.

The court cannot force the municipality to fire people, discontinue services, pay its debts, or even stop it from incurring more debt.

The purpose of Chapter 9 protection is to provide the municipality some temporary reprieve from creditors while it continues to operate. Whereas a corporation will dismantle itself the moment it becomes economical to, a municipality needs to continue picking up garbage and locking up bad guys, even while it’s in bankruptcy court.

The creditors have a right to negotiate, but they cannot propose a competing reorganization plan to the court, and the judge has “cram-down” powers to make the plan binding on dissenting parties — provided some creditors have accepted it.

The municipality has one clear advantage. During a bankruptcy proceeding, it can freeze lawsuits and creditors’ claims,

giving it leverage to negotiate contracts and restructure debt.

Lourdes German, a senior vice president at **Fidelity Capital Markets**, said that legally allows the municipality to eliminate some debt in the proceeding, but the market penalty is simply too high to seriously consider reneging on bondholders.

“That has to be in the forefront of their minds — the higher borrowing costs, the downward pressure on the value of their bonds,” German said.

In today’s climate, the headline risk alone could be enough for a municipality to find a solution before heading to court, she added.

So far that appears to be the lesson from Vallejo. Its ongoing fight with creditors has already cost the city of 118,000 people more than \$9 million in legal fees.

“As the people in Vallejo can testify to, it’s a lot of time and effort,” Spiotto said. “It’s not a short process, and it’s very painful.”

But while some look at Vallejo and see a big deterrent for municipalities to follow suit, others believe the challenges facing municipalities today are so unprecedented that forecasting outcomes in the coming years by using examples from the last few decades is simply foolish.

In the final part of this series on Wednesday: Does history accurately forecast future Chapter 9 outcomes?



DUANE McALLISTER
M&I Investment



LOURDES GERMAN
Fidelity

In the Land of Expanding Toll Roads, TxDOT Gets Going on Grand Parkway

By Richard Williamson

DALLAS — A new section of the 180-mile, \$6 billion toll road that loops around the outer **Houston** metro area known as the Grand Parkway could break ground this fall after winning approval from the **Texas Transportation Commission**.

The project, also known as State Highway 99, has been under consideration for more than three decades and is considered controversial because some critics see it as promoting growth in an area that is now sparsely settled. But advocates see it as a solution to future congestion and a corridor for cargo from the **Port of Houston**.

“Development of the Grand Parkway is a priority for the Houston area and for the state of Texas,” said **Ned Holmes**, a member of the TTC board. “Development of the Grand Parkway will alleviate congestion on multiple roadway segments on the state’s list of the 100 most congested, including six segments ranked in the 20 most congested.”

The tollway is also unusual in that the Texas Department of Transportation will be supervising the project rather than the **Harris County Toll Road Authority**. Harris County commissioners, who oversee the HCTRA, decided to pass on the project in January because key segments are outside the county.

The state will not issue bonds to finance the first section but expects to in later phases. Some parts are not expected to produce sufficient revenue to pay debt service from the outset but are expected to do so over the life of the bonds.

The Texas Transportation Commission, which supervises TxDOT and issues debt for its projects, carries triple-A ratings.

The first section that won the green light

from TxDOT is expected to cover 14.1 miles, connecting Interstate 10 to U.S. 290 northwest of Houston. The TTC’s unanimous decision to advance the project allows the department’s staff to manage planning and to supervise contracts once funding sources are identified.

Initial funding of \$350 million will come from the Texas Mobility Fund in the form of cash. The fund is made up of fees for driver licenses, driver records, certificates of title and vehicle inspections. Construction costs for segment E are pegged at \$355 million, with an additional \$64 million for engineering and right of way.

The low cost is due in part to the fact that the area where the four-lane highway will travel is relatively undeveloped, lowering right-of-way costs, according to TxDOT spokeswoman **Karen Amacker**.

While Harris County decided not to exercise its right of primacy to build the first section, other metro-area counties kept theirs and have two years to start planning. One section of the parkway in Chambers County is already operating southeast of Houston but has not yet been tolled.

Under a Texas law passed in 2007, local toll road authorities have the right of first refusal or “primacy” over toll projects in their region. Once rejected by the primary toll agency, the projects can be developed by TxDOT or private developers.

The Harris County Toll Road Authority, so far, has developed projects only in the county and has never worked with a private concession developer. The agency also develops its tollways without federal funds, reducing delays.

As TxDOT was taking on Grand Parkway, the HCTRA was nearing completion of its original Sam Houston Tollway. The final section of the nearly \$1.5 billion tollway opened Saturday. It marks completion of the 88-mile “ring road” first conceived by Houston planning officials in 1952.

With about \$2.6 billion in outstanding debt, Harris County’s toll revenue bonds carry ratings of AA-minus from **Standard & Poor’s** and **Fitch Ratings**, and Aa1 from **Moody’s Investors Service**.

Although the toll bonds carry the county’s tax pledge, in practice they are paid entirely from toll revenues. The toll road has no plans to ever use the county’s tax pledge to repay the bonds.

“The authority will need to diligently manage the growth to preserve financial flexibility and maintain debt-service coverage,” Fitch analysts noted last year. “While the authority’s five-year capital improvement plan of approximately \$400 million is down significantly from its previously projected \$4.6 billion CIP, it is possible that the authority may reinstate the long-term projects that have been delayed/suspended, which would likely involve a large debt component. Nevertheless, Fitch believes the authority’s slower approach to its CIP and as a consequence, reduction in expected future debt issuances, illustrates management’s proactive approach to maintaining its financial flexibility.”

Harris County, the third largest county by population in the nation, led Texas growth in the 2010 census, adding more new people

than the next two Texas counties combined. Of the metro area’s 4.1 million people, about 67% live in Harris County, according to the census.

Outside of Harris County, the **Fort Bend County Toll Road Authority** in Sugar Land is the largest toll road operator in the metro area. The agency operates the Fort Bend Parkway and the Fort Bend Westpark Tollway. The authority was created in November 2000 when voters approved a \$140 million bond issue for the two toll road projects.

The four-lane, 6.2 mile, Fort Bend Parkway Toll Road opened in 2004, linking the Sam Houston Tollway with State Highway 6 in the eastern part of the county. The second project, the Fort Bend Westpark, ties into Harris County’s Westpark Toll Road.

The patchwork of toll-road operators in the Houston area is different than in the Dallas-Fort Worth area system operated by the **North Texas Tollway Authority**. The NTTA operates in several counties and must deal with the often contentious demands of rapidly growing suburbs.

In the Austin area, TxDOT operates the **Central Texas Turnpike System** with two major tollways, State Highway 130 and SH 45 to the north. SH 130 runs north and south to the east of Austin, relieving congestion on Interstate 35. Except for one segment of the SH 130 roadway, all project components were completed ahead of schedule and under budget.

The Central Texas Turnpike System carries triple-B plus ratings. The system issued more than \$1 billion of revenue bonds in 2002 for the start-up project, earning higher ratings because of the backing of TxDOT. The department also operates tollways in the Laredo area in South Texas and in Tyler in East Texas. □

SOUTHWEST INVISIBLE SUPPLY

Issuer and purpose	Amount*	Approval status	Underwriter choice	Expected sale date	Issuer and purpose	Amount*	Approval status	Underwriter choice	Expected sale date
ARIZONA					State severance bonds	\$382	P		2011
AzDOT/Maricopa County	\$2,673	P	negotiated	2011-20	OKLAHOMA				
Maricopa County CCD	\$511	A	negotiated	2011-15	Oklahoma City GOs	\$680	A	negotiated	2011-18
Phoenix water rev. bonds	\$415	P	negotiated	2011	Tulsa County ISD	\$314	A		2011-20
State transportation Gans	\$300	P	negotiated	2011	Oklahoma City ISD	\$159	A		2011-18
ARKANSAS					TEXAS				
State Public School GOs	\$750	P		2011-13	DFW International Airport	\$4,200	P	negotiated	2011-16
State State Highway Garvees	\$575	P		2011-13	Texas Mobility Fund bonds	\$3,000	A	negotiated	2011-15
State Natural Resources GOs	\$300	P		2011	Texas Transportation Commission	\$2,500	A	negotiated	2011
University of Arkansas System	\$141	A	negotiated	2011	North Texas Tollway Authority	\$2,200	P	negotiated	2011
COLORADO					City of Dallas	\$610	A	negotiated	2011-12
Regional Transportation District	\$3,477	A	negotiated	2011	DART rev. bonds	\$1,800	A	negotiated	2011-15
KANSAS					Texas Water Development Board	\$250	P	negotiated	2011
Department of Transportation	\$1,400	A		2013-19	Irving	\$200	A	negotiated	2011
Sedgwick County USD	\$150	A		2011-12	Texas State University System	\$200	A	negotiated	2011
NEW MEXICO					Austin CCD	\$55	A	negotiated	2011
State Trans	\$700	P		2011					

*Dollars in millions. A = approved, P = Pending

ARIZONA

Phoenix Collections Rise

Sales tax collections in **Phoenix** totaled \$34.8 million in January, up 12.5% from January 2010's \$30.9 million.

The city's Budget and Research Department said January's increase was the first growth in sales tax collections since 2006.

Revenue from the retail sector was up 14.8% from January 2010, with bar and restaurant tax collections up 5.4%

Tax revenue from construction activity was up 28% from January 2010.

Phoenix officials had to cover a \$277 million revenue shortfall in fiscal 2011 when collections failed to meet expectation. Estimates of the projected shortfall for fiscal 2012 range from \$50 million to \$80 million.

Details on the extent of the revenue gap will be presented to the City Council on March 29.

The council will receive the proposed fiscal 2012 budget from city manager **David Cavazos** on May 10.

Cavazos said revenue collections so far in fiscal 2011 have been about 1% above expectations.

— Jim Watts

ARKANSAS

Wastewater Rehab on Tap

Little Rock Wastewater officials will meet with the city's Sanitary Sewer Committee on Thursday to determine how to finance at least \$200 million of capital improvements to the system.

The utility's current budget calls for a \$62.1 million revenue bond issue in 2012 and a \$134.7 million bond issue in 2013, along with a \$17 million revolving loan in 2013.

The work is needed to comply with a settlement agreement with the Sierra Club in which the city of **Little Rock** said it would make improvements to the system to prevent sewer overflows.

The wastewater utility has already spent \$262 million to comply with the 2001 agreement.

The upgrade is set to be completed

by 2018. The consent agreement calls for completion in 2015, but the city is seeking a three-year extension from the **Arkansas** Department of Environmental Quality.

Utility officials are asking for a 20% rate increase in 2012 to support the bonds needed to finance the rehabilitation. Officials have also proposed a 10% rate increase in 2013, and 5% increases in 2014 and 2015.

According to the financing plan, the utility would become "insolvent by mid-year 2012 without one of the following: a rate increase, decrease in operations and maintenance expenses, or reduction in funding capital costs out of sewer revenues."

In December 2010, **Moody's Investors Service** lowered the city's wastewater revenue bonds to Aa3 from Aa2, with a negative outlook. The utility has \$172 million of outstanding debt.

Moody's said the city faces challenges in meeting rising debt-service requirements on the bonds.

"The rating downgrade to Aa3 reflects the system's weakened financial position resulting in narrowed debt-service coverage and diminished reserve levels," the credit agency said. "The Aa3 rating continues to take into consideration the system's high debt ratio but a substantial and diverse customer base."

Little Rock Wastewater serves 67,000 customers in Little Rock and 700 outside the city.

— Jim Watts

OKLAHOMA

Revenue Keeps Surging

Oklahoma general fund collections in January totaled \$490.3 million, or almost \$80 million more than in January 2010 and \$24 million more than expected.

State Treasurer **Ken Miller** said last week that monthly revenue collections have been increasing steadily over the past 12 months.

"In 10 of the past 12 months, collections have exceeded the prior year, topping it for nine consecutive months," he said. "January marks the second month in a row of double-digit growth over the prior year."

General fund collections of \$2.9 billion in the first seven months of fiscal 2011 is \$245.7 million more than the same period of fiscal 2010 and \$92.1 million more than the official estimate.

Oklahoma's healthy economic activity at the start of 2010 demonstrates that the recession is ebbing, Miller said, but full recovery will not come quickly.

"Our economy has a long way to go before we get back to pre-recession levels," he said. "Compared to two years ago [fiscal 2009], year-to-date revenue collections are down by more than \$700 million or 20%."

Corporate and personal income taxes generated \$208.8 million in January, up \$16.4 million from January 2010 and \$5.7 million more than expected.

In January, net income taxes, a combination of corporate and personal income taxes, produced \$208.8 million. That figure is \$16.4 million, or 8.5%, above the previous year and \$5.7 million, or 2.8%, above the estimate.

The sales tax produced \$147.8 million for the month, which is \$17.3 million more than last year and \$10.6 million above the estimate.

— Jim Watts

Income-Tax Rate Trimmed

Oklahoma's highest income-tax rate will drop to 5.25% from 5.5% on Jan. 2, 2012, after the Board of Equalization determined last week that revenues will be 4.4% higher next year than in fiscal 2011.

State law provides that the rate must be lowered whenever revenue is up by more than 4% from the previous fiscal year.

The board accepted a revenue estimate that showed the Legislature would have \$6.2 billion of general fund revenues to appropriate in fiscal 2012. The spending limit of 95% of revenues is \$159.6 million more than was available in fiscal 2011 and \$106.4 million more than the board was told in December.

Preston Doerflinger, director of the Office of State Finance, said the revised revenue shortfall for fiscal 2012 is \$500 million.

"Projected increased revenue from oil taxes and personal-income tax collections make up the bulk of the difference in December's estimate and February's

estimate," Doerflinger said.

Gov. **Mary Fallin**, who chairs the revenue estimating board, said the higher estimate will be helpful in developing a final state budget for next year.

"My priorities as I work with the Legislature to balance the budget, however, are the same: find ways to make government operate more efficiently and effectively and continue to look for ways to save taxpayer dollars," Fallin said.

"It's great that our budget shortfall is smaller than expected, but modernizing our government agencies is still every bit as important," she said.

Fallin's proposed fiscal 2012 budget calls for cutting most agency spending by 5% from fiscal 2011, but public safety, education, and health care agencies will see cuts of only 3%.

— Jim Watts

TEXAS

Austin Eyes Rail-Bond Bid

Austin Mayor Lee Leffingwell said last week that voters will be asked in November 2012 to decide on a bond package that would fund an urban rail system, roads, bike paths, parks, and libraries.

The size and cost of the package, as well as those of the projects to be financed, would be developed over the next 20 months, Leffingwell said.

The rail system, which would connect The University of Texas campus with the state capitol complex and downtown, is expected to cost \$200 million to \$300 million. No route has been determined.

Leffingwell, a Democrat, ran in 2009 on a platform calling for urban rail in Austin, but declined to include it in a \$90 million street and road bond package approved in November 2010.

Without the rail line, the mayor said, there would be 500,000 more cars on Austin streets within 20 years.

"Because it took many years, and many failures, to screw up our traffic this badly, now it's going to take many years, and many successes, to fix it," Leffingwell said. "If we fail to deliver easy alternatives to single-occupant car trips, Austin will never be the kind of livable, sustainable city that we aspire to be."

— Jim Watts









VISIBLE SUPPLY BY STATE					
State	Feb. 28, 2011		Feb. 22, 2011		Chg in Amt
	Issues	Amount	Issues	Amount	
Arizona	2	\$40,765,000	2	\$40,765,000	\$0
Arkansas	0	0	0	0	0
Colorado	2	18,440,000	3	22,535,000	-4,095,000
Kansas	3	57,500,000	0	0	57,500,000
New Mexico	0	0	0	0	0
Oklahoma	18	48,245,000	12	19,095,000	29,150,000
Texas	24	291,559,000	25	685,564,000	-394,005,000
Utah	3	120,180,000	2	33,275,000	86,905,000
Sources: Ipreo, The Bond Buyer					

GENERAL OBLIGATION YIELD CURVES FOR FEB. 25, 2011					
State	Ratings	One-Year	Five-Year	10-Year	30-Year
Utah	Aaa/AAA/AAA	0.38	1.76	2.99	4.69
Texas	Aaa/AA+/AAA	0.46	1.90	3.15	4.84
Arkansas	Aa1/AA/NR	0.46	1.96	3.24	4.92
New Mexico	Aaa/AA+/NR	0.48	1.96	3.23	4.97
Oklahoma	Aa2/AA+/AA+	0.46	1.96	3.27	4.99
Colorado	Aa1/AA-/NR	0.48	2.01	3.29	4.94
Kansas	Aa1/AA+/NR	0.50	2.00	3.34	4.99
Arizona	Aa2/AA/NR	0.58	2.11	3.37	5.04
Sources: Municipal Market Data, Moody's Investors Service, Standard & Poor's, Fitch Ratings					

Competitive Bond Offerings

Compiled by Ipreo

*Preliminary and subject to change. **SHADED LISTINGS ARE NEW.**

Issuer	St	Description	Amount (\$000s)	Time of Sale	Financial Adviser	Legal Opinion	Maturing	Insurer	Mdy's	S&P	Fitch	Bank-Qual.	Latest Details
Tuesday, March 1													
Linn-Mar Comm SD	IA	GO Sch Ref	*10,000	10 am C	Piper Jaffray	Ahlers & Cooney	24-26	—	Aa2	—	—	BQ	Feb 17
Rochester CUSD #3A	IL	GO Sch Ref	*10,295	10:30 am C	Speer Financial	Miller Canfield	13-31	—	—	—	—	—	Feb 15
Kansas Dev Fin Auth	KS	Fac Rev (Tax)	*3,230	10:30 am C	Columbia Cap Mgmt	Gilmore & Bell	11-14	—	A1	A-	—	—	Feb 25
Kansas Dev Fin Auth	KS	Fac Rev	*22,270	10 am C	Columbia Cap Mgmt	Gilmore & Bell	11-31	—	A1	A-	—	—	Feb 25
 P Louisiana	LA	GO	*300,000	10:30 am C	Govt Fin Assoc	Foley & Judell	11-30	—	Aa2	—	AA	—	Feb 22
Amherst (Town)	MA	GO Muni Purp Loan	*5,000	11 am E	UniBank Fiscal Adv	Edwards Angell	11-20	—	—	AA	—	BQ	Feb 22
Westbrook	ME	GO	*13,565	11 am E	Moors & Cabot	Jensen Baird	11-30	—	—	—	—	—	Feb 18
Brownton	MN	GO Bldg	850	11 am C	David Drown	Briggs & Morgan	13-31	—	—	—	—	BQ	Feb 25
 Montclair Twp	NJ	Var Purp	19,584	11:15 am E	Benecke Economics	McManimon & Scotland	12-24	—	—	—	—	—	Feb 14
 Montclair Twp	NJ	Sch	21,660	11:30 am E	Benecke Economics	McManimon & Scotland	12-31	—	—	—	—	—	Feb 15
Cortland CSD	NY	Sch Dist	110	11 am E	Fiscal Adv & Mkt	Trespasz & Marquardt	12-16	—	—	—	—	BQ	Feb 23
Tully Jt Fire Dt	NY	Fire District	*4,440	11 am E	Fiscal Adv & Mkt	Hancock Estabrook	12-36	—	—	A	—	BQ	Feb 22
Wayne County	OH	Var Purp	8,265	11:30 am E	Sudsina & Assoc	Squire Sanders	11-22	—	—	AA-	—	BQ	Feb 22
Carter Co ISD #55	OK	Bldg	890	12:45 pm C	Stephen H. McDonald	State Atty General	13-17	—	—	—	—	BQ	Feb 16
Rogers Co ISD #8	OK	Bldg (Fwrd)	2,450	11:45 am C	Stephen H. McDonald	State Atty General	13-16	—	—	—	—	BQ	Feb 16
Brazoria Co MUD #26	TX	Unltd Tax	3,225	11:30 am C	Rathmann & Assoc	Allen Boone	12-19	—	—	BBB+	—	BQ	Feb 15
Salt Lake County	UT	GO	*25,000	9:30 am M	Zions Bank	Chapman & Cutler	11-30	—	Aaa	AAA	AAA	—	Feb 22
 P Seattle	WA	GO Imp	*80,405	8 am P	Seattle-Northwest	Foster Pepper	12-31	—	Aa1	AAA	AA+	—	Feb 23
Washington	WA	COPs	*12,895	8:30 am P	SDM Advisors	Foster Pepper	12-21	—	Aa2	—	—	—	Feb 22
Wednesday, March 2													
Center Pt-Urbana Comm SD	IA	GO Sch	1,575	11 am C	Piper Jaffray	Ahlers & Cooney	12-23	—	—	A-	—	BQ	Feb 23
Center Pt-Urbana Comm SD	IA	GO Sch	3,970	11 am C	Piper Jaffray	Ahlers & Cooney	11-22	—	—	A-	—	BQ	Feb 23
 P Oyster Bay (Town)	NY	Pub Imp	*61,575	11:30 am E	Fiscal Adv & Mkt	Fulbright & Jaworski	12-20	—	—	AAA	—	—	Feb 24
Craig Co ISD #6	OK	Trans Equipment	300	11:45 am C	Stephen H. McDonald	—	13-16	—	—	—	—	BQ	Feb 17
Craig Co ISD #6	OK	Bldg	1,675	11:45 am C	Stephen H. McDonald	—	13-21	—	—	—	—	BQ	Feb 17
Mayes Co ISD #1	OK	Bldg	1,900	12 pm C	Stephen L. Smith	Phillips Murrah	13-16	—	—	—	—	BQ	Feb 17
Oak Pt Wtr Cntr & Imp Dt #1	TX	Unltd Tax	1,340	11:30 am C	FirstSouthwest	Winstead	13-36	—	—	—	—	BQ	Feb 16
Thursday, March 3													
 P Darien (Town)	CT	GO	12,000	11 am E	Independent Bond	Pullman & Comley	14-24	—	Aaa	—	—	—	Feb 22
DeWitt	IA	GO Ref	*2,555	11 am C	Piper Jaffray	Dorsey & Whitney	12-26	—	A1	—	—	BQ	Feb 22
Muncie	IN	Park Dist	2,000	11 am E	Crowe Horwath	Ice Miller	13-30	—	—	—	—	BQ	Feb 24
Henderson Co SD Fin Corp	KY	Ref Rev	*3,690	11 am E	Ross Sinclair	Henry M. Reed III	12-21	—	—	—	—	BQ	Feb 25
 Muhlenberg County	KY	GO & Ref	*11,840	11 am E	Ross Sinclair	Steptoe & Johnson	12-31	—	A1	—	—	—	Feb 16
Hamilton (Town)	MA	GO Muni Purp Loan	*3,645	11:30 am E	FirstSouthwest	Edwards Angell	12-20	—	—	—	—	BQ	Feb 28
Westwood (Town)	MA	GO Library	9,300	11 am E	FirstSouthwest	Edwards Angell	12-31	—	—	—	—	BQ	Feb 28
 P Clark Co SD	NV	GO Ref	*30,195	8:30 am P	NSB Public Finance	Swendseid & Stern	15-19	—	Aa2	AA	AA-	—	Feb 22
 P Clark Co SD	NV	GO Ref	*70,060	8 am P	NSB Public Finance	Swendseid & Stern	13-16	—	Aa2	AA	AA-	—	Feb 22
Blaine Co ISD #80	OK	Bldg	1,840	12:45 pm C	Stephen H. McDonald	State Atty General	13-19	—	—	—	—	BQ	Feb 18
Bryan Co ISD #72	OK	Comb Purp	2,125	11:45 am C	Stephen H. McDonald	State Atty General	13-16	—	—	—	—	BQ	Feb 18
Payne Co ISD #3	OK	Bldg	90	12 pm C	Stephen L. Smith	Phillips Murrah	13-15	—	—	—	—	BQ	Feb 18
Paseo Del Este MUD #2	TX	Unltd Tax	1,620	10 am M	FirstSouthwest	Allen Boone	12-34	—	—	—	—	BQ	Feb 17
Upper Trinity Reg Wtr Dt	TX	Wstwtr	4,615	10 am C	FirstSouthwest	Vinson & Elkins	12-30	—	A3	—	—	—	Feb 23
Friday, March 4													
Cherokee Co ESD #21	OK	Bldg (Fwrd)	125	11:45 am C	Stephen H. McDonald	—	13	—	—	—	—	BQ	Feb 22

Continued on page 15



This monitor signifies the Notice of Sale is available on www.bondbuyer.com

P

A letter "P" signifies that a link to the POS is on the Bond Buyer Online's Competitive Bond Offering Calendar.

To Report or Obtain Information

Fax: 212-404-8155, 212-404-8157
Email: brs@i-deal.com
Competitive / Negotiated Offerings
Joycelyn Gumbs 212-849-0345
Priya Khandai 212-849-0343

Competitive / Negotiated Sales Results
Ruth-Ann Medina 212-849-0341
Anthony Andino 212-849-0342
Jason Hahn 212-849-0340

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THE BOND BUYER CAREERZONE

Contact: JoAnne Kao
Phone: 212-803-8325 Toll Free: 1-800-595-4644 JoAnne.Kao@sourcemediacom

Municipal Special Situations Fund

We are an investment manager in NYC, established in 2008, that focuses on special situations in the municipal market. We invest across different subsectors of municipals in securities of broadly varying credit quality.

We are seeking a senior member to join our investment team. The individual must have at least 10 years of experience as a municipal credit analyst, portfolio manager, trader or banker. Deep understanding of municipal issuers is a must, as is the ability to translate this understanding into investment ideas. Experience in housing, real estate and infrastructure financings is a plus but not a prerequisite.

The ideal individual is a team player and a self-starter who thrives in an entrepreneurial environment and is thrilled about building a business.

Qualified candidates please submit your resume to munjib2011@gmail.com.

COST SHARING FOR DODD-FRANK MUNICIPAL ADVISER REGULATORY COMPLIANCE (Municipal financial advisory firm seeks industry participants to share costs of compliance with Dodd Frank for savings.) In addition to requirements for registration with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board, municipal advisers can expect to be required to adjust their business models, initiate new record-keeping and transaction procedures and take extensive additional steps to comply with new rules that will be imposed on them under Dodd-Frank. Based on its experience to date, Municipal Advisors Group of Boston, Inc (MAGBI) believes that the cost to small firms to thoroughly comply with Dodd-Frank will be prohibitive, relative to those firms' revenues. Accordingly, MAGBI is seeking to team with other small and mid-sized municipal advisory firms to share the costs of outside legal counsel and compliance advisory professionals to achieve compliance with forthcoming Dodd-Frank regulations on an affordable basis. Persons or firms interested in exploring this cost-sharing initiative can reach MAGBI at (617) 688-9336 or by email at advisor@bostonmuni.com.

Bond Redemptions

NOTICE

State of New York Municipal Bond Bank Agency Special School Deficit Program (Enlarged City School District of the City of Troy) Revenue Bonds 2003 Series A Dated March 1, 2003

NOTICE IS HEREBY GIVEN that, for the payment of the interest and maturing principal of the State of New York Municipal Bond Bank Agency Special School Deficit Program (Enlarged City School District of the City of Troy) Revenue Bonds, 2003 Series A due August 15, 2011 in the aggregate principal amount of \$490,000 (the "Defeased Bonds"), there have been deposited with Manufacturers and Traders Trust Company, as successor trustee (the "Trustee"), monies which, except to the extent maintained in cash, have been invested in direct obligations of the United States of America. The Defeased Bonds are therefore deemed to have been paid within the meaning of Section 1301 of the resolution creating the Defeased Bonds.

The amount so deposited as aforesaid has been calculated to be sufficient to pay when due, interest and maturing principal to become due on the Defeased Bonds through and including August 15, 2011, the date on which such Defeased Bonds will mature.

STATE OF NEW YORK MUNICIPAL BOND BANK AGENCY

By: Manufacturers and Traders Trust Company, as Trustee

Dated this 16 day of February, 2011.

Request for Proposals

REQUEST FOR PROPOSALS BOND UNDERWRITER SERVICES

Rhode Island Housing, 44 Washington St., Providence, R.I., 02904, is soliciting requests for proposals for bond underwriting services. For information or to print a copy of the Request for Proposals, all qualified and interested firms, should visit www.rhodeislandhousing.org. Due date is Friday, March 25, 2011, at 5 p.m.

MILWAUKEE COUNTY, WISCONSIN REQUEST FOR PROPOSAL ("RFP") FOR FINANCIAL ADVISORY SERVICES

Milwaukee County, Wisconsin has issued an RFP for financial advisory services. Interested firms may obtain a copy of the RFP by contacting Ms. Pamela Bryant, Capital Finance Manager at (414) 278-4396 or by email to pbryant@milwcnty.com, or by downloading a copy of the RFP from the Milwaukee County web site at www.county.milwaukee.gov under the administrative services department, procurement, and bid notification or by searching in the site search box for "bid notification." Responses to the RFP are due by 11:00 a.m. Central Time on Friday March 25, 2011.

NOTICE OF PARTIAL REDEMPTION TO THE HOLDERS OF

Pasco County Housing Finance Authority Federally Assisted Housing Mortgage Revenue Bonds, Series 1979 (Hudson Hills Section 8)

NOTICE IS HEREBY GIVEN that, pursuant to the applicable provisions of the governing documents of the above captioned bonds (the "Bonds"), \$80,000 principal amount of the Bonds will be redeemed on April 1, 2011, at the referenced Redemption Price, together with interest accrued to April 1, 2011. From and after April 1, 2011, interest on the Bonds shall cease to accrue.

The following Bonds will be redeemed and paid upon presentation to the office(s) shown below.

*CUSIP No: 702507AB0, 7.85%, Due: April 1, 2020
Redemption Price: 100.00%, Total Amount Called: \$80,000
Bearer Bond called in the amount of \$5,000:

379

Registered Bonds called in the amount of \$5,000 each:

41 45 52 53 62 67 90 95 282 343 371 372 377 389 392

Payment of the Bonds called for redemption will be made upon presentation and surrender of said Bonds, at the location shown below. In the case of any registered Bond to be redeemed in part only, upon presentation of such Bond for redemption, there will be issued in lieu of the unredeemed portion of the principal thereof a new registered Bond or Bonds in principal amount equal to such unredeemed portion.

Called Bonds should be presented as follows:

<u>First Class/Registered/Certified</u>	<u>Express Delivery Only</u>	<u>By Hand Only</u>
The Bank of New York Mellon Global Corporate Trust P.O. Box 2320 Dallas, Texas 75221-2320	The Bank of New York Mellon Global Corporate Trust 2001 Bryan Street, 9th Fl. Dallas, Texas 75201	The Bank of New York Mellon Global Corporate Trust Corporate Trust Window 101 Barclay Street, 1st Fl. East New York, NY 10286

PASCO COUNTY HOUSING FINANCE AUTHORITY

By: The Bank of New York Mellon Trust Company, N.A.

as Trustee or Agent

Bondholder Communications: 800-254-2826 THE BANK OF NEW YORK MELLON

Dated: March 1, 2011

IMPORTANT TAX INFORMATION

Under the provisions of the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), paying agents making payments of interest or principal on municipal securities may be obligated to withhold a 28% tax from remittance to individuals who have failed to furnish the paying agent with a valid taxpayer identification number. Owners of the Bonds who wish to avoid the imposition of the tax should submit certified taxpayer identification numbers when presenting the Bonds for payment.

*NOTE: The Issuer and Trustee/Agent shall not be responsible for the selection or use of the CUSIP numbers selected, nor is any representation made as to their correctness indicated in the notice or as printed on any Bond. They are included solely for the convenience of the holders.



RECENT AUCTION RATE BIDDING DISCLOSURES

ISSUER	AMOUNT OUTSTANDING	AMOUNT TO BE BID	RATE TO BID	AUCTION DATE
• The State of Louisiana, Louisiana Stadium and Exposition District Insured Tax-Exempt Revenue and Refunding Bonds, Series 2006B	N/A	\$84,650,000	greater of 1.25% or SIMFA	March 2, 2011

This listing is a free service for issuers from The Bond Buyer and EZDisclose. If you would like your Notice of Intent to Bid to appear on this chart, please forward the notice to ARSNotice@sourcemediacom. The above information also appears at www.BondBuyer.com. EZDisclose clients also receive distribution to the broader financial press included in the cost of their EZDisclose notice. For more information on complete disclosure and compliance with SEC15c-12 please contact: Victor Kuo (212) 803-8612 or Eric June (212) 803-8613



NOTICE OF PARTIAL MANDATORY REDEMPTION

To the Holders of

**Neptune City Housing Authority
Monmouth County, New Jersey
1977 Senior Citizens Housing Project Revenue Bonds**

NOTICE IS HEREBY GIVEN that, pursuant to the applicable provisions of the governing documents of the above captioned bonds (the "Bonds"), \$90,000 principal amount of the Bonds will be redeemed on April 1, 2011, at a Redemption Price of 100.00%, together with interest accrued to April 1, 2011, interest on the Bonds shall cease to accrue.

The following Bonds will be redeemed and paid upon presentation to the office(s) shown below:

***CUSIP No: 640706AU1, 6.00%, Due: April 1, 2019
Redemption Price: 100.00%, Total Amount Called: \$90,000**

Bearer Bonds called in the amount of \$5,000 each:

136	237	240	261	284	313	328	335
369	384	398	408	413	414	456	463

Registered Bonds called in the amount of \$5,000 each:
353 392

Payment of the Redemption Price on the Bonds called for redemption will become due and payable on the Redemption Date and will be paid only upon presentation and surrender thereof in the following manner:

If by Mail:

**U.S. Bank
Corporate Trust Services
P.O. Box 64111
St. Paul, MN 55164-0111**

If by Hand or Overnight Mail

**U.S. Bank
Corporate Trust Services
60 Livingston Avenue
1st Fl.-Bond Drop Window
St. Paul, MN 55107**

1(800) 934-6802

Bondholders presenting their bonds in person for same day payment **must** surrender their bond(s) by 1:00 P.M. on the Redemption Date and a check will be available for pick up after 2:00 P.M.. Checks not picked up by 4:30 P.M. will be mailed out to the bondholder via first class mail. If payment of the Redemption Price is to be made to the registered owner of the Bond, you are not required to endorse the Bond to collect the Redemption Price.

Interest on the principal amount designated to be redeemed shall cease to accrue on and after the Redemption Date.

REQUIREMENT INFORMATION

For a list of redemption requirements please visit our website at www.usbank.com/corporatetrust and click on the "Bondholder Information" link.

IMPORTANT NOTICE

Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), 28% will be withheld if tax identification number is not properly certified.

**The Undersigned shall not be held responsible for the selection or use of the CUSIP number, nor is any representation made as to its correctness indicated in the Redemption Notice. It is included solely for convenience of the Holders.*

By: U.S. Bank National Association
Trustee or Agent

Date: March 1, 2011



NOTICE OF PARTIAL SINKING FUND REDEMPTION

To the Holders of

**Sacramento Municipal Utility District
Electric Revenue Bonds Series M of 1983**

NOTICE IS HEREBY GIVEN that, pursuant to the applicable provisions of the governing documents of the above captioned bonds (the "Bonds"), \$5,320,000 principal amount of the Bonds will be redeemed on April 1, 2011, at a Redemption Price of 100.00%, together with interest accrued to April 1, 2011, interest on the Bonds shall cease to accrue.

The following Bonds will be redeemed and paid upon presentation to the office(s) shown below:

***CUSIP No: 786004US8, 9.00%, Due: April 1, 2013
Redemption Price: 100.00%, Total Amount Called: \$5,320,000**

Bearer Bonds called in the amount of \$5,000 each:

5234	5244	5520	5565	5602	5611	5640	5657	5665	5680	5723	5726	5916
5988	5990	6028	6078	6123	6157	6197	6206	6229	6310	6313	6316	6345
6349	6358	6359	6360	6388	6393	6445	6446	6449	6505	6530	6543	6601
6613	6754	6979	7009	7428	7466	7514	7535	7581	7582	7584	7590	7595
7617	7631	7704	7716	7718	7723	7746	7830	7917	7978	7979	8031	8066
8067	8204	8205	8222	8385	8452	8462	8472	8496	8807	8854	8855	8903
8999	9039	9189	9273	9512	9521	9529	9548	9550	9808	9852	9964	9966
9996	9997	10015	10018	10145	10177	10297	10302	10303	10312	10315	10322	10488
10520	10582	10659	10676	10679	10740	10751	10758	10774	10776	10780	11044	11046
11059	11163	11166	11303	11460	11475	11492	11789	12019	12024	12416	12420	12431
12483	12484	12499	13017	13019	13031	13036	13276	13355	13386	13394	13397	13399
13813	13835	13849	13961									

Registered Bonds called in the amount indicated below:

MR_268	.....\$5,000	MR1_374	.....\$5,000	MR1_558	.....\$5,000	MX_214	.....\$10,000
MX_303	.....\$5,000	MX1_156	.....\$5,000	MX1_188	.....\$5,000	MX1_315	.....\$5,000
MX1_326	.....\$5,000	MX1_330	.....\$15,000	MX1_332	.....\$10,000	MX1_333	.....\$5,000
MX1_334	..\$1,630,000	MX1_335	....\$1,450,000	MX1_336	....\$1,425,000		

Payment of the Redemption Price on the Bonds called for redemption will become due and payable on the Redemption Date and will be paid only upon presentation and surrender thereof in the following manner:

If by Mail:

**U.S. Bank
Corporate Trust Services
P.O. Box 64111
St. Paul, MN 55164-0111**

If by Hand or Overnight Mail

**U.S. Bank
Corporate Trust Services
60 Livingston Avenue
1st Fl.-Bond Drop Window
St. Paul, MN 55107**

1(800) 934-6802

Bondholders presenting their bonds in person for same day payment **must** surrender their bond(s) by 1:00 P.M. on the Redemption Date and a check will be available for pick up after 2:00 P.M. Checks not picked up by 4:30 P.M. will be mailed out to the bondholder via first class mail. If payment of the Redemption Price is to be made to the registered owner of the Bond, you are not required to endorse the Bond to collect the Redemption Price.

Interest on the principal amount designated to be redeemed shall cease to accrue on and after the Redemption Date.

REQUIREMENT INFORMATION

For a list of redemption requirements please visit our website at www.usbank.com/corporatetrust and click on the "Bondholder Information" link.

IMPORTANT NOTICE

Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), 28% will be withheld if tax identification number is not properly certified.

**The Undersigned shall not be held responsible for the selection or use of the CUSIP number, nor is any representation made as to its correctness indicated in the Redemption Notice. It is included solely for convenience of the Holders.*

By: U.S. Bank National Association
as Trustee

Date: March 1, 2011

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NOTICE OF REDEMPTION

Iowa Housing Finance Authority
Multi-Family Revenue Bonds, Series A
Dated: April 1, 1978

Redemption Date: April 1, 2011
Total Redemption Amount: \$900,000

***CUSIP No: 462462BM3, 6.00%, Due: April 1, 2021**
Redemption Price: 100.00%, Total Amount Called: \$900,000

Bearer Bonds called in the amount of \$5,000 each:

1265	1271	1292	2286	2293	2951	2995	3211	3271	3278	3397	3398
3707	3757	3770	3775	4047	4053	4190	4201	4475	4499	4726	4905
4946	5283	5591									

Registered Bonds called in the amount indicated below all with the Prefix "AR":

405	\$740,000	429	\$5,000	430	\$20,000
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NOTICE IS HEREBY GIVEN that the securities described herein have been called for redemption at the applicable redemption price plus accrued interest, if any, to the redemption date. On the redemption date, each security shall become due and payable, and interest shall cease to accrue. In the event less than the entire principal amount of a security is to be redeemed, a new security for the unredeemed portion will be issued in your name without charge. Payment of the redemption proceeds will be made on or after the redemption date upon presentation and surrender of the securities to:

Registered/Certified Mail:

Wells Fargo Bank, N.A.
Corporate Trust Operations
P.O. Box 1517
Minneapolis, MN 55480-1517

Air Courier:

Wells Fargo Bank, N.A.
Corporate Trust Operations
N9303-121
6th & Marquette Avenue
Minneapolis, MN 55479

In person:

Wells Fargo Bank, N.A.
Northstar East Building
608 2nd Ave. So., 12th Fl.
Minneapolis, MN

Wells Fargo Bank, N.A. policy does not allow the safekeeping of securities within Corporate Trust Operations for a period of longer than 30 days. Please DO NOT submit your securities for payment more than 30 days in advance of the redemption date. A \$25.00 wire transfer fee will be deducted from each payment requested to be made by wire.

IMPORTANT NOTICE

Under the provisions of the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), the Paying Agent making payment of interest or principal on municipal securities may be obligated to withhold a percentage of the principal of a holder who has failed to furnish the Registrar with a valid taxpayer identification number and a certification that the holder is not subject to backup withholding under the Act. Holders of the bonds who wish to avoid the application of these provisions should submit a completed IRS Form W-9 when presenting the bonds for payment.



IOWA HOUSING FINANCE AUTHORITY
By: Wells Fargo Bank, N.A.
as Agent

Publication Date: March 1, 2011

NOTICE OF PARTIAL SINKING FUND REDEMPTION

To the Holders of

Massachusetts Housing Finance Agency
Multi-Family Housing Insured
Mortgage Bonds 1978A



NOTICE IS HEREBY GIVEN that, pursuant to the applicable provisions of the governing documents of the above captioned bonds (the "Bonds"), \$1,410,000 principal amount of the Bonds will be redeemed on April 1, 2011, at the price listed below, together with interest accrued to April 1, 2011, interest on the Bonds shall cease to accrue.

The following Bonds will be redeemed and paid upon presentation to the office(s) shown below:

***CUSIP No: 575854AV6, 6.50%, Due: April 1, 2021**

Redemption Price: 100.00%, Total Amount Called: \$1,410,000

Bearer Bonds called in the amount of \$5,000 each:

3378	3400	3523	3539	3592	3653	3657	3757	3935	4263	4389	4390	4402
4413	4493	4516	4555	4887	4890	5115	5215	5220	5225	5378	5409	5472
5507	5508	5623	5649	5669	5787	5830	5831	5836	5839	5931	5962	5965
6086	6427	6455	6463	6502	6560	6601	6721	6883	7018	7125	7194	7206
7238	7255	7267	7363	7383	7395	7473	7541	7569	7671	7676	7793	

Registered Bonds called in the amount indicated below:

AR_298	\$5,000	AR_465	\$5,000	AR_490	\$5,000	R_699	\$5,000
R_718	\$5,000	R_729	\$5,000	R_752	\$10,000	R_756	\$5,000
R_787	\$5,000	R_843	\$5,000	R_844	\$5,000	R_848	\$355,000
R_849	\$330,000	R_850	\$340,000	R_852	\$5,000		

Payment of the Redemption Price on the Bonds called for redemption will become due and payable on the Redemption Date and will be paid only upon presentation and surrender thereof in the following manner:

If by Mail:

U.S. Bank
Corporate Trust Services
P.O. Box 64111
St. Paul, MN 55164-0111

If by Hand or Overnight Mail

U.S. Bank
Corporate Trust Services
60 Livingston Avenue
1st Fl.-Bond Drop Window
St. Paul, MN 55107

1(800) 934-6802

Bondholders presenting their bonds in person for same day payment **must** surrender their bond(s) by 1:00 P.M. on the Redemption Date and a check will be available for pick up after 2:00 P.M. Checks not picked up by 4:30 P.M. will be mailed out to the bondholder via first class mail. If payment of the Redemption Price is to be made to the registered owner of the Bond, you are not required to endorse the Bond to collect the Redemption Price.

Interest on the principal amount designated to be redeemed shall cease to accrue on and after the Redemption Date.

REQUIREMENT INFORMATION

For a list of redemption requirements please visit our website at www.usbank.com/corporatetrust and click on the "Bondholder Information" link.

IMPORTANT NOTICE

Under the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), 28% will be withheld if tax identification number is not properly certified.

*The Undersigned shall not be held responsible for the selection or use of the CUSIP number, nor is any representation made as to its correctness indicated in the Redemption Notice. It is included solely for convenience of the Holders.

By: U.S. Bank National Association
Trustee or Agent

Date: March 1, 2011



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I-DEAL PROSPECTUS

ELECTRONIC OFFICIAL STATEMENTS

COMPETITIVE

3/1-Seattle (City of), WA Limited Tax GO Improvement Bonds, 2011
3/1-Brazoria County MUD No. 26, TX Unlimited Tax Bonds, Srs 2011
3/1-Wayne (County of), OH Various Purpose Bds, Sre 2011 GO Ltd Tax
3/1-Washington (State of), WA Certificates of Participation, Srs 2011B
3/1-Seattle (City of), WA Limited Tax GO Improvement Bonds, 2011
3/1-Salt Lake County, UT General Obligation Bonds, Srs 2011A
3/1-Westbrook (City of), ME 2011 General Obligation Bonds
3/1-Linn-Mar CSD, IA GO School Ref Bonds Srs 2011A
3/2-Oak Point WCID No. 1, TX Unlimited Tax Bonds, Srs 2011
3/2-Center Point-Urbana CSD, IA GO School Refunding Bds Srs 2011
3/2-Center Point-Urbana CSD, IA GO School Capital Loan Notes, Srs 2011
3/3-Council Bluffs CSD, IA School Infra Sales, Services & Use Tax Rev Bonds Srs 2011
3/3-Clark County SD, NV GO (LT) Refunding Bonds, Srs 2011A&B
3/3-DeWitt, IA GO Refunding Bonds, Srs 2011
3/3-Upper Trinity RWD, TX Reg WW Treatment Sys Rev Bonds, Srs 2011
3/3-Darien (Town of), CT GO Bonds 2011
3/3-Paseo Del Este MUD NO. 2, TX Unltd Tax Bonds, Srs 2011
3/3-DeWitt, IA GO Refunding Bonds, Srs 2011
3/8-Harker Heights (City of), TX Combo Tax & Rev COO, Srs 2011
3/8-Dallas Center, IA GO Capital Loan Notes Series 2011
3/14-Fairfield CSD, IA Sch Infra Sales Services & Use Tax Rev Bonds, Srs 2011
3/16-Williamsburg CSD, IA School Infra Sales, Services & Use Tax Rev Bonds, Srs 2011
3/17-Hampton-Dumont CSD, IA Sch Infrastructure Sales, Services & Use Tax Rev Bds Srs 2011
4/6-Hampton-Dumont CSD, IA Sch Infrastructure Sales, Services & Use Tax Rev Bds Srs 2011

I-DEAL PROSPECTUS

ELECTRONIC OFFICIAL STATEMENTS
NEGOTIATED

Temple (City of), TX GO Ref Bonds, Srs 2011
Fremont (City of) Redevelopment Agency, CA Tax Allocation Bonds, 2011 Srs A
Jefferson County, TX GO Refunding Bonds, Srs 2011
Forney ISD, TX Unlimited Tax School Bldg & Ref Bonds, Srs 2011
Carroll County, NH GO TANS
Northside ISD, TX Variable Rate Unltd Tax Sch Bldg Bonds, Srs 2011
Terrell (City of), TX Tax & WW&SS (Ltd Pledge) Rev COO Srs 2011 A&B
Birmingham (City of) CDA, AL (Civic Center Improv Proj) Rev Bonds, Srs 2011A & 2011B Taxable
Terrell (City of), TX Tax & WW&SS (Ltd Pledge) Rev COO Srs 2011 A&B
New York State EFC State Revolving Funds Revenue Bonds, Series 2011 A (2010 Master Financing Program)
Colleyville (City of), TX GO Ref & Combo Tax&Tax Increment Rev Ref Bds 2011
Yantis ISD, TX Unltd Tax Ref Bonds Srs 2011
Santa Cruz Valley Union High SD No. 840, AZ School Improv Bonds, Proj of 2010, Srs 2011
Lubbock ISD, TX Unltd Tax School Bldg Bonds, Srs 2011
Houston Community College System, TX Junior Lien Student Rev Ref Bonds, Srs 2011
Houston Community College System, TX Maintenance Tax Notes, Srs 2011
Copperas Cove (City of), TX Contract Rev and LTD Tax & GO Bds, Srs 2011
Anthony Wayne LSD, OH Refunding Bonds, Srs 2011
DASNY Skidmore College, NY Rev Bonds Srs 2011A
New York City TFA Future Tax Secured Bonds Fiscal 2011, Srs D
DASNY, NY Convent of The Sacred Heart Insured Rev Bds, Srs 2011
New York (City of), NY GO Bonds, Fiscal 2008 Srs J, Subsr J-3
DeSoto EDC, TX Sales Tax Rev Ref Bonds, Srs 2011
DeSoto Park Development Corporation, TX Sales Tax Rev Ref Bonds, Series 2011
DASNY Columbia University Revenue Bonds, Srs 2011A
Georgetown ISD, TX Unlimited Tax School Building Bonds, Srs 2011
DASNY, NY Convent of The Sacred Heart Insured Rev Bds, Srs 2011
Euless(City of), TX GO Ref Bonds &Tax & WW&SS (Ltd Pledge) Rev COO, Srs 2011
East Rochester Union Free SD, NY GO School District Ref (Serial) Bonds, 2011
Twinsburg (City of), OH Various Purp GO Ref Bonds, Srs 2011A&2011B
Brazos River Auth, TX Contract Rev & Ref Bonds, Srs 2011
Pflugerville ISD, TX Unltd Tax Ref Bonds Srs 2011
Euless(City of), TX GO Ref Bonds &Tax & WW&SS (Ltd Pledge) Rev COO, Srs 2011
Grand Prairie (City of), TX W&WW Sys Rev Ref Bonds, New Srs 2011
Grand Prairie (City of), TX GO Ref & Imp Bonds & Combo Tax & Rev COOs Srs 2011
Mission Consolidated ISD, TX Unltd Tax Ref onds Srs 2011
Missouri (State of), MO HEFA, Ed Fac Ref Rev Bonds, Srs 2011A
New York City MWFA, NY Wtr&Swr Sys 2nd General Resolution Rev Bonds, Fiscal 2011 Srs EE
Garland (City of), TX GO Refunding Bonds, Srs 2011
East Cedar Creek FWSD, TX Utility System Rev Ref Bonds, New Srs 2011A
Mansfield (City of), TX GO Ref Bonds & Combo Tax&Rev COO, Srs 2011
Mansfield (City of), TX WW&SS Rev Ref & Improv Bonds, Srs 2011
New York City TFA Future Tax Secured Subordinate Bonds Fiscal 2011 Srs C
DASNY NYSARC, INC. Rev Bonds Srs 2010A
Maryland (State of), MD Taxable COP Series 2011A

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- 3/1 – Westbrook, ME
- 3/1 – Amherst (Town), MA
- 3/1 – Brazoria Co MUD #26, TX
- 3/1 – Wayne County, OH
- 3/2 – Falmouth (Town), MA
- 3/2 – Center Pt-Urbana Comm SD, IA
- 3/2 – Oak Pt Wtr Cntr & Imp Dt, TX
- 3/3 – Clark Co SD, NV
- 3/3 - Muhlenberg County, KY
- 3/3 - Henderson Co SD Fin Corp, KY
- 3/3 – Westwood (Town), MA
- 3/3 – Paseo Del Este MUD #2, TX
- 3/3 – Upper Trinity reg Wtr Dt, TX
- 3/3 – DeWitt, IA
- 3/3 – Darien (Town), CT
- 3/3 – Muncie, IN
- 3/7 – Johnson Co USD #229, KS
- 3/7 – Washington Co ISD #30, OK
- 3/8 – Clintonville, WI
- 3/8 – Hawkins County, TN
- 3/8 – Harker Heights, TX
- 3/8 – Council Bluffs Comm SD, IA
- 3/8 – Tulsa Co ISD #9, OK
- 3/9 – Maryland, MD
- 3/9 – Scituate (Town), MA
- 3/9 – Bloomer, WI
- 3/9 – Norfolk (Town), MA



Competitive Bond Offerings

Continued from page 10

Issuer	St	Description	Amount (\$000s)	Time of Sale	Financial Adviser	Legal Opinion	Maturing	Insurer	Mdy's	S&P	Fitch	Bank-Qual.	Latest Details
Monday, March 7													
Johnson Co USD #229	KS	GO	32,000	11 am E	George K. Baum	Gilmore & Bell	11-30	—	—	—	—	—	Feb 28
Washington Co ISD #30	OK	Comb Purp	6,650	11 am C	Municipal Fin Svcs	State Atty General	13-16	—	—	—	—	BQ	Feb 28
Harris Co MUD #230	TX	Unltd Tax	2,325	12 pm C	Rathmann & Assoc	Allen Boone	—	—	—	A-	—	BQ	Feb 23
Tuesday, March 8													
Council Bluffs Comm SD	IA	Sales & Srvc Tax Rev	*18,695	11 am C	Piper Jaffray	Ahlers & Cooney	12-30	—	—	A	—	—	Feb 25
Dallas Center	IA	GO Cap Loan	*1,455	10 am C	Piper Jaffray	Ahlers & Cooney	12-31	—	—	—	—	BQ	Feb 11
Tell City-Troy Twp Sch Bldg	IN	Mtg (Tax)	*1,965	11 am E	Umbaugh	Ice Miller	12-27	—	—	—	—	—	Feb 25
Mumford Fire Dt	NY	Fire District	300	11 am E	Bernard P. Donegan	Timothy R. McGill	11-15	—	—	—	—	BQ	Feb 24
Kay Co ISD #71	OK	Bldg	4,515	11:45 am C	Stephen H. McDonald	State Atty General	13-16	—	—	—	—	BQ	Feb 23
Tulsa Co ISD #9	OK	Bldg	21,600	1 pm C	Municipal Fin Svcs	Hilborne & Weidman	13-16	—	—	—	—	—	Feb 28
Woodward Co ISD #1	OK	Bldg (Fwrđ)	1,650	12 pm C	Stephen L. Smith	Phillips Murrah	13-16	—	—	—	—	BQ	Feb 24
Hawkins County	TN	GO	*8,125	10:30 am E	Morgan Keegan	Glankler Brown, PLLC	12-21	—	—	—	—	BQ	Feb 28
Harker Heights	TX	Combined Tax Rev	8,000	11 am C	Specialized Pub Fin	Naman Howell	12-31	—	—	—	—	BQ	Feb 24
Clintonville	WI	GO Prom	*3,370	10 am C	Ehlers	Quarles & Brady	12-21	—	—	—	—	BQ	Feb 23
Mequon	WI	GO Prom	4,340	11 am C	Ehlers	Godfrey & Kahn	13-21	—	—	—	—	BQ	Feb 28
Onalaska	WI	GO Corp Purp	2,420	10 am C	Robert W. Baird	Quarles & Brady	12-30	—	—	—	—	BQ	Feb 28
Waukesha Co Area Tech Coll	WI	GO Prom	1,000	10:30 am C	Robert W. Baird	Quarles & Brady	12-17	—	—	—	—	BQ	Feb 28
Wednesday, March 9													
Norfolk (Town)	MA	GO Muni Purp Loan	15,673	11 am E	UniBank Fiscal Adv	Edwards Angell	12-31	—	—	—	—	—	Feb 24
Scituate (Town)	MA	GO Muni Purp Loan	9,756	11 am E	FirstSouthwest	Edwards Angell	12-31	—	—	—	—	BQ	Feb 24
 Maryland	MD	GO (Tax)	*6,520	11:20 am E	Public Fin Mgmt	Ballard Spahr	26	—	Aaa	AAA	AAA	—	Feb 24
 Maryland	MD	GO	*378,480	11 am E	Public Fin Mgmt	Ballard Spahr	14-26	—	Aaa	AAA	AAA	—	Feb 24
Caddo Co ISD #161	OK	Trans Equipment (Fwrđ)	750	12:45 pm C	Stephen H. McDonald	—	13	—	—	—	—	BQ	Feb 24
Delaware Co ISD #3	OK	Bldg	215	11:45 am C	Stephen H. McDonald	—	13	—	—	—	—	BQ	Feb 24
Harris Co MUD #248	TX	Unltd Tax	2,525	11 am C	RBC Capital Mkts	Smith Murdaugh	—	—	—	BBB+	—	BQ	Feb 24
Bloomer	WI	GO Corp Purp	*1,755	10 am C	Ehlers	Fryberger Buchanan	12-21	—	—	—	—	BQ	Feb 22
Monona Grove SD	WI	GO Ref	3,895	10:30 am C	PMA Securities	—	—	—	—	—	—	—	Feb 28
Thursday, March 10													
Jackson Co ISD #1	OK	Trans Equipment	210	11:45 am C	Stephen H. McDonald	—	13-16	—	—	—	—	BQ	Feb 25
Clear Lake City Wtr Auth	TX	Wtrwks & Swr Sys	7,620	3 pm C	RBC Capital Mkts	Sanford Kuhl	12-35	—	—	AA-	—	BQ	Feb 24
West Park MUD	TX	Unltd Tax	7,780	11 am C	FirstSouthwest	Marks Richardson	19-37	—	—	—	—	BQ	Feb 24
Everett	WA	Wtr & Swr	*51,000	9 am P	Piper Jaffray	K&L Gates	14-35	—	—	AA+	—	—	Today
Friday, March 11													
Tulsa Co ISD #4	OK	Comb Purp	9,200	12 pm C	Stephen L. Smith	Phillips Murrah	13-16	—	—	—	—	BQ	Today
Monday, March 14													
Ely	IA	GO Cap Loan	780	12 pm C	Piper Jaffray	Ahlers & Cooney	12-21	—	—	—	—	BQ	Feb 28
Fairfield Comm SD	IA	Sales & Srvc Tax Rev	*4,330	1 pm C	Piper Jaffray	Ahlers & Cooney	12-29	—	—	A+	—	BQ	Feb 18
Wednesday, March 16													
Williamsburg Comm SD	IA	Sales & Use Tax Rev	*3,505	1 pm C	Piper Jaffray	Ahlers & Cooney	12-30	—	—	A	—	BQ	Feb 28
Thursday, March 17													
Carver Co Comm Dev Agy	MN	GO Ref	3,790	10 am C	Springsted	—	11-28	—	—	—	—	BQ	Feb 28
Monday, March 21													
Humboldt Comm SD	IA	GO Sch (Fwrđ)	1,490	1:30 am C	Piper Jaffray	Ahlers & Cooney	12-18	—	—	A+	—	BQ	Feb 28
Wisconsin Indianhead Tech	WI	GO Prom	3,350	10 am C	Springsted	—	12-16	—	—	—	—	BQ	Jan 24
Tuesday, March 22													
 Rensselaer	NY	Pub Imp	3,435	11 am E	Fiscal Adv & Mkt	Whiteman Osterman	12-40	—	—	—	—	BQ	Feb 24


Continued on next page

Competitive Bond Offerings *Continued from preceding page*

Issuer	St	Description	Amount (\$000s)	Time of Sale	Financial Adviser	Legal Opinion	Maturing	Insurer	Mdy's	S&P	Fitch	Bank-Qual.	Latest Details
Wednesday, March 23													
Iowa BOR	IA	Rev	*5,510	10 am C	Springsted	—	12-20	—	—	—	—	—	Feb 22
Iowa BOR	IA	Rev	*11,970	10 am C	Springsted	—	13-32	—	—	—	—	—	Feb 22
Tuesday, March 29													
Marquette Bd Lt & Pwr	MI	Elec Sys Rev	7,190	10 am E	Ehlers	Dickinson Wright	12-21	—	—	—	—	—	Feb 25
Wednesday, April 6													
Hampton-Dumont Comm SD	IA	Sales & Srvc Tax Rev	*3,965	1 pm C	Piper Jaffray	Ahlers & Cooney	12-22	—	—	A	—	BQ	Feb 18
Monday, April 18													
Wisconsin Indianhead Tech	WI	GO Prom	2,450	10 am C	Springsted	—	12-19	—	—	—	—	BQ	Feb 28
Day to Day													
 Florida Bd of Governors	FL	Rev	*29,800	—	Division of Bond Fin	—	—	—	—	—	—	—	Feb 14
 Florida BOE	FL	Cap Outlay Ref	*190,000	—	Division of Bond Fin	—	—	—	—	—	—	—	Feb 24

Competitive Note Offerings *Compiled by Ipreo*

Tentative dates for negotiated sales of \$1 million or more. **SHADED LISTINGS ARE NEW.**

Issuer	St	Description	Amount (\$000s)	Time of Sale	Financial Adviser	Legal Opinion	Maturing	Insurer	Mdy's	S&P	Fitch	Bank-Qual.	Latest Details
Tuesday, March 1													
Camden	NJ	Special Emergency	1,400	11 am E	Municipal Official	Parker McCay, P.A.	12	—	—	—	—	BQ	Feb 23
Ocean City	NJ	Bond Antic	4,370	11:30 am E	Municipal Official	McManimon & Scotland	12	—	—	—	—	BQ	Feb 24
Union Beach Borough	NJ	Bond Antic	1,446	11 am E	Municipal Official	Gibbons P.C.	12	—	—	—	—	BQ	Feb 25
Haverstraw (Town)	NY	Bond Antic	25,280	11 am E	Capital Markets Adv	Nixon Peabody	12	—	—	—	—	—	Feb 24
Queensbury UFSD	NY	Bond Antic	14,099	11:30 am E	Fiscal Adv & Mkt	Bartlett Pontiff	12	—	—	—	—	—	Feb 23
Sullivan County	NY	Bond Antic	1,790	11 am E	NYMAC	Orrick Herrington	12	—	—	—	—	—	Feb 25
Sullivan County	NY	Tax Antic	13,000	11 am E	NYMAC	Orrick Herrington	12	—	—	—	—	—	Feb 25
Bowling Green	OH	Bond Antic	3,500	11:30 am E	Sudsina & Assoc	Squire Sanders	12	—	—	—	—	BQ	Feb 24
Wednesday, March 2													
Falmouth (Town)	MA	GO Bond Antic	500	11 am E	FirstSouthwest	Edwards Angell	11	—	—	—	—	—	Feb 28
Falmouth (Town)	MA	GO Bond Antic	12,047	11 am E	FirstSouthwest	Edwards Angell	12	—	—	—	—	—	Feb 28
Montclair Twp	NJ	Bond Antic	8,132	11:30 am E	Municipal Official	McManimon & Scotland	12	—	—	—	—	—	Feb 28
Montclair Twp	NJ	Temp	18,200	11:30 am E	Municipal Official	McManimon & Scotland	12	—	—	—	—	—	Feb 28
 S Orange-Maplewood BOE	NJ	Bond Antic	4,556	11 am E	Capital Financial	Wolff & Samson	12	—	—	—	—	BQ	Feb 23
Somerville Borough	NJ	Bond Antic	1,100	11 am E	Municipal Official	—	12	—	—	—	—	BQ	Feb 28
Endicott Vlg	NY	Bond Antic	370	11:30 am E	Fiscal Adv & Mkt	Orrick Herrington	12	—	—	—	—	BQ	Feb 24
Lyncourt UFSD	NY	Bond Antic	4,750	11 am E	Fiscal Adv & Mkt	Trespasz & Marquardt	11	—	—	—	—	BQ	Feb 24
New Rochelle	NY	Bond Antic	4,069	11 am E	NYMAC	Fulbright & Jaworski	12	—	—	—	—	BQ	Feb 24
Oyster Bay (Town)	NY	Bond Antic	109,445	11 am E	Fiscal Adv & Mkt	Fulbright & Jaworski	12	—	—	SP-1+	—	—	Feb 28
Randolph Vlg	NY	Bond Antic	475	11 am E	Municipal Solutions	Hodgson Russ	12	—	—	—	—	BQ	Feb 23
Rockland County	NY	Rev Antic	45,000	11:30 am E	Capital Markets Adv	Orrick Herrington	12	—	MIG1	—	—	—	Feb 22
Rockland County	NY	Tax Antic	55,000	11 am E	Capital Markets Adv	Orrick Herrington	12	—	MIG1	—	—	—	Feb 22
Wallkill (Town)	NY	Bond Antic	3,075	11 am E	Capital Markets Adv	Fulbright & Jaworski	12	—	—	—	—	BQ	Feb 24
Thursday, March 3													
Clementon Borough	NJ	Note	208	11 am E	Municipal Official	Parker McCay, P.A.	11	—	—	—	—	BQ	Feb 28
Cresskill Borough	NJ	Bond Antic	3,341	11 am E	Municipal Official	Rogut McCarthy	12	—	—	—	—	BQ	Feb 23
Millstone Twp	NJ	Bond Antic	6,855	11 am E	Municipal Official	Lomurro Davison	12	—	—	—	—	BQ	Feb 16
Altmar-Parish Ctrl SD	NY	Bond Antic	10,000	11 am E	Fiscal Adv & Mkt	Trespasz & Marquardt	11	—	—	—	—	—	Today
Eden (Town)	NY	Bond Antic	6,424	11 am E	Municipal Solutions	Hodgson Russ	12	—	—	—	—	BQ	Feb 24
Johnson City Vlg	NY	Bond Antic	590	11:30 am E	Fiscal Adv & Mkt	Orrick Herrington	11	—	—	—	—	BQ	Today
Monday, March 7													
Secaucus BOE	NJ	Note	59	—	Municipal Official	Wilentz Goldman	11	—	—	—	—	BQ	Today

Negotiated Bond Offerings

Compiled by Ipreo

Tentative dates for negotiated sales of \$1 million or more. SHADED LISTINGS ARE NEW.										
Issuer	St	Description	Amount (\$000s)	Lead Manager	Financial Adviser	Insurer	Mdy's	S&P	Fitch	First Appeared
Week Of February 28										
Andalusia Utils Bd	AL	Rev	4,195	Morgan Keegan	—	—	—	BBB+	—	Feb 25
Opelika Wtr Wks Bd	AL	Rev	22,000	Morgan Keegan	—	—	—	—	—	Feb 25
Deer Vly USD #97	AZ	Sch Imp	30,000	RBC Capital Mkts	—	—	Aa2	—	—	Feb 18
Davis Redev Agy	CA	Tax Alloc (Tax)	4,500	RBC Capital Mkts	—	—	—	A+	—	Feb 25
Davis Redev Agy	CA	Tax Alloc	14,000	RBC Capital Mkts	—	—	—	A+	—	Feb 25
El Rancho USD	CA	GO	8,000	George K. Baum	—	AGM	—	—	—	Feb 18
Folsom Redev Agy	CA	Tax Alloc (Tax)	9,045	Southwest Securities	Northcross, Hill	—	—	—	—	Feb 28
Folsom Redev Agy	CA	Tax Alloc (Tax)	11,820	Southwest Securities	Northcross, Hill	—	—	—	—	Feb 28
Sonoma Comm Dev Agy	CA	Tax Alloc	16,000	Stinson Securities	—	—	—	A+	—	Feb 16
Temecula Redev Agy	CA	Tax Alloc	16,020	Stone & Youngberg	Fieldman Rolapp	—	—	A	—	Feb 24
Belle Creek Metro Dt #1	CO	GO Ref	4,440	RBC Capital Mkts	—	—	—	BBB+	—	Feb 1
Tohopekaliga Wtr Auth	FL	Util Sys Rev	95,000	FirstSouthwest	SE Investment Secs	AGM	Aa2	AA	AA	Jun 4
Village Comm Dev Dt #9	FL	Spec Assess	57,150	Citigroup	—	—	—	—	—	Feb 25
Fairburn	GA	GO	10,415	Raymond James	—	AGM	—	BBB+	—	Feb 25
Illinois Fin Auth	IL	Rev	131,620	RBC Capital Mkts	—	—	—	—	—	Feb 25
Indiana Univ Trustees	IN	Rev	16,205	City Securities	—	—	—	AA+	—	Feb 23
Indianapolis Loc Imp Bond Bk	IN	Rev	41,245	City Securities	Crowe Horwath	—	—	AA	—	Feb 22
Lakeshore Pub Schs	MI	GO Ref	10,285	Stifel Nicolaus	H.J. Umbaugh	—	—	AA-	—	Feb 24
Albany	NY	GO Ref	20,855	RBC Capital Mkts	—	—	—	AA-	—	Feb 25
E Ramapo Ctrl SD	NY	GO Ref	8,770	Stifel Nicolaus	—	—	Aa2	—	—	Nov 12
Hilliard CSD	OH	GO Energy (Tax)	5,000	Fifth Third Sec	—	—	Aa1	—	—	Today
Washington Court House	OH	GO Var Purp	2,155	Fifth Third Sec	—	—	Aa3	—	—	Today
Willoughby-Eastlake CSD	OH	COPs	8,360	RBC Capital Mkts	—	—	Aa3	—	—	Feb 25
Lebanon Comm SD #9	OR	GO Ref	27,660	Seattle-Northwest	—	—	—	—	—	Feb 25
Bethlehem	PA	GO Ref	13,060	Wells Fargo Secs	—	—	—	BBB	—	Feb 11
Bethlehem Auth	PA	Lease Rev	16,325	Wells Fargo Secs	—	—	—	BBB	—	Feb 11
Bucks Co Indl Dev Auth	PA	Rev	17,525	BofA Merrill Lynch	—	—	—	—	AA-	Feb 25
Dallastown Area SD	PA	GO	13,170	RBC Capital Mkts	—	—	—	AA	—	Feb 25
Pennsylvania Hsg Fin Agy	PA	Singlefam Mtg Rev	158,840	BofA Merrill Lynch	—	—	Aa2	—	—	Feb 18
Upper Moreland Twp SD	PA	GO	10,000	RBC Capital Mkts	—	—	—	—	—	Feb 25
York Suburban SD	PA	GO	9,930	RBC Capital Mkts	—	AGM	—	A	—	Feb 25
Hitchcock	TX	Sch Bldg	6,600	BofA Merrill Lynch	—	—	—	—	—	Feb 25
Katy	TX	GO Ref	3,325	Coastal Securities	RBC Capital Mkts	—	Aa3	AA+	—	Today
Montgomery Co MUD #67	TX	Ref	4,775	RBC Capital Mkts	—	—	—	—	—	Today
Progreso ISD	TX	Ref	5,320	Frost Bank	Estrada Hinojosa	—	Baa1	—	—	Feb 28
Viridian Muni Mgmt Dt	TX	Road	9,560	Stifel Nicolaus	—	—	—	—	—	Feb 18
Viridian Muni Mgmt Dt	TX	GO	12,940	Stifel Nicolaus	—	—	—	—	—	Feb 18
Ctrl Utah Wtr Conserv Dt	UT	Rev Ref	11,615	George K. Baum	Lewis Young	—	—	AA+	AA+	Feb 25
Ctrl Utah Wtr Conserv Dt	UT	GO Ref	83,565	George K. Baum	Lewis Young	—	—	AA+	AAA	Feb 25
Redmond	WA	GO	8,070	Seattle-Northwest	Piper Jaffray	—	—	—	—	Feb 24
Soos Creek Wtr & Swr Dt	WA	Wtr & Swr Rev	5,570	D.A. Davidson	—	—	—	AA	—	Feb 24
Wisconsin	WI	GO Ref	61,660	Citigroup	—	—	—	—	—	Feb 25
Tuesday, March 1										
Watertown	WI	GO Ref	1,095	Robert W. Baird	—	—	—	A+	—	Feb 23
Watertown	WI	GO Prom	1,425	Robert W. Baird	—	—	—	A+	—	Feb 23
For additional listings go to www.bondbuyer.com										

Negotiated Note Offerings

Compiled by Ipreo

Tentative dates for negotiated sales of \$1 million or more. SHADED LISTINGS ARE NEW.										
Issuer	St	Description	Amount (\$000s)	Lead Manager	Financial Adviser	Insurer	Mdy's	S&P	Fitch	First Appeared
Week Of February 28										
Akron	OH	GO	14,000	Stifel Nicolaus	Robert W. Baird	—	—	—	—	Feb 25
Week Of March 7										
Norfolk	VA	GO Bond Antic	54,555	Morgan Keegan	—	—	—	—	—	Feb 28
Norfolk	VA	GO Bond Antic (Tax)	20,485	JPMorgan	—	—	—	—	—	Feb 28

Volume

February Issuance Down 40.6% From Last Year

Continued from page 1

president of **Rice Financial**. “A lot of them are taking a look at what they can afford to issue. ... There are probably some limitations that are being addressed, in terms of debt issuance.”

With municipal governments and investors each sticking mostly to their own side of the dance floor, some researchers are revising their outlook for volume in 2011. **John Hallacy**, head of municipal research at **Bank of America Merrill Lynch**, last week cut his prediction for 2011 issuance to \$350 billion, from \$385 billion.

Hallacy's predictions for January and February were both too high by \$10 billion.

“The reality has been even harsher than what we considered to be cautious estimates going into the year,” he wrote in a research note.

JPMorgan analysts **Chris Holmes** and **Alex Roever** sliced their outlook — which at \$345 billion was already well shy of the median — to a measly \$300 billion.

That would represent a plummet of more than 30%, and if accurate would be the lightest annual issuance since 2001, without adjusting for inflation. Adjusting for the rate of inflation for state and local governments estimated by the Bureau of Economic Analysis, January was the lightest month of issuance since 1986, and excluding that February the lightest since 1989.

Among the numerous factors Holmes and Roever cited influencing volume, one major consideration was the big wave of financing in advance of projects municipalities conducted in the BAB craze late last year.

The BAB program, which enabled state and local governments to sell federally subsidized taxable bonds, expired at the end of December. Municipalities sold \$44.1 billion of BABs in the fourth quarter to get in ahead of the deadline.

Some of these deals raised cash for future projects, which Holmes and Roever called “tactical prefunding.”

Municipal governments in some cases have therefore already obtained the money for their capital projects this year, eliminating the need to borrow.

“Many issuers had advanced forward their calendars,” said **Phil Villaluz**, head of municipal research and strategy at **Sterne Agee**.

The sharp drop in issuance relative to expectations, though, proves there is more to it than that.

Holmes and Roever also claimed market volatility, a substantial increase in yields since early in the fourth quarter, and wariness about sparse demand have depressed the number of deals coming to market.

“Higher funding costs are discouraging issuance,” the two analysts wrote. “[Some] borrowers are simply delaying new-money issuance in hopes that yields will decline closer to last year’s levels.”

Issuance in virtually every category de-



“The reality has been even harsher than what we considered to be cautious estimates,” says John Hallacy.

clined sharply. Tax-exempt sales cascaded 41.5%, to \$11.1 billion. Taxable bond sales slipped 38.8% to \$5 billion, as the expiration of the BAB program was offset in part by **Illinois’** taxable \$3.7 billion pension bond deal — far and away the biggest sale of the month.

That offering represented 23% of issuance for the month and was larger than the next five-biggest deals combined.

Refinancings continued to play a smaller role in the market, with sales of refunding bonds dropping by more than half, to \$3.9 billion.

The 20-year double-A rated municipal bond yield exceeds the five-year Treasury yield by more than 200 basis points, rendering advanced refundings economical in most situations. Sales of variable-rate demand obligations are all but moribund. Municipalities sold \$253.5 million of VRDOs in February.

With almost \$200 billion of bank facilities on existing VRDOs scheduled to expire this year and next, according to SIFMA, many municipalities consider the bank guarantees that typically accompany VRDOs too expensive.

The contraction in VRDO issuance coincides with an increase in other types of deals seen as alternatives to puttable VRDO financing, such as floating-rate notes and non-puttable VRDOs. The slowdown in bond issuance is not being accompanied by a slowdown in needs to finance municipal capital projects.

Holmes and Roever expect governments to have to come to market eventually. Both municipalities and investors might feel better about completing deals when the exodus of cash from municipal bond mutual funds fully dies down, they wrote in a report last week.

“When the smoke clears, there will likely be an influx of pent-up supply,” they said.

Bond insurance penetration for the quarter was 4.5%. □

Long-Term Bond Sales: January-February

	2011		2010		Pct. Chg
	Volume (\$000s)	No. of Issues	Volume (\$000s)	No. of Issues	
TOTAL	\$28,633,500	1,033	\$59,840,100	1,607	-52.1%
January	12,475,700	494	32,660,400	740	-61.8
February	16,157,800	539	27,179,700	867	-40.6
Development	149,300	14	179,100	15	-16.6
Education	9,176,900	438	14,750,000	608	-37.8
Electric Power	602,400	14	2,433,200	26	-75.2
Environmental Facilities	67,800	2	408,600	13	-83.4
Health Care	3,289,700	40	7,066,200	77	-53.4
Housing	493,200	20	595,400	17	-17.2
Public Facilities	492,400	52	742,400	70	-33.7
Transportation	1,776,300	38	7,049,500	68	-74.8
Utilities	1,949,600	114	6,690,800	201	-70.9
General Purpose	10,635,900	301	19,924,900	512	-46.6
Tax-Exempt	22,505,600	900	39,968,100	1,284	-43.7
Taxable	5,761,600	123	19,087,100	311	-69.8
Minimum Tax	366,300	10	784,900	12	-53.3
New-Money	18,544,000	635	37,308,800	930	-50.3
Refunding	7,049,700	325	14,591,800	562	-51.7
Combined	3,039,800	73	7,939,500	115	-61.7
Negotiated	21,581,400	678	48,802,800	1,049	-55.8
Competitive	6,872,000	350	10,860,200	539	-36.7
Private Placements	180,100	5	177,100	19	+1.7
Revenue	15,341,000	312	35,674,700	591	-57.0
General Obligation	13,292,500	721	24,165,400	1,016	-45.0
Fixed-Rate	26,600,700	1,003	55,725,900	1,536	-52.3
Variable-Rate (Short Put)	384,100	9	1,921,000	51	-80.0
Variable-Rate (Long/No Put)	471,300	7	427,500	4	+10.2
Zero-Coupon	137,000	41	642,800	43	-78.7
Linked-Rate	1,022,000	6	886,400	3	+15.3
Auction Rate	0	0	0	0	n.m.
Convertible	18,400	4	236,500	6	-92.2
Bond Insurance	1,057,100	112	4,904,200	227	-78.4
Letters of Credit	251,900	6	953,600	24	-73.6
Standby Purch Agreements	100,000	2	233,300	4	-57.1
Insured Mortgages	96,300	5	163,900	10	-41.2
Other Guarantees	1,806,000	112	1,854,900	102	-2.6
State Governments	6,243,800	18	10,853,300	36	-42.5
State Agencies	7,616,700	96	16,460,300	146	-53.7
Counties & Parishes	1,277,800	50	5,360,300	142	-76.2
Cities & Towns	3,311,200	294	6,344,000	450	-47.8
Districts	3,793,800	428	9,353,100	599	-59.4
Local Authorities	5,565,000	128	10,004,400	203	-44.4
Colleges & Universities	819,900	18	959,600	26	-14.6
Direct Issuers	5,300	1	505,100	5	-99.0
Tribal Governments	0	0	0	0	n.m.
Cooperative Utilities	0	0	0	0	n.m.
Bank-Qualified	1,807,700	506	4,944,800	835	-63.4
Build America Bonds	0	0	14,170,900	192	-100.0
Qualified Sch Construction	390,700	45	205,700	16	+89.9
Other Stimulus	30,600	7	284,600	31	-89.2

NOTES: Private placements and municipal forwards are included, but short-term notes and remarketings are excluded. n.m. – not meaningful. Source: Thomson Reuters (2/28/11)

New-Issue Volume Notes

The new-issue volume tables are based on information compiled by *The Bond Buyer* from Thomson Reuter's database on Monday, February 28, 2011. All figures are preliminary and subject to revision.

Long-term bonds have final stated maturities of 13 months or longer, while short-term notes mature in less than 13 months. Private placements and municipal forward sales are included in the figures, but remarketings of variable-rate bonds are excluded.

The purpose categories are defined as follows:

Development: industrial development, economic development, nongovernment office buildings.

Education: primary and secondary education, higher education, student loans.

Electric power: public power utilities.

Environmental facilities: solid waste disposal, resource recovery, pollution control, recycling.

Health care: hospitals, nursing homes, continuing-care communities, assisted living, general medical.

Housing: single-family housing, multifamily housing.

Public facilities: government buildings, fire and police stations, jails and prisons, civic and convention centers, museums and libraries, stadiums and sports complexes, theaters, parks, zoos and beaches, other recreation.

Transportation: airports, seaports and marine terminals, toll roads, highways and streets, bridges, tunnels, parking facilities, mass transit.

Utilities: water and sewer, gas, flood control, sanitation, combined utilities, miscellaneous utilities.

General Purpose: general purpose, veterans (other than housing), agriculture, churches, temples, and mosques, unknown.

Bond Sales by State: January - February

State	2011		2010		Percentage Change
	Rank	Volume (\$000s)	Rank	Volume (\$000s)	
Alabama	36	112,900	35	258,000	-56.2%
Alaska	26	180,600	41	144,400	+25.1
Arizona	16	359,500	23	898,500	-60.0
Arkansas	43	37,400	39	191,000	-80.4
California	3	2,832,000	2	6,171,900	-54.1
Colorado	40	68,200	28	572,000	-88.1
Connecticut	34	117,600	17	1,247,900	-90.6
Delaware .....	..	0	..	0	n.m.
Florida	9	842,900	4	3,580,900	-76.5
Georgia	19	316,200	18	1,099,900	-71.3
Hawaii .....	..	0	24	721,600	-100.0
Idaho	42	39,000	42	110,200	-64.6
Illinois	1	4,543,900	1	8,312,500	-45.3
Indiana	25	189,100	14	1,529,600	-87.6
Iowa	29	142,500	29	517,300	-72.5
Kansas	35	114,000	26	663,300	-82.8
Kentucky	20	314,000	22	906,900	-65.4
Louisiana	38	110,500	30	478,700	-76.9
Maine	32	129,100	46	31,700	+307.3
Maryland	15	394,000	16	1,291,800	-69.5
Massachusetts	8	890,800	9	1,852,700	-51.9
Michigan	23	215,700	27	611,900	-64.7
Minnesota	12	635,500	25	712,500	-10.8
Mississippi	44	30,300	40	151,300	-80.0
Missouri	22	219,500	12	1,726,600	-87.3
Montana	49	6,600	48	23,800	-72.3
Nebraska	37	111,000	36	231,300	-52.0
Nevada	46	16,000	11	1,740,100	-99.1
New Hampshire	47	16,000	45	42,900	-62.7
New Jersey	4	2,272,400	7	2,459,000	-7.6
New Mexico	21	247,500	32	343,500	-27.9
New York	2	3,667,900	3	4,042,000	-9.3
North Carolina	11	780,500	20	927,300	-15.8
North Dakota	28	147,300	44	43,400	+239.4
Ohio	13	579,100	8	2,096,200	-72.4
Oklahoma	24	205,100	34	297,100	-31.0
Oregon	30	141,600	31	369,800	-61.7
Pennsylvania	7	1,149,200	6	2,602,100	-55.8
Rhode Island	45	25,100	47	27,500	-8.7
South Carolina	14	501,900	38	199,500	+151.6
South Dakota	48	12,400	49	14,000	-11.4
Tennessee	31	139,800	21	923,700	-84.9
Texas	5	2,146,300	5	3,089,700	-30.5
Utah	27	178,900	33	336,500	-46.8
Vermont .....	..	0	37	199,700	-100.0
Virginia	18	319,600	15	1,523,000	-79.0
Washington	6	1,697,800	13	1,598,700	+6.2
West Virginia	33	118,100	43	99,000	+19.3
Wisconsin	10	798,600	19	1,003,800	-20.4
Wyoming	41	53,300		0	n.m.
American Samoa .....	..	0	..	0	n.m.
District of Columbia	39	109,800	..	0	n.m.
Guam .....	..	0	..	0	n.m.
Puerto Rico	17	356,500	10	1,823,800	-80.5
Trust Territories .....	..	0	..	0	n.m.
Virgin Islands .....	..	0	..	0	n.m.
Other Territories .....	..	0	..	0	n.m.
TOTAL		\$28,633,500		\$59,840,100	-52.1%
NOTES: Private placements and municipal forwards are included, but short-term notes and remarketings are excluded. n.m. — not meaningful. Source: Thomson Reuters (2/28/11)					

Long-Term Bond Sales: February

	2011		2010		Pct. Chg
	Volume (\$000s)	No. of Issues	Volume (\$000s)	No. of Issues	
TOTAL	\$16,157,800	539	\$27,179,700	867	-40.6%
Development	87,500	11	141,500	11	-38.2
Education	5,325,700	233	7,624,400	339	-30.1
Electric Power	89,000	6	1,303,500	13	-93.2
Environmental Facilities	67,800	2	179,400	7	-62.2
Health Care	1,196,800	19	4,036,700	38	-70.4
Housing	367,400	13	488,000	16	-24.7
Public Facilities	372,200	35	325,200	37	+14.5
Transportation	905,000	20	3,065,700	36	-70.5
Utilities	695,200	52	2,751,200	90	-74.7
General Purpose	7,051,200	148	7,264,100	280	-2.9
Tax-Exempt	11,106,600	467	18,992,200	693	-41.5
Taxable	4,797,800	65	7,839,400	168	-38.8
Minimum Tax	253,400	7	348,100	6	-27.2
New-Money	10,847,700	359	14,694,800	489	-26.2
Refunding	3,928,700	145	7,988,200	312	-50.8
Combined	1,381,400	35	4,496,700	66	-69.3
Negotiated	12,895,200	358	21,240,400	550	-39.3
Competitive	3,257,700	180	5,889,600	308	-44.7
Private Placements	4,900	1	49,700	9	-90.1
Revenue	7,158,300	163	15,740,600	310	-54.5
General Obligation	8,999,500	376	11,439,100	557	-21.3
Fixed-Rate	15,027,900	525	25,201,800	823	-40.4
Variable-Rate (Short Put)	253,500	5	1,297,500	33	-80.5
Variable-Rate (Long/No Put)	145,400	2	400,000	3	-63.7
Zero-Coupon	77,400	21	113,200	30	-31.6
Linked-Rate	644,000	3	95,000	1	+577.9
Convertible	9,600	3	72,200	4	-86.7
Bond Insurance	726,100	68	2,387,500	115	-69.6
Letters of Credit	221,300	4	630,200	14	-64.9
Standby Purch Agreements	0	0	133,300	2	-100.0
Insured Mortgages	79,100	4	80,900	7	-2.2
Other Guarantees	1,051,100	53	614,000	53	+71.2
State Governments	5,307,800	13	4,194,500	25	+26.5
State Agencies	3,616,900	55	6,734,400	82	-46.3
Counties & Parishes	720,900	29	2,923,200	81	-75.3
Cities & Towns	1,068,000	136	2,812,300	237	-62.0
Districts	2,164,900	220	5,663,700	326	-61.8
Local Authorities	2,541,000	74	3,940,700	98	-35.5
Colleges & Universities	738,300	12	437,300	16	+68.8
Direct Issuers	0	0	473,600	2	-100.0
Bank-Qualified	963,100	271	2,615,100	449	-63.2
Build America Bonds	0	0	7,134,000	99	-100.0
Qualified Sch Construction	216,700	24	54,900	6	+294.7
Other Stimulus	6,800	3	67,900	14	-90.0
NOTES: Private placements and municipal forwards are included, but short-term notes and remarketings are excluded. n.m. — not meaningful. Source: Thomson Reuters (2/28/11)					

Largest Issues: February 2011

Amount	Issuer	Date
\$3,700.0	Illinois (State), GOs (TAX)	Feb 23
875.0	New York City Transitional Finance Authority (TAX/TE) (cpt/neg)	Feb 3
874.1	New Jersey Economic Development Authority, school GOs (NM/ref) (TAX/TE)	Feb 22
500.0	North Carolina (State), general purpose (cpt)	Feb 2
356.5	Puerto Rico (Commonwealth), GOs (ref)	Feb 10
336.8	Florida State Board of Education, GOs (ref) (cpt)	Feb 15
335.3	University of Minnesota, GOs (NM/ref)	Feb 1
315.9	South Carolina (State), school GOs (ref) (cpt)	Feb 15
273.3	Houston, Tex., combined utilities (ref)	Feb 23
269.8	Kentucky Asset/Liability Commission, general purpose (TAX)	Feb 23
252.8	Allegheny County Port Authority, Pa., mass transit (NM/ref)	Feb 16
212.2	San Joaquin County Transportation Authority, Calif., mass transit	Feb 9
210.2	North Texas Higher Education Authority, student loans (TAX)	Feb 23
197.0	King County School District No. 405, Wash, GOs (cpt)	Feb 15
181.4	Lucas County, Ohio, hospitals (ref)	Feb 1
175.0	Washington Health Care Facilities Authority (NM/ref)	Feb 17
175.0	Washington Health Care Facilities Authority (ref)	Feb 22
170.0	Ohio Public Facility Commission, GOs	Feb 10
161.1	Howard County, Md., GOs (cpt)	Feb 15
150.0	Pennsylvania Higher Education Facilities Authority	Feb 9
150.0	Pennsylvania Higher Education Facilities Authority, hospitals	Feb 17
136.9	Grossmont Healthcare District, Calif., hospital GOs	Feb 23
132.7	New York State Environmental Facilities Corp., water & sewer (ref)	Feb 15
127.7	Texas A&M University System (NM/ref) (cpt)	Feb 15
121.3	Massachusetts (Commonwealth), GOs	Feb 14
NOTES: Dollar amounts are in millions. (AMT) – alternative minimum tax; (cpt) – competitive; GOs – general obligation bonds; (neg) – negotiated; (NM) – new money; (ref) – refunding; (TAX) – taxable; (TE) – tax-exempt. Source: Thomson Reuters (2/28/11)		

Market Indicators

Dollar amounts are in millions

Daily	Yesterday	Day's Change	2011 High	Date	2011 Low	Date
Municipal Bond Index	106.30	unch	108.28	(1/3)	102.20	(1/14)
40 Average Dollar Price	95.61	unch	95.61	(2/25)	89.33	(1/14)
Average Yield to Par Call	5.88	unch	6.67	(1/14)	5.87	(1/3)
Average Yield to Maturity	5.59	unch	5.95	(1/18)	5.52	(1/3)
	Current Total	Day's Change	2011 High	Date	2011 Low	Date
30-Day Visible Supply (\$mills)						
Total (Mar 1)	\$7,095.0	+\$251.7	\$11,208.1	(2/11)	\$6,537.4	(2/25)
Competitive	1,657.5	+35.8	2,854.4	(1/12)	408.1	(2/18)
Negotiated	5,437.5	+215.9	9,447.0	(2/11)	5,017.5	(2/25)

The 30-Day Visible Supply reflects the total dollar volume of bonds to be offered at competitive bidding and through negotiation over the next 30 days. It includes issues scheduled for sale on the date listed along with anticipated offerings listed in that day's "Competitive Bond Offerings" and "Negotiated Bond Offerings" tables.

Weekly

	Current 2/24/11	Previous 2/17/11	2011 High	Date	2011 Low	Date
Bond Buyer Revenue Bond Index	5.57%	5.60%	5.67%	(2/10)	5.44%	(1/6)
Bond Buyer 20-Bond Index	4.95%	5.10%	5.41%	(1/20)	4.95%	(2/24)
Bond Buyer 11-Bond Index	4.70%	4.84%	5.16%	(1/20)	4.70%	(2/24)
Bond Buyer One-Year Note Index	0.51%	0.53%	0.57%	(1/6)	0.51%	(2/9)
New-Issue Sales (\$ mills)	Wk of 3/4/11 ESTIMATE	Wk of 2/25/11 ACTUAL	Wk of 2/18/11 REVISED	Wk of 2/26/10 REVISED		
Long-Term Bonds	\$1,793.9	\$5,951.3	\$3,570.8	\$8,201.1		
Negotiated Bonds	1,007.1	5,717.5	1,832.6	5,673.5		
Competitive Bonds	786.8	233.8	1,738.2	2,522.1		
Short-Term Notes	212.8	320.2	324.3	173.9		
Long-Term Bond Sales	Thru 3/4/11	Thru 2/25/11	Thru 2/18/11	Thru 2/26/10		
Month to Date	\$1,764.2	\$15,956.3	\$10,005.0	\$27,179.7		
Year to Date	30,225.9	28,432.0	22,480.7	59,840.1		

This week's volume excludes sales expected to close on Friday. Next week's estimated volume excludes bond offerings on a "day to day" schedule.

Short-Term Tax-Exempt Yields

Selected MIG-1/SP-1+ Notes	Feb 28, 2011	Feb 25, 2011	Mar 1, 2010
California Rans 3.00s (June 11)	1.00	0.95	0.55
Los Angeles Co Trans 2.00s (June 11)	0.36	0.40	0.25
New Jersey Trans 2.00s (June 11)	0.33	0.35	0.20
Texas Trans 2.00s (Aug 11)	0.30	0.30	0.20

Municipal Market Data

Commercial Paper (30-Day)	0.30	0.30	0.20
One-Month Note (MIG-1)	0.28	0.28	0.17
Three-Month	0.30	0.30	0.18
Six-Month	0.32	0.32	0.22
One-Year	0.38	0.37	0.25

Variable-Rate Demand (Non-AMT/AMT)			
Daily General Market	0.28/0.27	0.29/0.26	0.14/0.15

	Feb 24, 2011	Feb 17, 2011	Feb 25, 2010
Seven-Day General Markets	0.42/0.58	0.45/0.61	0.35/0.54

	Feb 23, 2011	Feb 16, 2011	Feb 24, 2010
Barclays Capital			
Money Market Municipal Index	0.28	0.28	0.67
Citigroup Global Markets Inc.			
Base Rate (taxable and tax-exempt)	0.52	0.52	0.47

	Feb 23, 2011	Feb 16, 2011	Feb 24, 2010
The Bond Buyer			
One-Year Note Index	0.51	0.53	0.41
Jefferies & Co.			
Jefferies Short-Term Index Rate (Jef STR)	0.29	0.30	0.25

	Feb 23, 2011	Feb 16, 2011	Feb 24, 2010
Municipal Market Data			
The SIFMA™ Municipal Swap Index	0.26	0.28	0.20

	Feb 24, 2011	Feb 17, 2011	Feb 25, 2010
Ponder & Co.			
VariFact™	0.30	0.32	0.26

U.S. Securities Prices

Prices as of 3:30 p.m. ET. Source: Thomson Reuters

Treasury Bills

(in percent of discount)	Yesterday's Bid/Offer	Prev. Day's Bid/Offer	Yesterday's Bid Yield
1M — 3/24/2011	0.135/100	0.130/095	0.137
3M — 5/26/2011	0.140/130	0.135/125	0.142
6M — 8/25/2011	0.170/165	0.160/150	0.173

Treasury Notes and Bonds

(in points and 32ds)	Yesterday's Bid/Offer	Prev. Day's Bid/Offer	Yesterday's Bid Yield
2Y — 0.63% due 2/2013	99.27+/28+	99.25+/26+	0.697
5Y — 2.13% due 2/2016	99.296/312	99.256/270	2.140
10Y — 2.63% due 2/2021	101.240/25+	101.220/240	3.416
30Y — 4.76% due 2/2041	104.08+/110	103.30+/010	4.490

Plus signs indicate an additional one-64th. If no bid is available, the yield shown represents the yield at the last trade.

Barclays Capital Long Treasury Bond Index

	Price Index			Yield Index			Total Return
	Yesterday	Prev. Day	Change	Yesterday	Prev. Day	Change	
Close	1799.09	1793.02	+6.07	4.20	4.22	−0.02	17923.63
High	1799.99	—	—	—	—	—	17932.51
Low	1795.49	—	—	—	—	—	17887.92

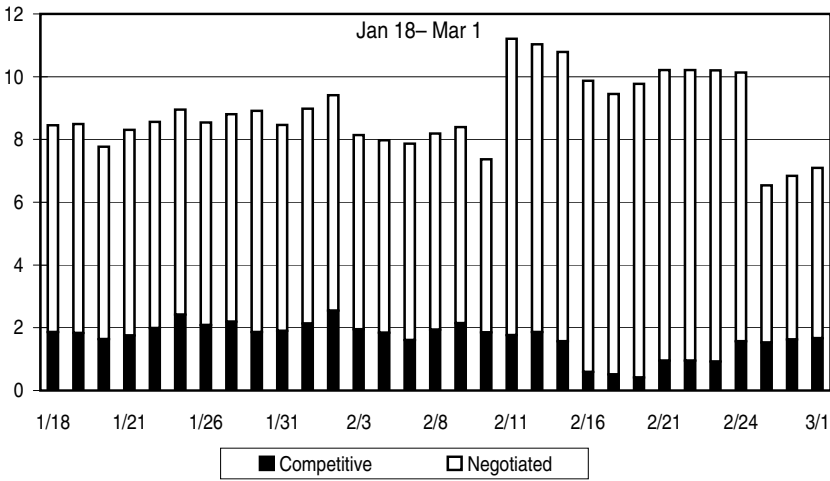
The Barclays Capital Long Treasury Bond Index represents the weighted average of all publicly held issues with maturities between 10 and 30 years (Dec. 31, 1980 = 1000.)

Municipal Market Data General Obligation Yields

	Aaa (pure)	Aaa (ins)	Aa	A	Baa
2012	0.38	0.76	0.45	0.92	1.87
2016	1.76	2.55	1.96	2.67	3.68
2021	2.97	3.91	3.19	4.05	5.05
2026	3.84	4.67	4.10	4.81	5.66
2031	4.26	5.03	4.54	5.17	5.94
2036	4.65	5.38	4.88	5.50	6.16
2041	4.69	5.43	4.92	5.55	6.21

Figures are for 3:30 p.m. EST Feb. 28, 2011. Although they have been obtained from sources considered reliable, there is no guarantee of completeness or accuracy. The above data, provided by Municipal Market Data (617-856-2900), is the copyright property of Thomson Reuters and is not for distribution.

Visible Supply Increases



Figures are in billions of dollars

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Markit MCDX Spreads

Markit MCDX.NA.15:4 p.m.and End of Day Spreads

Index	Current Spreads (4 p.m.)	Previous Day (end of day)	Month Ago (end of day)
MCDX.NA.15 V1 5Y	157.75.....	163.00.....	200.67
MCDX.NA.15 V1 10Y	183.50.....	184.50.....	220.00

Source: Markit
Information on end of day spreads is also available under indices at <http://markit.com/information/home.html>

New-Issue Balances

(,000 Omitted) *Since initial reoffering +Revised upward since last report

Amount	Date	RECENT OFFERINGS	Sold	Balance
\$22,560	2/1	Lakeland Ctrl. Sch. Dist., N.Y.....	\$1,000	\$1,000
10,000	2/10	Washington Elem. Sch. Dist. #6, Ariz.....	1,000	180
11,130	2/24	Oconee Co. Sch. Dist., S.C.	585	2,900
15,850	2/8	Granville Ctrl. Sch. Dist., N.Y.	230	4,550
12,005	2/8	Cliffside Park Borough, N.J.	25	2,545
15,355	2/22	Southington, Conn.....	...	2,100
12,100	2/9	Madison Area Tech. Coll. Dist., Wis.....	...	1,100

Reoffering Yields

NRO – Not Reoffered; S.B. – Sealed Bid; SNA – Sold, Not Available

Offer	Amount	Date	(\$Mil)	RECENT OFFERINGS	1 Year	5	10	15	20	25	30
Aaa — AAA											
2/16	161.1	Howard Co., Md. ....	...	1.58	NRO	4.06	4.53	...	...	...	...
1/20	21.9	Weston, Mass.....	...	1.53	3.15	4.10	4.70	...	...	...	...
10/20	20.0	Aldine Ind. Sch. Dist., Tex.....	...	1.15	2.51	3.18	3.58	...	...	...	...
10/13	18.0	Williamson Co., Tenn. ....	...	1.81	3.28	4.13	5.02	...	...	...	...
10/13	17.7	Douglas Co., Minn. ....	...	1.31	2.52	3.25	NRO	...	...	...	...
10/5	5.6	St. Clair Borough, Pa.	0.75	2.10	3.10	3.70	...	...	...	...	...
6/30	2.6	Union-Endicott Ctr. Sch. Dist., N.Y.	0.50	2.03	3.50	3.92	...	...	...	...	...
5/1	38.4	Durham, N.C. ....	...	3.61	3.77	3.95	...	...	...	...	...
Aa1/Aa2/Aa3 — AA+/AA/AA-											
2/16	20.0	Snyderville Basin Spec. Rec. Dist., Utah	0.40	1.86	3.30	NRO	NRO	...	...	...	...
2/16	12.6	Westfield, Mass.....	NRO	1.96	3.43	4.26	4.75	...	...	...	...
2/10	3.4	Somers Point City Bd. Ed., N.J.....	...	2.05	3.60	4.10	...	...	...	...	...
2/8	4.6	La Crosse, Wis.	0.60	2.00	3.50	4.40	...	...	...	...	...
2/3	10.0	St. Martin Parish Sch. Dist., La.....	...	2.00	3.50	4.45	5.00	...	...	...	...
2/2	500.0	North Carolina (State) .....	...	1.85	3.39	4.25	...	...	...	...	...
2/1	9.6	Mckinney Econ. Dev. Corp., Tex.....	...	3.20	4.60	5.00	...	...	...	...	...
1/25	14.3	Washington (State) .....	...	2.35	4.00	4.90	5.40	...	...	...	...
A1/A2/A3 — A+/A/A-											
2/14	1.2	Chisholm, Minn.....	0.60	2.00	...	3.85	...	...	...	...	...
12/9	16.8	Iowa Bd. of Regents	1.00	2.25	3.75	4.80	...	...	...	...	...
12/7	37.2	Mishawaka, Ind.	1.00	2.65	4.00	5.00	...	...	...	...	...
11/10	10.8	Woodlands Road Util. Dist. #1, Tex.	0.90	2.10	3.40	4.00	...	...	...	...	...
11/9	2.6	Carnegie Pub. Lib., Ind.	0.70	2.10	3.45	...	...	...	...	...	...
11/5	22.0	Old Spanish Trail Redev. Auth., Tex.	1.50	3.00	4.20	5.10	...	...	...	...	...
10/7	9.1	Weston Muni. Util. Dist., Tex.	2.25	3.50	4.00	4.25
9/23	2.0	Huron Co., Mich.	0.90	1.85	3.10

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Municipal Bond Index Update

The list of bonds used to calculate the Municipal Bond Index was revised after the February 28 pricing.

The new coefficient is 1.0617. It was derived by dividing the February 28 index (106.952598) by the average converted price of the new set of 40 bonds (100.736515).

The new average coupon is 5.33%, the new average par call date is Nov. 5, 2020, and the new average maturity date is Aug. 6, 2039.

Four bonds were added to the index. They are:

Grossmont Healthcare District, Calif.,
general obligation bonds, Series 2011 B (Election of 2006);
6.125s dated 3/10/2011, due 7/15/2040; first coupon 7/15/2011;
term amount: \$107,045,000; callable 7/15/2021 at par;
ratings: Aa2/NR/NR; conversion factor: 1.0094; CUSIP: 399223BU9;
quoted dollar price on revision date: 102.972.

Piedmont Municipal Power Agency, S.C.,
electric refunding revenue bonds, Series 2008 C (AGM insured);
5.75s dated 5/22/2008, due 1/1/2034; first coupon 7/1/2011;
remarketing of variable-rate bonds; conversion date: 3/1/2011;
term amount: \$55,000,000; callable 7/1/2021 at par;
ratings: Aa3/AA-plus; conversion factor: 0.9810; CUSIP: 720175WX2;
quoted dollar price on revision date: 101.392.

Washington Health Care Facilities Authority,
revenue bonds, Series 2011 A (Swedish Health Services);
6.25s dated 3/2/2011, due 11/15/2041; first coupon 5/15/2011;
term amount: \$71,565,000; callable 5/15/2021 at par;
ratings: A2/n.a./A-plus; conversion factor: 1.0186; CUSIP: 93978HBK0;
quoted dollar price on revision date: 99.447.

Washington Health Care Facilities Authority,
revenue bonds, Series 2011 A (Swedish Health Services);
6.75s dated 3/2/2011, due 11/15/2041; first coupon 5/15/2011;
term amount: \$50,000,000; callable 5/15/2021 at par;
ratings: A2/n.a./A-plus; conversion factor: 1.0558; CUSIP: 93978HBN4;
quoted dollar price on revision date: 103.187.

Four bonds were removed from the index in accordance to the index criteria. The bonds, as numbered in today's report, are:

- 15. Bay Area Toll Auth CA toll bridge 5.00s due 10/1/2042
- 23. Regional Transp Dist CO 5.375s due 6/1/2031
- 34. Lucas Cnty OH hospital 6.50s due 11/15/2037
- 40. San Joaquin Cnty Transp Auth CA 6.00s due 3/1/2036

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Municipal Bond Index

		Current Day	Previous Day	Week Ago	Month Ago	Year Ago
The Bond Buyer Municipal Bond Index		106-30	106-30	106-09	105-16	113-15
Monday, February 28, 2011		Maturity Date	Par Call Date	Dollar Price	Conversion Factor	Converted Price
1	Montana Facility Fin Auth hosp 4.75	01/01/2040	01/01/2020	90.5450	0.9105	99.4454
2	Puerto Rico Hwys & Transp (Rmktg) 5.30 . . .	07/01/2035	07/01/2020	88.7590	0.9442	94.0044
3	Puerto Rico Sales Tax Fing 5.25	08/01/2041	08/01/2020	90.0780	0.9442	95.4014
4	Delaware River Port Auth PA & NJ 5.00	01/01/2035	01/01/2020	98.2160	0.9297	105.6427
5	New York Liberty Dev Corp 5.125	01/15/2044	01/15/2020	93.0330	0.9385	99.1295
6	Florence Cnty SC 5.00	11/01/2037	11/01/2020	89.6980	0.9256	96.9080
7	Miami-Dade Cnty FL aviation 5.00.	10/01/2041	10/01/2020	87.3160	0.9256	94.3345
8	Phoenix Civic Improv Corp AZ 5.00.	07/01/2040	07/01/2020	89.8110	0.9269	96.8939
9	Phoenix Civic Improv Corp AZ 5.25.	07/01/2033	07/01/2020	98.3140	0.9451	104.0250
10	Idaho Hlth Facs Auth (Rmktg) 5.00	07/01/2035	07/01/2020	94.8700	0.9269	102.3519
11	Medical Center Hosp Auth GA 5.00.	08/01/2045	08/01/2020	86.9330	0.9269	93.7890
12	Medical Center Hosp Auth GA 5.00.	08/01/2041	08/01/2020	88.8840	0.9269	95.8938
13	Scottsdale Ind Dev AZ hosp (Rmktg) 5.00. . .	09/01/2035	09/01/2020	92.1780	0.9269	99.4476
14	Pennsylvania Hghr Ed Facs 5.00	11/01/2040	11/01/2020	90.1600	0.9256	97.4071
15	Bay Area Toll Auth CA toll bridge 5.00. . . .	10/01/2042	10/01/2020	88.4670	0.9269	95.4440
16	Chicago Bd of Ed IL 5.00.	12/01/2031	12/01/2020	92.4510	0.9269	99.7422
17	North Carolina Med Care Comm 4.75	11/01/2043	11/01/2020	84.8120	0.9086	93.3436
18	Pennsylvania Turnpike Comm 5.00	12/01/2040	12/01/2020	91.3480	0.9269	98.5522
19	Tarrant Co Cult Ed Facs Fin TX 5.00	11/15/2040	11/15/2020	90.0220	0.9269	97.1216
20	California State 5.25	11/01/2040	11/01/2020	95.3720	0.9451	100.9121
21	North Texas Tollway Auth 6.00.	01/01/2043	01/01/2021	98.7310	1.0000	98.7310
22	North Texas Tollway Auth 6.00.	01/01/2038	01/01/2021	99.3310	1.0000	99.3310
23	Regional Transp Dist CO 5.375	06/01/2031	06/01/2020	100.5340	0.9560	105.1611
24	South Carolina Transp Infras Bk 5.25	10/01/2040	10/01/2019	97.0720	0.9494	102.2456
25	Birmingham Arpt Auth AL 5.25	07/01/2030	07/01/2020	100.8010	0.9463	106.5212
26	Virginia Coll Bldg Auth 5.00	03/01/2041	03/01/2020	96.9770	0.9312	104.1420
27	Illinois Fin Auth 6.125.	10/01/2040	04/01/2021	100.8540	1.0093	99.9247
28	NYC Transitional Fin Auth 5.00	11/01/2039	11/01/2020	98.4950	0.9284	106.0911
29	NYC Educ Construct Fund 5.75	04/01/2041	04/01/2021	101.9110	0.9814	103.8425
30	NYC Muni Water Fin Auth 5.375	06/15/2043	12/15/2020	101.3990	0.9552	106.1547
31	Port Auth of NY & NJ 5.00	01/15/2041	01/15/2021	96.3900	0.9269	103.9918
32	Port Auth of NY & NJ 5.25	07/15/2036	01/15/2021	101.2240	0.9451	107.1040
33	Lucas Cnty OH hospital 6.00.	11/15/2041	11/15/2021	100.3030	1.0000	100.3030
34	Lucas Cnty OH hospital 6.50.	11/15/2037	11/15/2021	105.8440	1.0385	101.9201
35	NYC Transitional Fin Auth 5.00	02/01/2035	02/01/2021	99.5810	0.9269	107.4345
36	New York St Dorm Auth 5.00	10/01/2041	04/01/2021	102.3040	0.9256	110.5272
37	Pennsylvania Hgr Educ Fin Auth 5.00	09/01/2041	03/01/2021	100.4690	0.9269	108.3925
38	Puerto Rico (Commonwealth) 6.00	07/01/2040	07/01/2021	97.0390	0.9999	97.0487
39	San Joaquin Cnty Transp Auth CA 5.50. . . .	03/01/2041	03/01/2021	98.8410	0.9634	102.5960
40	San Joaquin Cnty Transp Auth CA 6.00. . . .	03/01/2036	03/01/2021	105.0650	0.9999	105.0755
Bond Buyer 40		Current Day	Previous Day	Week Ago	Month Ago	Year Ago
Average Dollar Price		95.61	95.61	95.01	92.21	99.69
Yield To Par Call		5.88	5.88	5.96	6.30	5.33
Yield To Maturity		5.59	5.59	5.63	5.76	5.31

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The Municipal Bond Index presented today employs the coefficient derived from the February 15, 2011 pricing, when it was set at 1.0599. The average price represents the simple average price of the 40 bonds. The yield to par call is computed from the average price, the average coupon (5.28%), and the average first par call date (October 22, 2020). Noncallable bonds are included in the par call yield calculations, with their maturity dates serving as their par call dates in the calculations. The yield to maturity is computed from the average price, the average coupon, and the average maturity date (May 6, 2039). Additional information concerning the structure of the Municipal Bond Index, and the average price and yield figures from July 1, 1984, to date are available from the Bond Buyer; (212) 803-8237.

Municipal Bond Prices

These 40 Bonds are evaluated and priced daily by
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All figures are rounded to the nearest eighth when reported in this table.
"Change in Bid" is rounded after calculation.

Rating		Dollar Bid	Change in Bid	Yield to Worst Case
EDUCATION				
Aa2/AA-/A+	Chicago Bd of Ed IL 5.00 12/01/2031	92.500	−0.625	5.61
A3/A-/A	Illinois Fin Auth 6.125 10/01/2040	100.875	unch	6.01
Aa3/AA-/ -	NYC Educ Construct Fund 5.75 04/01/2041	101.875	unch	5.50
Aaa/AAA/AAA	New York St Dorm Auth 5.00 10/01/2041	102.250	unch	4.71
NR/A-/A	Pennsylvania Hghr Ed Facs 5.00 11/01/2040.	90.125	unch	5.68
Aa2/AA+/ -	Pennsylvania Hgr Educ Fin Auth 5.00 09/01/2041	100.500	unch	4.94
Aa3/AA-/ -	Tarrant Co Cult Ed Facs Fin TX 5.00 11/15/2040	90.000	unch	5.69
NR/AA/ -	Virginia Coll Bldg Auth 5.00 03/01/2041	97.000	unch	5.20
G.O. ET AL.				
A1/A-/A-	California State 5.25 11/01/2040	95.375	unch	5.57
Aa1/AAA/AAA	NYC Transitional Fin Auth 5.00 11/01/2039	98.500	unch	5.10
Aa1/AAA/AAA	NYC Transitional Fin Auth 5.00 02/01/2035	99.625	unch	5.03
NR/AA/AA	New York Liberty Dev Corp 5.125 01/15/2044	93.000	unch	5.59
A1/A+/NAF	Phoenix Civic Improv Corp AZ 5.25 07/01/2033.	98.375	unch	5.38
A3/BBB-/BBB+	Puerto Rico (Commonwealth) 6.00 07/01/2040	97.000	unch	6.22
A1/A+/A+	Puerto Rico Sales Tax Fing 5.25 08/01/2041	90.125	+0.625	5.96
HOSPITAL				
NR/A+/AA-	Florence Cnty SC 5.00 11/01/2037	89.750	unch	5.75
Aa3/AAA/ -	Idaho Hlth Facs Auth (Rmktg) 5.00 07/01/2035	94.875	unch	5.38
Aa3/AA-/ -	Lucas Cnty OH hospital 6.50 11/15/2037.	105.875	unch	5.77
Aa3/AA-/ -	Lucas Cnty OH hospital 6.00 11/15/2041	100.250	unch	5.96
Aa3/AAA/ -	Medical Center Hosp Auth GA 5.00 08/01/2045.	86.875	unch	5.89
Aa3/AAA/ -	Medical Center Hosp Auth GA 5.00 08/01/2041.	88.875	unch	5.77
Aa3/AA/AA-	Montana Facility Fin Auth hosp 4.75 01/01/2040	90.500	unch	5.39
A1/A+/AA-	North Carolina Med Care Comm 4.75 11/01/2043.	84.750	unch	5.78
Aa3/AAA/NR	Scottsdale Ind Dev AZ hosp (Rmktg) 5.00 09/01/2035 . .	92.125	unch	5.58
TRANSPORTATION				
A1/A+/NR	Bay Area Toll Auth CA toll bridge 5.00 10/01/2042.	88.500	unch	5.79
Aa3/AA+/NR	Birmingham Arpt Auth AL 5.25 07/01/2030	100.750	unch	5.14
A3/A-/ -	Delaware River Port Auth PA & NJ 5.00 01/01/2035	98.250	unch	5.13
A2/A-/A	Miami-Dade Cnty FL aviation 5.00 10/01/2041	87.375	unch	5.89
A2/A-/NR	North Texas Tollway Auth 6.00 01/01/2043.	98.750	unch	6.09
A2/A-/NR	North Texas Tollway Auth 6.00 01/01/2038.	99.375	unch	6.05
A3/A-/ -	Pennsylvania Turnpike Comm 5.00 12/01/2040	91.375	unch	5.60
A1/A+/NAF	Phoenix Civic Improv Corp AZ 5.00 07/01/2040.	89.750	unch	5.71
Aa2/AA-/AA-	Port Auth of NY & NJ 5.25 07/15/2036.	101.250	unch	5.09
Aa2/AA-/AA-	Port Auth of NY & NJ 5.00 01/15/2041	96.375	unch	5.24
A2/BBB+/NR	Puerto Rico Hwys & Transp (Rmktg) 5.30 07/01/2035 . . .	88.750	unch	6.19
Aa3/A-/AA-	Regional Transp Dist CO 5.375 06/01/2031	100.500	unch	5.30
Aa3/AA/NR	San Joaquin Cnty Transp Auth CA 5.50 03/01/2041.	98.875	unch	5.58
Aa3/AA/NR	San Joaquin Cnty Transp Auth CA 6.00 03/01/2036.	105.125	unch	5.35
A1/NR/A	South Carolina Transp Infras Bk 5.25 10/01/2040	97.125	unch	5.45
WATER				
Aa2/AA+/AA+	NYC Muni Water Fin Auth 5.375 06/15/2043	101.375	unch	5.19

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