

The combination of a modestly hawkish Federal Open Market Committee (FOMC) meeting, a recent downtrend in COVID-19 cases and the debt limit coming back to the forefront have helped push Treasury yields out of their summer ranges. The 10-year yield is currently approximately 1.52% after having traded in the 1.20%-1.40% for most of the summer. The 2-year yield is also trending higher. Despite these concerns demand remains very strong as we head into quarter end.

After spending most of the past month and a half moving sideways, tax-exempt yields broke to the upside in the last several trading days of September. The benchmark AAA 10-year tax-exempt yield has risen approximately 15 basis points in the four days following the conclusion of the September FOMC meeting, according to information provided by Bloomberg. Prior to that, 10-year tax-exempt bonds traded in a very narrow 4 basis point range since mid-August. The benchmark Bloomberg 10-year AAA yield is now being quoted at -1.10% while the 30-year benchmark yield currently stands at -1.625%. Tax-exempt bond funds continue to see net cash inflows, as they have for nearly every reporting week in 2021.

### MARYLAND MUNICIPAL BOND OFFERINGS

Rating	Par Value	Description	Price	YTM*/YTC*	TEY*
Aa1/AAA	50M	Maryland State Department of Transportation Consolidated Trans. Rev. 5.00% due 10/1/2025	118.59	0.32%	0.51%
Aaa/AAA	30M	Washington, MD Suburban Sanitation District Rev. 5.00% due 6/15/2027	124.83	0.57%	0.91%
Aa1/AAA	15M	Anne Arundel Co., MD Consolidated Water & Sewer G.O. 5.00% due 10/1/2027	126.49	0.51%	0.81%
Aa3/AA-	25M	Baltimore, MD Wastewater Project Rev. 5.00% due 7/1/2028, Callable 1/1/27 @100	122.32	1.51% 0.67%	2.39% 1.06%
Aaa/AAA	20M	Howard Co., MD Metropolitan District Project G.O. 5.00% due 2/15/2030, Callable 2/15/28@100	126.19	1.64% 0.78%	2.60% 1.24%
Aa2/NR	30M	Maryland State Transportation Authority Rev. 3.00% due 7/1/2033, Callable 7/1/31 @100	115.06	1.59% 1.35%	2.52% 2.14%

\*YTM — Yield to Maturity \*YTC — Yield to Call \*\*After Tax Yield (ATY)

\*TEY — Tax Equivalent Yield calculated using the 37% federal tax bracket. Bond prices, yields and availability are subject to change based upon market conditions. Please review this information carefully with your Financial Advisor to ensure it meets your investment objectives. If bonds are sold prior to maturity they are subject to market and interest rate risk, and you may receive more or less than your initial investment. Moody's Investors Services, Standard & Poor's and Fitch provide ratings. Municipal securities may be subject to Federal Alternative Minimum Tax (AMT). Please contact your tax advisor regarding suitability of tax-exempt investments for your portfolio. Davenport may have a position in the bonds presented above and may buy or sell such securities in the course of our regular business.

### CORPORATE BOND OFFERINGS

Rating	Par Value	Description	Price	YTM/YTC
Baa3/ BBB-	200M	American Tower Corp. 1.45% due 9/15/2026, Make-whole call @+10bps until 8/15/26, Callable @100 thereafter	100.53	1.34% 1.33%
Baa2/BBB	250M	CVS Health Corp. 1.30% due 8/21/2027, Make-whole call @+15bps until 6/21/27, Callable @100 thereafter	99.59	1.37%
Baa3/ BBB-	100M	Motorola Solutions Inc. 2.30% due 11/15/2030, Make-whole call @+30bps until 8/15/30, Callable @100 thereafter	99.65	2.34%
Baa3/ BBB-	210M	Duke Energy Corp. Fixed-to-Float due 1/15/2082 3.25% until 1/15/27, thereafter UST 5 Year +2.321bps with a 5-year reset, Callable beginning 1/15/27 @100	102.13	2.81% YTC
Baa2/ BBB-	110M	PNC Financial Fixed-to-Float Perpetual 3.40% until 9/15/26, thereafter UST 5-Year +2.595 bps with a 5-year reset, Callable beginning 9/15/26 @100	102.00	2.96% YTC
Baa2/ BBB	250M	Charles Schwab Corp Fixed-to-Float Perpetual 4.00% until 12/1/30,thereafter UST 10-year +3.079 bps with a 10-year reset, Callable beginning 10/1/30 @100	105.90	3.25% YTC