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Weekly Healthcare Market Update

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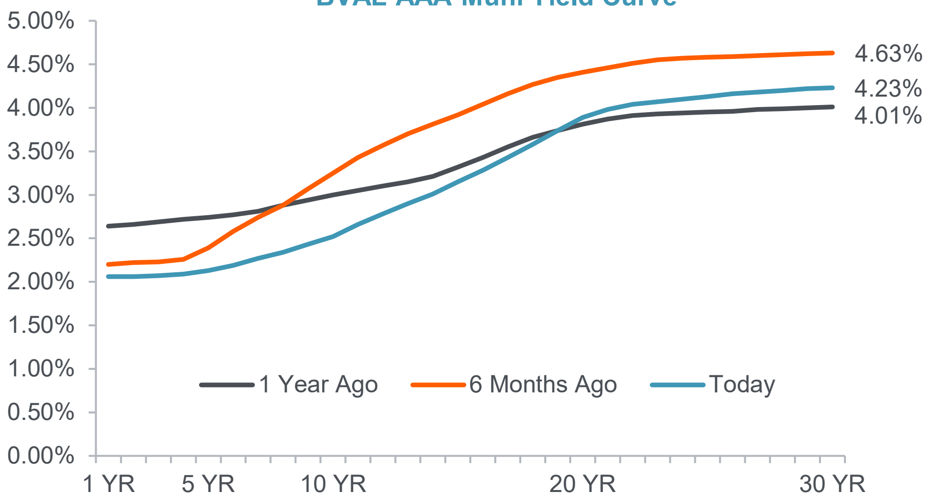
Capital Markets Update

Market Commentary

U.S. Treasuries rose last week, with the 10-year and 30-year yield increasing by 4 bps and 3 bps, respectively. Meanwhile, municipal yields slightly decreased, with the 10-year and 30-year yield falling 1 bp and 3 bps, respectively. Municipal bond funds saw over $1.2 billion of inflows compared to nearly $1.6 billion of inflows in the prior week, marking 13 consecutive weeks of positive fund flows. Last Friday's Supreme Court ruling regarding the President's imposed tariffs introduces additional market uncertainty, as the market sorts through its potential economic impact. Headline and core PCE inflation both came in slightly hotter than expected, lifting YoY headline inflation to its highest level since March 2024 and core inflation to its highest level since April 2024. Jobless claims will be released on Thursday, with the market expecting claims to rise back up at 215K in the latest week from an unexpectedly low 206K in the previous week. Currently, futures markets are pricing in approximately two rate cuts for 2026, with over a 90% probability of no change at the March 18 meeting.

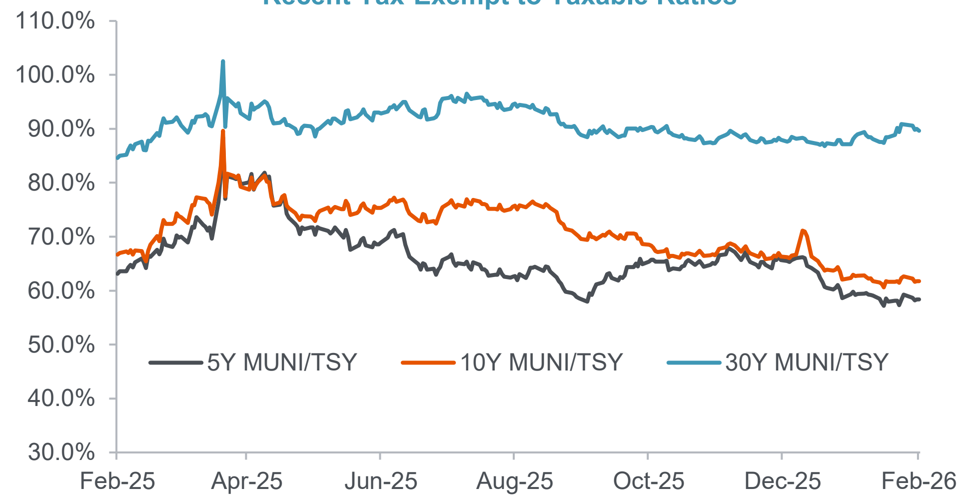
US Treasury Market			Tax-Exempt Market			Tax-Exempt to Taxable Ratios		
US Treasury	Current Yield	Weekly Change	BVAL "AAA" Muni Yield	Current Yield	Weekly Change	Muni / TSY Ratio	Current Ratio	Previous Week
1 Year	3.51%	9 bps	1 Year	2.06%	-1 bps	5Y Muni / TSY	58.4%	59.3%
5 Year	3.65%	4 bps	5 Year	2.13%	-1 bps	10Y Muni / TSY	61.8%	62.6%
10 Year	4.08%	4 bps	10 Year	2.52%	-1 bps	30Y Muni / TSY	89.6%	90.8%
20 Year	4.66%	2 bps	20 Year	3.89%	-2 bps			
30 Year	4.72%	3 bps	30 Year	4.23%	-3 bps			

BVAL AAA Muni Yield Curve



Source: Bloomberg

Recent Tax-Exempt to Taxable Ratios



Source: Bloomberg, Treasury.gov

Note: Rates as of February 20, 2026.

Healthcare Market Update

Pricings last week

Sarasota Memorial Hospital (FL) and NCH Healthcare System (FL) priced issues last week.

Selected Healthcare Financings Priced the Week of 2/16/2026							
Borrower	Par Amount ($000s)	Rating (M/S/F)	Spread	Coupon/Yield	Maturity	Tax Status	Purpose
Sarasota Memorial Hospital (FL)	$159,075	Aa3/NR/AA-	0.37%	5.00%/3.05%	2037	Tax-Exempt	New Money and Refunding
NCH Healthcare System (FL)	55,150	A1/AA/NR (Insured)	0.55%	5.25%/4.72%	2052	Tax-Exempt	New Money and Refunding
NCH Healthcare System (FL)	55,150	A1/AA/NR (Insured)	0.59%	5.00%/3.04%	2035	Tax-Exempt	New Money and Refunding
Total	**$269,375**						

Expected pricings this week

Bronson Healthcare (MI) will be in the market this week.

Selected Healthcare Financings Expected the Week of 2/23/2026					
Borrower	Par Amount ($000s)	Rating (M/S/F)	Expected Pricing Date	Tax Status	Purpose
Bronson Healthcare (MI)	$94,375	A1/NR/NR	2/25	Tax-Exempt	Refunding
Total	**$94,375**				

Recent rating actions

Selected Moody's Rating Actions for the Week of 2/16		
Borrower	Rating (Outlook)	Note
Kaweah Health (CA)	Ba1 (Sta)	Rating affirmed
BJC Health (MO)	Aa2 (Sta)	Rating affirmed

Selected S&P Rating Actions for the Week of 2/16		
Borrower	Rating (Outlook)	Note
Memorial Health (IL)	A+ (Sta)	Rating affirmed
Guthrie Clinic (PA)	A+ (Sta)	Revised to Sta
Vitruvian Health (GA)	A (Sta)	Downgraded

Selected Fitch Rating Actions for the Week of 2/16		
Borrower	Rating (Outlook)	Note
Martin County Hospital (TX)	A- (Sta)	Rating affirmed
Rady Children's Health (CA)	AA (Sta)	Rating affirmed

Note: Expected pricings based on the negotiated calendar released on Friday, February 20.

Fixed Income Analytics Group

In-depth market analysis

Piper Sandler has a nationally recognized fixed income analytics team that provides comprehensive research into market trends and outlook.

PCE and Personal Income (Inflation Firms as Savings Slide)

"Nominal personal spending rose 4.7% YoY in December, outpacing the 4.3% YoY increase in personal income. This marked the eighth consecutive month in which spending growth exceeded income growth. As households leaned on savings to sustain consumption, the savings rate fell to its lowest level in more than three years. Income growth was supported by higher wages and compensation, though transfer payments provided a notable additional lift. Headline and core PCE inflation both came in slightly hotter than expected, lifting year over year headline inflation to its highest level since March 2024 and core inflation to its highest level since April 2024. Even so, both measures have remained largely rangebound over the past two years, with little evidence of runaway tariff-driven inflation. Services continue to account for most of the price pressure, though goods inflation played a larger role in pushing core higher in December. Despite the firmer prints, the broader inflation picture remains benign. The Fed's preferred super core PCE measure, services excluding energy and housing, was unchanged in December. Market pricing barely moved after the release, with roughly 6% odds of a rate cut by the March 18 meeting and about 20% odds by April 29, suggesting the data did not materially alter the policy outlook."

Q4 2025 GDP Advance Estimate (Shutdown Drag Masks Firmer Demand)

"U.S. real GDP grew at a modest 1.4% annualized pace in Q4, supported by steady gains in consumer spending and business investment. The headline was held back by a sharp drop in government spending tied to the federal shutdown, which the BEA estimated shaved 1.1 percentage points off growth, the largest quarterly hit since 1994. Nevertheless, the report capped a solid year with the economy expanding 2.3% in 2025 after a Q1 contraction driven by a pre-tariff surge in imports. Looking through the shutdown distortion, underlying momentum was firmer than the headline suggests. Excluding the one-off drag, growth would have been closer to 2.5% to close out 2025. Consistent with that, real final sales, which exclude the more volatile trade and inventory components, rose 2.4%, only slightly below the 2.7% average of the past two years, signaling a sturdier domestic demand backdrop even with the government drag. More importantly, the government shock also sets up potential payback in Q1. On inflation, the core PCE price index rose 2.7% annualized, a touch above the 2.6% consensus but below the prior quarter's 2.9%. Overall, the print supports the view that inflation is cooling gradually and remains contained."

Durable Goods Orders (Aircraft Drag Masks Broad Strength)

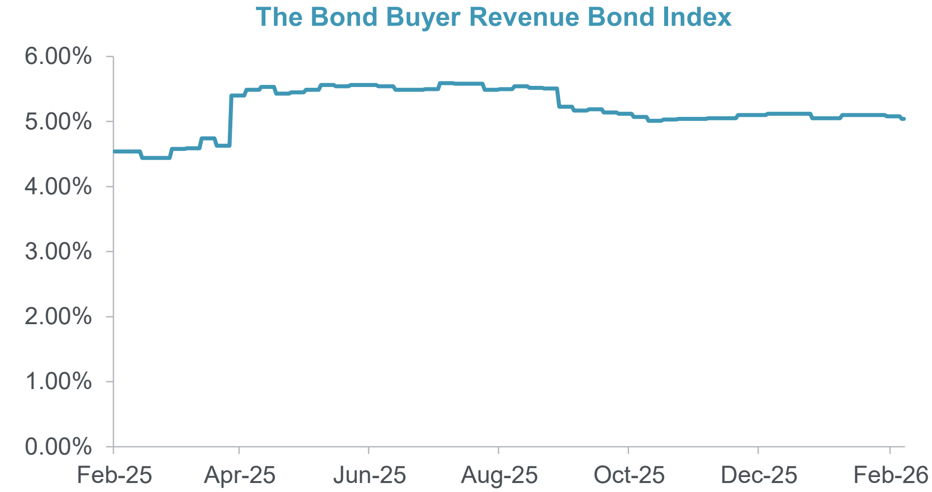
"U.S. durable goods orders fell 1.4% month over month in December, giving back part of November's 5.4% surge. The headline decline overstates weakness, since orders excluding transportation rose for an eighth straight month and increased a little more than 5% year over year, the fastest pace since October 2022. The setback was largely concentrated in commercial aircraft, which pulled the overall figure into negative territory. Outside of aircraft, bookings were broadly higher, including gains in communications equipment, computers, metals and machinery, and motor vehicles. Business investment measures remained constructive. Non-defense capital goods orders excluding aircraft rose for a sixth consecutive month, the longest streak since March 2022, suggesting firms are still investing despite uncertainty and an unclear path to lower rates. Core capital goods shipments, which feed into GDP, also came in far above expectations, pointing to a stronger Q4 2025 contribution from equipment spending. Still, the outlook is not one way, as the Capex Intentions Index has fallen below 50, signaling a more cautious tone that often aligns with slower business investment ahead."

Rate Movements Last 12 Months

Long-term and short-term rates

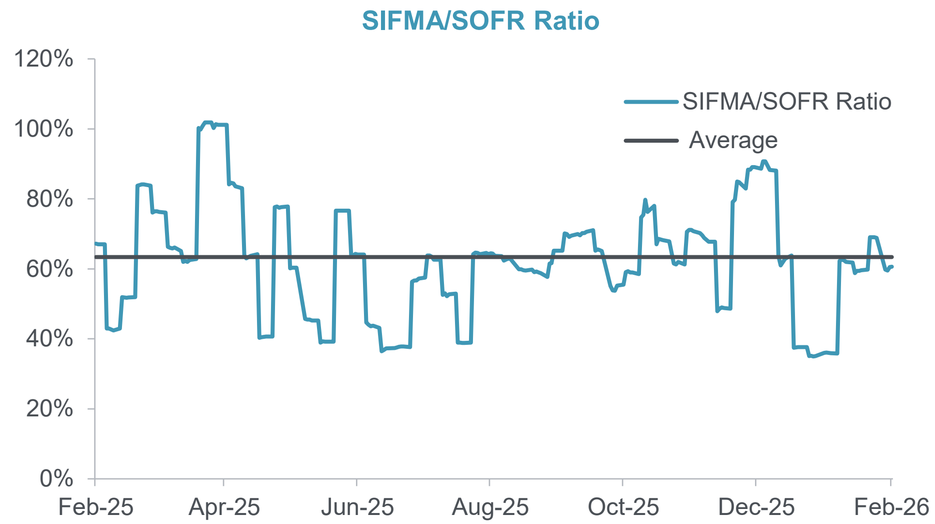
Index	Current	Max	Min	Average
BBRBI	5.04%	5.59%	4.44%	5.19%
10Y Muni	2.52%	3.89%	2.52%	3.03%
10Y Treasury	4.08%	4.58%	3.88%	4.24%
SIFMA	2.22%	4.41%	1.28%	2.58%
SOFR	3.66%	4.51%	3.63%	4.15%
SIFMA/SOFR Ratio	60.7%	101.8%	35.0%	62.2%

Long-Term Rates



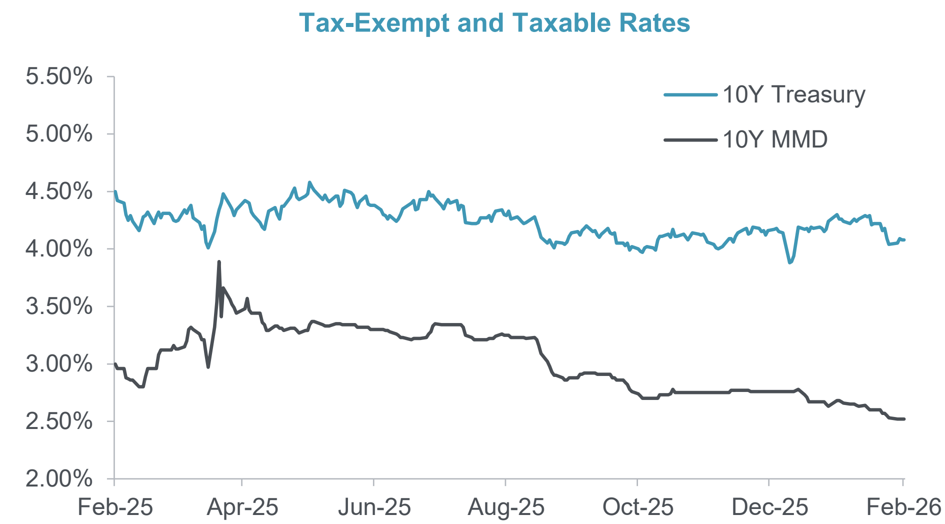
Source: Bond Buyer

Short-Term Rates



Source: SIFMA, Bloomberg

Long-Term Rates

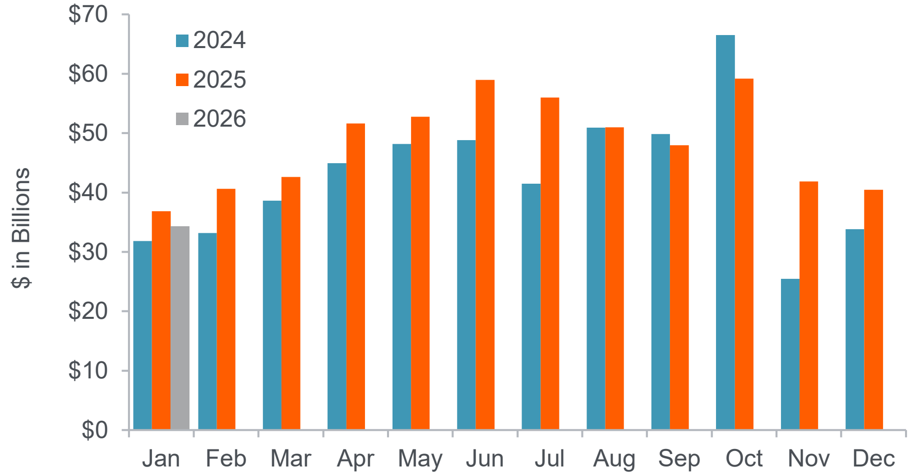


Source: Treasury.gov, Bloomberg

Bond Buyer Revenue Bond Index (BBRBI) shows the average yield on a basket of 25 revenue bonds with 30-year maturities and an average rating equivalent to Moody's "A1" and S&P's "A+."
Bloomberg's BVAL AAA Callable Curve (Muni) is the yield curve of the highest-rated ("AAA" GO) municipal bonds.
SIFMA rate is a weekly short-term index comprised of tax-exempt variable rate bonds which serves as a benchmark floating rate.
Secured Overnight Financing Rate (SOFR) is a benchmark rate at which banks charge each other for short-term loans. SOFR is a replacement for LIBOR.

Municipal Bond Supply and Economic Calendar

Primary Monthly Issuance Volume



Source: Bond Buyer

Economic Outlook

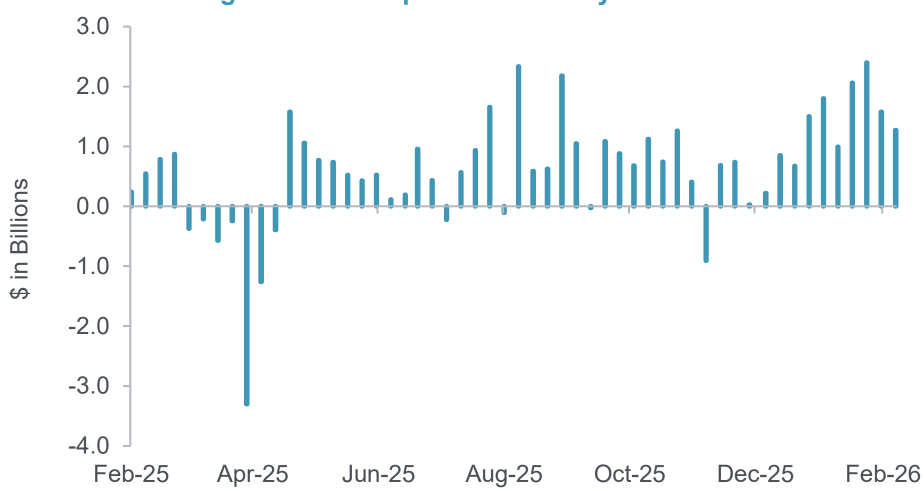
Monday, February 23	Tuesday, February 24	Wednesday, February 25
Factory Orders	Case-Shiller Home Price Index	New Home Sales
	Consumer Confidence	EIA Petroleum Status Report

Thursday, February 26	Friday, February 27	
Durable Goods Orders	International Trade in Goods	
Jobless Claims	PPI-Final Demand	
EIA Natural Gas Report	Chicago PMI	
Fed Balance Sheet	Construction Spending	

Reference Key
Market Moving Indicator
Merits Extra Attention

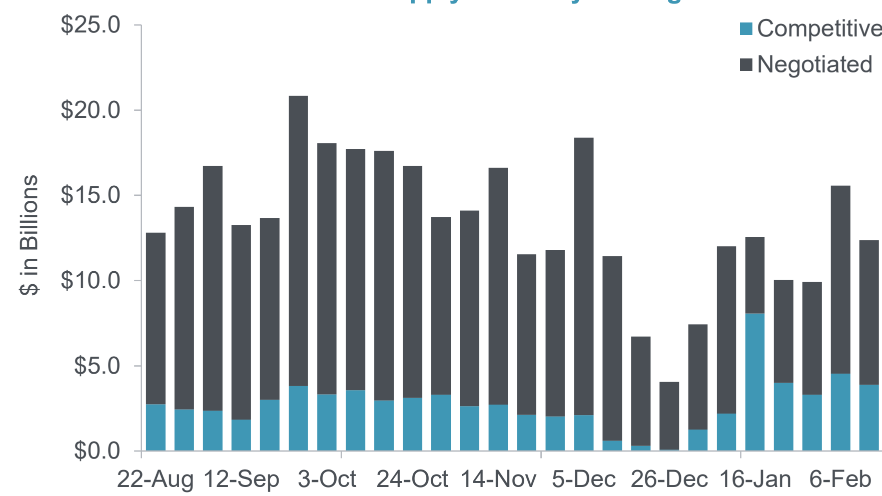
Source: Bloomberg.com

Long-Term Municipal Fund Weekly Net Cash Flows



Source: Lipper

Visible Supply – Weekly Averages



Source: Bond Buyer

Visible Supply reflects the dollar volume of bonds expected to reach the municipal market in the next 30 days.

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