Weekly Review—October 10, 2025

We live in a data-driven world. Meta is in the beginning stages of building the nation's largest AI data center in Louisiana. It's four million square foot campus located on 2,250 acres is expected to generate hundreds of high paying permanent jobs and hundreds of millions of dollars in local investment. Its purpose is to support the next generation of artificial intelligence. Estimated construction cost: $16 billion. The build project has been lauded for its economic benefits to the historically rural, high-poverty region. Meta understands the power of data.

Currently, our U.S. government has a slightly different view of data and its importance. Understanding that our federal government has been shut down for nearly two weeks, data flow has become collateral damage as policy makers and investors are deprived of the critical information generally used to access the overall health of our economy. The Bureau of Labor Statistics, Census Bureau and the Bureau of Economic Analysis are key sources of economic reporting – all impacted by the government shut down. Delayed reports include Construction spending, Jobless claims, Factory orders, Non-farm payrolls and Trade balance. Other reports at risk of being delayed include - but are not limited to - Retail sales, Housing starts and CPI/PPI – key inflation metrics. Without this data, policy makers as well as investors are flying blind.

Although third-party economic data is readily available, the data isn't as comprehensive as government data. Without having the latest government data, the Fed may be hard pressed in justifying another rate cut at this month's policy meeting. The next FOMC meeting is scheduled for October 28-29. By then, the government will have hopefully reopened, and data is readily available…

Dennis Zimmerman Jr.
Senior Vice President
Senior Manager – Asset/Liability Services
Commerce Bank – Capital Markets Group (CMG)

NEW ISSUE MUNICIPAL CALENDAR			
Date	Amount ($)	Description	Maturity
10/14/2025	$8,500,000	South Met Fire Protection District MO GO	2026-2034
10/14/2025	$32,270,000	Johson County Water District #1 KS Rev	2033-2040
10/14/2025	$37,460,000	Salin Airport Authority KS GO	2026-2045

Economic Release	Data Period	Date	Survey	Actual	Prior
NY Fed 1-Yr Inflation Expectations	Sep	10/07/2025	NA	3.38%	3.20%
Consumer Credit	Aug	10/07/2025	$14.000b	$0.363b	$18.053b (rev up)
MBA Mortgage Applications	Oct 3	10/08/2025	NA	-4.7%	-12.7%
U. of Mich. Sentiment	Oct (P)	10/10/2025	54.0	55.0	55.1
U. of Mich. Current Conditions	Oct (P)	10/10/2025	60.0	61.0	60.4
U. of Mich. Expectations	Oct (P)	10/10/2025	51.4	51.2	51.7
U. of Mich. 1 Yr Inflation	Oct (P)	10/10/2025	4.7%	4.6%	4.7%
U. of Mich. 5-10 Yr Inflation	Oct (P)	10/10/2025	3.7%	3.7%	3.7%
Several Economic Releases	Delayed	Due	To	Government	Shutdown

KEY INDICES

	Current	Last Month	One Year Ago
Prime Rate	7.25	7.50	8.00
Discount Rate	4.25	4.50	5.00
Fed Funds Rate	4.09	4.33	4.83
Interest on Reserve Bal.	4.15	4.40	4.90
SOFR	4.13	4.40	4.83
11th Dist COFI (ECOFC)	2.96	2.97	3.26
1-Yr. CMT	3.60	3.68	4.24
Dow	45,479.60	45,490.92	42,454.12
NASDAQ	22,204.43	21,886.06	18,282.05
S&P 500	6,552.51	6,532.04	5,780.05
Bond Buyer	4.83	5.22	3.97

MUNI AA—BQ

3 Mo.	2.27
6 Mo.	2.36
1-Year	2.43
2-Year	2.37
3-Year	2.35
5-Year	2.39
7-Year	2.63
10-Year	2.99
30-Year	4.41

CMO Spreads to Treasuries

	PAC	Vanilla
1-Year	N/A	+45
2-Year	60	65
3-Year	75	90
5-Year	90	100

MBS Current Coupon Yields

GNMA 30 Yr.	5.04%
FNMA 30 Yr.	5.07%
FNMA 15 Yr.	4.39%

Treasuries & New Issue Agencies *(Spread to Treasuries)*

	3 Mo.	6 Mo.	1-Yr.	2-Yr.	3-Yr.	5-Yr.	7-Yr	10-Yr	20-Yr	30-Yr
Treasuries	3.94	3.82	3.62	3.54	3.55	3.67	3.85	4.06	4.61	4.64
Bullets				2	1	0	2	18		
NC-6 Mo.				30	42	55	57	65		
NC-1 Year				12	26	20	45	53		
NC-2 Year					1	0	25	35		