Chapter 8

Municipal Securities

Tax-backed Debt
   General Obligation
      Appropriation-backed - moral obligation

Revenue Bonds

Hybrid Bonds
   Insured bonds - AMBAC, FGIC, FSA, MIBA
   Bank-backed bonds - letter of credit
   Refunded bonds - collateralized with Treasurers
   Asset-backed bonds - special tax, fees

Redemption
   Serial
   Term
   Zeros
      Municipal multiplier

Floaters and Inverse-floaters

Strips
   Partial strips - start as zeros and then become coupon bonds
   Pieces and Strips - break up issue into several different instruments

Taxation Issues