

## S&P Municipal Bond Indices Consultation on the Exclusion of Anticipation Notes – Updated

**NEW YORK, APRIL 28, 2021:** S&P Dow Jones Indices (“S&P DJI”) is conducting a consultation with market participants on a potential change to the S&P AMT-Free Municipal Series Methodology and the S&P National AMT-Free Municipal Bond Index Methodology.

In an effort to clarify the eligibility criteria of certain securities, S&P DJI is considering changing the eligibility criteria to exclude bonds classified as Anticipation Notes. The table below summarizes the proposed change.

| Proposed Change      | Current Methodology  | Proposed Methodology  |
|----------------------|--|---|
| Eligibility Criteria | <p><b>Security Type.</b> The following bond types are specifically excluded:</p> <ul style="list-style-type: none"> <li>Notes</li> </ul> | <p><b>Security Type.</b> The following bond types are specifically excluded:</p> <ul style="list-style-type: none"> <li>Notes (Including Anticipation Notes)</li> </ul> |

For additional details regarding the index methodology, please refer to the [S&P AMT-Free Municipal Series Methodology](#) and the [S&P National AMT-Free Municipal Bond Index Methodology](#).

### IMPACT ANALYSIS

Using data from the April 2021 rebalancing, the table below shows the number and market value weight of the securities that would be dropped under the proposed change.

| INDEX CODE | INDEX NAME   | DROP COUNT <sup>1</sup> | DROP WEIGHT |
|------------|--|-------------------------|-------------|
| SPMUNNY    | S&P New York AMT-Free Municipal Bond Index                     | 0                       | 0.00%       |
| SPMUNUS    | S&P National AMT-Free Municipal Bond Index                     | 15                      | 0.20%       |
| SPMUNCA    | S&P California AMT-Free Municipal Bond Index                   | 1                       | 0.06%       |
| SPMUD28    | S&P AMT-Free Municipal Series Dec 2028                         | 6                       | 0.08%       |
| SPMUD27    | S&P AMT-Free Municipal Series Dec 2027                         | 7                       | 0.07%       |
| SPMUD26    | S&P AMT-Free Municipal Series Dec 2026                         | 10                      | 0.13%       |
| SPMUD25    | S&P AMT-Free Municipal Series Dec 2025                         | 10                      | 0.09%       |
| SPMUD24    | S&P AMT-Free Municipal Series Dec 2024                         | 11                      | 0.12%       |
| SPMUD23    | S&P AMT-Free Municipal Series Dec 2023                         | 26                      | 0.68%       |
| SPMUD22    | S&P AMT-Free Municipal Series Dec 2022                         | 44                      | 0.66%       |
| SPMUD21    | S&P AMT-Free Municipal Series Dec 2021                         | 14                      | 0.17%       |
| SPMDC28    | S&P AMT-Free Municipal Series Callable-Adjusted Dec 2028 Index | 21                      | 0.13%       |
| SPMDC27    | S&P AMT-Free Municipal Series Callable-Adjusted Dec 2027 Index | 16                      | 0.14%       |
| SPMDC26    | S&P AMT-Free Municipal Series Callable-Adjusted Dec 2026 Index | 23                      | 0.28%       |
| SPMUS25    | S&P AMT-Free Municipal Series 2025 Index                       | 4                       | 0.12%       |
| SPMUS24    | S&P AMT-Free Municipal Series 2024 Index                       | 5                       | 0.22%       |
| SPMUS23    | S&P AMT-Free Municipal Series 2023 Index                       | 7                       | 0.30%       |
| SPMUS22    | S&P AMT-Free Municipal Series 2022 Index                       | 12                      | 1.18%       |
| SPMUS21    | S&P AMT-Free Municipal Series 2021 Index                       | 8                       | 0.16%       |

<sup>1</sup> A list of securities corresponding to the drop count is available [here](#).

## IMPLEMENTATION TIMING

S&P DJI is proposing to implement the previously described methodology change, if adopted, in conjunction with the August 2021 rebalancing, which takes effect prior to the market open on Monday, August 2, 2021. If adopted, the change will first be visible to clients in pro-forma files beginning on Thursday, July 1, 2021.

## QUESTIONS

Please answer the following questions and provide S&P DJI with the reasoning behind your answers:

1. **Do you agree with the proposed change to exclude securities classified as Anticipation Notes from the S&P AMT-Free Municipal Series Methodology?**
2. **Do you agree with the proposed change to exclude securities classified as Anticipation Notes from the S&P National AMT-Free Municipal Bond Index Methodology?**
3. **If the proposed change is adopted, do you agree with the proposed implementation date?**
4. **Do you have any other comments or feedback regarding the proposed change outlined above?**

Your participation in this consultation is important as we gather information from various market participants in order to properly evaluate your views and preferences. Please respond to this survey by **May 28, 2021**. After this date, S&P DJI will no longer accept survey responses. Prior to the Index Committee's final review, S&P DJI may request clarifications from respondents as part of that review.

To participate in this consultation, please visit the online survey available [here](#).

For further information about this consultation, please contact S&P Dow Jones Indices at [SPDJI\\_Index\\_Governance@spglobal.com](mailto:SPDJI_Index_Governance@spglobal.com).

*Please be advised that all comments from this consultation will be reviewed and considered before a final decision is made; however, S&P DJI makes no guarantees or is under any obligation to comply with any of the responses. The survey may result in no changes or outcome of any kind. If S&P DJI decides to change the index methodology, an announcement will be posted on our website.*

Thank you for taking the time to complete this survey.

For more information about S&P Dow Jones Indices, please visit [www.spdji.com](http://www.spdji.com).

## CONSULTATION

## ABOUT S&P DOW JONES INDICES

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