MUNICIPAL BONDS | INCOME INVESTING

Muni Bonds Are Yielding 5%. They Rival Stocks Now.

By Andrew Bary Follow

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The global bond selloff has spilled over into the tax-exempt market, with high-grade, long-term municipal bonds now yielding over 5% and offering their highest rates since the 2008-09 financial crisis.

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For many investors who've favored equities over bonds, now may be the time to consider munis because a tax-advantaged 5% rate could stack up well versus stocks in the coming years.