

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

STATE OF MAINE
LEGISLATIVE RESEARCH COMMITTEE

Reports
to the
ONE HUNDRED AND FOURTH LEGISLATURE
Volume One

January, 1969

Legislative Research Committee

Publication 104-20 (Vol. I)

STATE OF MAINE
LEGISLATIVE RESEARCH COMMITTEE

REPORTS
TO THE
ONE HUNDRED AND FOURTH LEGISLATURE
VOLUME ONE

JANUARY, 1969
LEGISLATIVE RESEARCH COMMITTEE
PUBLICATION 104-20 (VOL. I)

LEGISLATIVE RESEARCH COMMITTEE

Senator Horace A. Hildreth, Jr., Falmouth, Chairman
 Resigned August 14, 1968
 Senator Kenneth P. MacLeod, Brewer, Chairman
 Elected September 19, 1968
 Representative Samuel A. Hinds, Vice Chairman

From the Senate:

Sam A. R. Albair, Caribou
 Armand Duquette, Biddeford
 Harvey Johnson, Smithfield
 Carlton D. Reed, Jr., Woolwich
 Appointed October 20, 1967
 Joseph Sewall, Old Town
 Appointed August 16, 1968
 Roger V. Snow, Jr., Falmouth
 Resigned October 18, 1967
 J. Hollis Wyman, Milbridge

From the House:

Ethel B. Baker, Orrington
 David B. Benson, Southwest Harbor
 Albert E. Cote, Lewiston
 William E. Dennett, Kittery
 Louis Jalbert, Lewiston
 Emilien A. Levesque, Madawaska
 Harrison L. Richardson, Cumberland Center
 Raymond M. Rideout, Jr., Manchester
 Rodney E. Ross, Jr., Bath

Ex Officio:

Joseph B. Campbell, Augusta
 President of the Senate
 David J. Kennedy, Milbridge
 Speaker of the House

Office of Legislative Research:

Samuel H. Slosberg, Gardiner, Director
 David S. Silsby, Augusta, Assistant Director

Office of Legislative Finance:

Frederick W. Kneeland, Augusta, Finance Officer
 Resigned July 12, 1968
 William H. Garside, Augusta, Finance Officer
 Appointed July 17, 1968
 Samuel A. Hinds, Assistant Finance Officer
 Appointed November 20, 1968; Effective, January 1, 1969

LETTER OF TRANSMITTAL

January 1, 1969

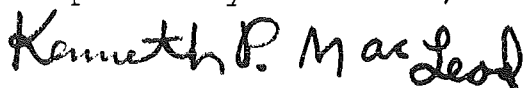
To the Members of the 104th Legislature:

It is my honor to transmit herewith the first volume of studies authorized by the 103rd Legislature for Legislative Research Committee study and determination during this past biennium.

This volume, designated as Legislative Research Committee publication 104-20 (Vol. I), combines in a single publication the findings and recommendations developed in ten specific areas of study which are individually reported in committee publications numbered 104-1 through 104-10.

The Members of the Committee wish to express their appreciation for being chosen to participate in these assignments and sincerely hope the reports contained herein will prove of benefit to the Members of the Legislature and the people of the State of Maine.

Respectfully submitted,



KENNETH P. MACLEOD, Chairman
Legislative Research Committee

PROPOSED BILLS TO BE SUBMITTED TO THE 104TH LEGISLATURE

	Page
AN ACT to Create the Wildlands Use Regulation Commission-----	8
AN ACT Relating to Reports of the Managers of the Maine Industrial Building Authority and the Maine Recreation Authority-----	42
AN ACT Providing for Legal Assistance by the State to Municipalities in Property Valuation Cases-----	65
AN ACT Providing for Annual Revision of State Valuation-----	66
AN ACT Abolishing the Campaign Reports Committee-----	89
RESOLVE, Proposing an Amendment to the Constitution Providing for Convening of the Legislature at Such Times as the Legislature Deems Necessary-----	98
AN ACT Increasing Compensation of Members of the Legislature---	108
AN ACT Establishing the Municipal Public Employees Labor Relations Law-----	139
AN ACT Reclassifying Prestile Stream of the Meduxnekeag River Basin-----	173
RESOLVE, Reimbursing Mars Hill Utility District for Bonds Issued for Sewer Construction-----	174
AN ACT Providing for Transportation of Passengers in Units of Trucking Equipment on a Test Basis-----	187

C O N T E N T S

	Page
Legislative Research Committee Membership-----	ii
Letter of Transmittal-----	iii
Proposed Legislation-----	iv
Table of Contents-----	v
 Research Reports:	
Wildlands Use Regulation-----	1
(Photo Essay inserted as Appendix F)	
Maine Industrial Building Authority-----	35
State Valuation Procedures-----	43
Joshua L. Chamberlain Toll Bridge-----	68
Legislative Procedures, Sessions and Compensation-----	77
Tax Sharing vs Grants-in-Aid-----	109
The Municipal Public Employees Labor Relations Law-----	132
Insurance Transactions-----	158
State Obligation to Mars Hill-----	165
Transportation of Passengers by Motor Truck-----	180

STATE OF MAINE
LEGISLATIVE RESEARCH COMMITTEE

REPORT ON
TRANSPORTATION OF PASSENGERS
BY MOTOR TRUCK
to
ONE HUNDRED AND FOURTH LEGISLATURE

JANUARY, 1969
Legislative Research Committee
Publication 104-10

SUBCOMMITTEE ON TRANSPORTATION BY MOTOR COMMON CARRIER

CHAIRMAN - Harvey Johnson

VICE CHAIRMAN - Raymond M. Rideout, Jr.

Joseph B. Campbell

Albert E. Cote

Louis Jalbert

Horace A. Hildreth, Jr., Ex Officio

Kenneth P. MacLeod, Ex Officio

WHEREAS, passenger transportation service and costs are important factors in the economic and industrial growth of this State; and WHEREAS, the discontinuance of all passenger transportation by rail and the curtailment of some passenger transportation service by bus has reduced or eliminated public transportation service to numerous points within this State; now, therefore, be it ORDERED, the House concurring, that the Legislative Research Committee study the feasibility, safety and desirability of carrying of passengers by motor common carrier, in combination with existing freight operations, through the utilization of modified truck-tractors capable of handling passengers, and to report to the 104th Legislature any recommendations for legislation relating to the above-mentioned concept; and be it further

ORDERED, that the Committee shall have the authority to employ such expert and professional advice as it shall deem necessary within the limits of the funds provided; and be it further

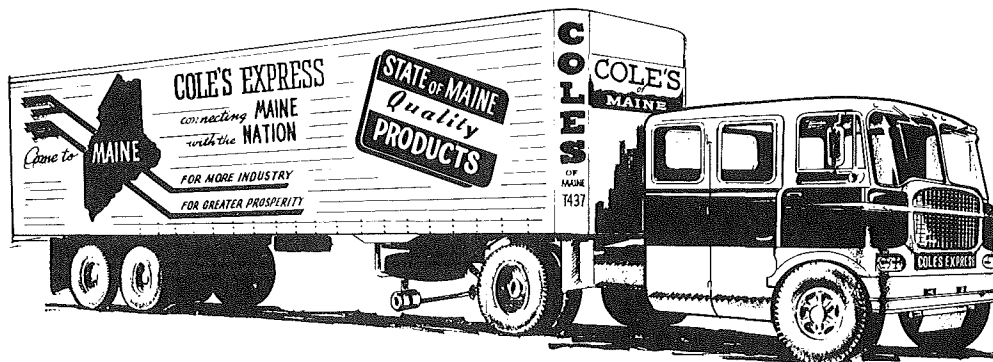
ORDERED, that the Committee is authorized to establish test operations as a part of its study, in conjunction with the Public Utilities Commission, and that said Commission is hereby authorized to expend such additional funds as may be necessary for said study. Such test studies shall be exempt from regulation; and be it further

ORDERED, that there is appropriated to the Committee from the Legislative Appropriation the sum of \$5,000 to carry out the purposes of this order.

Early in 1961 formal application was submitted to the Maine Public Utilities Commission for authority to transport passengers over a certain route, by a holder of an existing certificate for the transportation of freight and merchandise for hire along the same specified route. As the applicant proposed to combine the carrying of passengers with his existing freight operations through the use of a new conveyance called a truck-bus, rather than operate a new and separate service, a new concept in public transportation appeared which was quick to gain national attention.

Although the Public Utilities Commission saw fit to deny this application, not only for the lack of satisfactory proof of public convenience and necessity, but for the adverse effect of loss of revenue to established passenger carrier operations, the decree did recognize the merits of the proposal and suggest additional study, "as a possible solution to some of the public transportation problems."

Since that time this unique idea has continued to find support principally as an economical secondary means of public transportation,

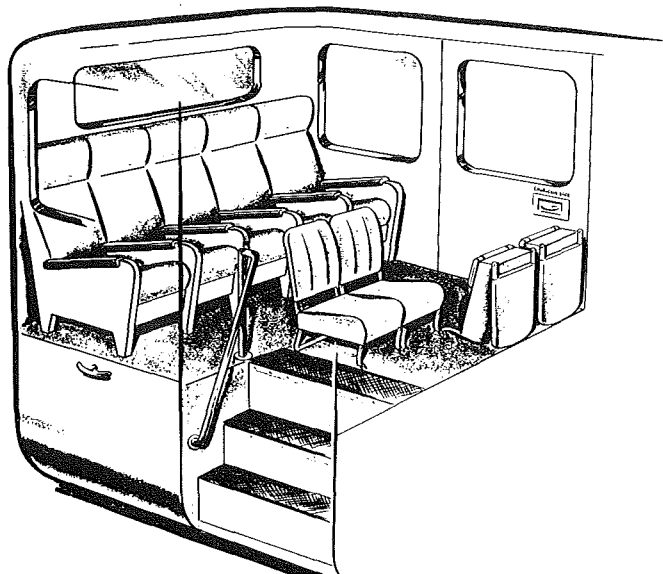


feeding existing lines and serving people in remote areas of the State where present transportation facilities are either not direct or nonexistent, and also as a supplement to current scheduled runs between those points where sufficient demands are indicated.

Upon consultation with the Public Utilities Commission, pursuant to the preceding order directing the Legislative Research Committee to study the situation, the Committee found that a number of towns and cities located within the State of Maine having a population of 3,000 or more are not served by bus transportation and are listed as follows:

Dover-Foxcroft	Madison
Eliot	Sanford
South Berwick	Gorham
Oakland	Dexter
Windham	Fort Fairfield*

*Fort Fairfield - no direct service. Passengers holding through tickets are provided taxi service at no extra cost between Caribou and Fort Fairfield.



Millinocket - no direct service. Passengers are provided connecting scheduled taxi service.

The Committee acknowledges that in addition to this survey there are unquestionably many thousands of Maine citizens living in communities of less than 3,000 which are not served by convenient bus transportation.

The Committee also inquired as to whether or not the Public Utilities Commission has statutory authority to authorize the transporting of passengers by truck on a trial basis for a specific period of time as the legislative order suggests. The Committee found that Title 35 of the Revised Statutes, section 1505, sets forth that no person, firm or corporation shall operate a motor vehicle on the highways of this State in any city or town without first obtaining from the commission a certificate permitting such operation. Said certificate further specifies that before granting the certificate the commission must find that public convenience and necessity requires such operation. The commission is empowered to issue a temporary certificate authorizing the operation, but said certificate may not be issued for a period longer than thirty days and may not be extended or renewed. The commission therefore took the position that under the terms of the governing statute, it has no statutory authority to issue a certificate on a trial basis, for the requisite finding of public convenience and necessity would, if met, require the commission to issue a permanent certificate or in the alternative if not met by substantial evidence, then said request for the certificate must be denied.

By a ruling of the Supreme Judicial Court of Maine the orders of the Public Utilities Commission must be based solely on statutory authority and in the absence of that authority all orders and decrees of the commission are a nullity.

In determining whether or not to proceed to amend the appropriate statute to enable a trucking company to transport passengers in a unit of trucking equipment on a test basis the Committee scheduled two separate public hearings, the first of which was held on February 28, 1968, involving proponents of the measure. At the second hearing held on March 14, 1968 consideration was given to all existing transportation facilities and the effect of such a development upon them.

Following the close of these hearings the Committee reached the conclusion that there was a definite need for suitable statutory authority providing for meaningful tests under properly supervised conditions. The Committee felt that where private industry was willing to invest a sizable amount of capital for the purpose of testing the merits of such a proposal then the State should at least provide sufficient authority to allow such experimentation, provided existing transportation facilities are fully protected and not in any way jeopardized.

The Committee further supports this conclusion by submitting the following draft legislation providing for the issuance of trial certificates for testing such cases under the jurisdiction of the Public Utilities Commission and recommends its passage.

AN ACT Providing for Transportation of Passengers in Units of Trucking Equipment on a Test Basis.

Be it enacted by the People of the State of Maine, as follows:

Sec. 1. R. S., T. 35, §1505, amended. Section 1505 of Title 35 of the Revised Statutes is amended to read as follows: §1505. Certificates for operation; baggage; mail and express for hire

No person, firm or corporation shall operate a motor vehicle or vehicles as described in section 1501 on any street or highway in any city or town of this State, without obtaining from the commission a certificate permitting such operation. Nor shall the commission issue an original certificate or amend a certificate unless it finds after public hearing that public convenience and necessity require such operation. The commission may, in its discretion and for good and sufficient reason, issue a temporary certificate authorizing such operation and hold the prescribed hearing at a later date and then determine whether a certificate shall be finally issued; but no temporary certificate shall be issued for a period longer than 30 days. The commission may in its discretion issue a trial certificate authorizing operations described in section 1501 on an experimental basis. No trial certificate shall be issued until after a public hearing has been held and in determining whether or not to issue such certificate the commission shall give due regard to whether the public interest will be served by the proposed experiment and the effect the proposed experiment will have upon existing carriers. The commission order authorizing the issuance of a trial certificate shall contain a limitation with regard to the time period during which the experiment will be conducted and such other terms,

conditions and limitations as the commission deems consistent with the public interest. No temporary certificate shall be extended or renewed, and no temporary or trial certificate shall be issued, unless the applicant has paid the fees and has established proof of financial responsibility for liability for personal injury or property damage as required by sections 1510 to 1512.

The commission may authorize transportation of baggage, mail and express for hire in passenger motor vehicles in such cases as the said commission, after notice given to motor carriers operating under chapter 93 and to the extent therein provided, and after hearing, at which persons protesting shall be heard on such matters as may be applicable under this or other laws, finds the transportation of baggage, mail and express for hire in passenger vehicles to be in the public interest. Such authority shall be made a part of the certificate of public convenience and necessity described above and may be made subject to such terms, conditions and restrictions as said commission may prescribe.

Sec. 2. R. S., T. 35, §1644, amended. Section 1644 of Title 35 of the Revised Statutes is amended to read as follows:
§1644. Certificate holders exempted

A license shall not be required to be obtained by a common carrier transporting passengers under a certificate issued pursuant to section 1505 and such common carriers may transport between any points in the State of Maine special or charter parties under such rules and regulations as the commission shall have prescribed. This section shall not apply to the holders of a trial certificate as described in section 1505.

MAINE INDUSTRIAL BUILDING AUTHORITY

10th ANNUAL REPORT



PURPOSE OF THE MAINE INDUSTRIAL BUILDING AUTHORITY

The Maine Industrial Building Authority is a State agency created by act of the Legislature in 1957 in order to stimulate the flow of private investment funds into mortgage loans made for industrial and certain agricultural and fishing enterprises for the purpose of furthering economic expansion in the State. Complete financing of an eligible project is made possible by the Authority pledging the faith and credit of the State in the form of a 100% guarantee of a first mortgage loan

amounting to the maximum of the sum of 90% of the real estate cost and 75% of the machinery and equipment cost of the project. The remainder of the cost is usually provided by a local non profit corporation which will own and lease the property to an eligible tenant for a term sufficient to amortize the first mortgage loan. The tenant may make an arrangement with the local development corporation to acquire the project at a nominal cost at the end of the lease period.

PURPOSE OF THIS REPORT

This report covers the work of the Authority for the first ten years of its existence. The statistics and financial statements, contained here-

in, attest to the effectiveness of the Authority and the sound fiscal condition of the Mortgage Insurance Fund.

MEMBERS:

CARLETON G. LANE
Chairman—Portland
President Union Mutual Life Insurance Company

ARNOLD T. GELLERSON
Vice Chairman—Dover-Foxcroft
President, Piscataquis Savings Bank

JAMES K. KEEFE
Treasurer—Waterville
Commissioner, Department of Economic Development

JAMES M. PIERCE—Houlton
President, The First National Bank of Houlton

HARRY FITZHENRY—Lubec
Plant Manager (Ret.), American Can Company

JOHN P. CAREY—Bath
Attorney

J. ARTHUR CLOUTIER—Lewiston
Vice President, Canal National Bank

JOHN McPIKE—Hampden
President, Dead River Company

WILLIAM D. DEANS—Biddeford
Treasurer, Saco and Biddeford Savings Institution

MANAGER AND SECRETARY:

RODERIC C. O'CONNOR—Hallowell

MIBA



CHAIRMAN'S REPORT

MIBA is now more than ten years old. In this time it has clearly demonstrated that the original idea on which it was founded was sound. With its help, private capital has financed high ratio loans to individual businesses which collectively have contributed greatly to the economic expansion of the State of Maine. While essentially the State's credit was used to underwrite the risk by insuring payment of each loan, not a single penny has actually been required of the State for this purpose - a small premium charged the borrowers for this insurance has been more than sufficient to cover all requirements to date, including operating costs.

All of this has been accomplished with a minimum of staff and red tape and a maximum of cooperation with prospective borrowers and lenders. It has been a happy melding of government with private enterprise with much of the benefit accruing to the communities where these MIBA insured projects are located and to the citizens who reside nearby. It has also been a rewarding experience for the members of the Authority, all eight original public members of which have been appointed and reappointed to serve for this initial decade.

A handwritten signature in gold ink that reads "Carleton G. Lane". The signature is written in a cursive, flowing style.

Carleton G. Lane, Chairman



MANAGER'S REPORT

During ten years since early in 1958, the Maine Industrial Building Authority has made possible high percentage mortgage financing of 52 new or expanded industrial plants, costing 28 million dollars, with approximately 2.7 million square feet of floor space, and providing some 4000 jobs for citizens of 40 communities of the State, located in fifteen of its sixteen counties. Eight of these plants have operated so successfully in new facilities that expansion has been warranted, and in four cases three successive expansions have taken place.

In the calendar year 1967 ten mortgage loans were insured for an aggregate amount of \$8,667,234, a far greater amount than in any previous year due to inclusion of the largest loan insured to date of \$6 million for the sugar beet plant at Easton. At the end of the year eight commitments to insure loans, upon completion of the projects, were outstanding in the total amount of \$3.3 million. These plants are in various stages of planning or construction and will be completed and the loans insured in 1968.

In ten years, the Members of the Authority have been called upon to consider and pass judgment on approximately seventy-five proposed industrial projects, all but a very few have been approved under reasonable, prescribed conditions. However, several approved projects have been financed conventionally and others postponed or dropped for a variety of reasons, thus accounting for the difference between the number of projects approved and the number insured or presently committed.

Numerically, assistance has been given equally to existing Maine firms and to firms new to the State, though in dollar amount new industries have benefited substantially more. Diversification of product line includes: Processed foods (15), metalwork (7), shoes (7), woodwork (6), lumber (3), leather (2) textiles (2), and misc. (10). Face amounts of loans insured vary from \$15,000 to \$6,000,000, with a median figure of \$250,000.

Four insured loans have been repaid in full in the total amount of one million dollars, and installment principal payments on other loans have reduced outstanding insurance obligations by approximately \$2.5 million.

On the darker side, but inevitable in such a high percentage loan program, there have been five cases of default in mortgage payments, when the Authority was obligated to pay claims under its mortgage insurance agreements. In three of these cases, new tenants for the property were found and arrangements made whereby the Authority was reimbursed all but a small portion of claim payments. In the other two cases the original tenants continue to occupy the premises, are currently meeting rental payments and are expected to make payment of rentals now in arrears; such payments, when made, will serve to reimburse the Authority for claims paid on the defaulted loans.

The Authority starts the year 1968 in sound financial condition as evidenced by statements for the fiscal year ending June 30, 1967, contained in this report. The Mortgage Insurance Fund, or reserve for future losses, had accumulated to \$980,000 at the end of the year 1967.

The program of the Authority which in the past has encompassed insurance of mortgage loans made for both new and existing industrial buildings and new and used industrial machinery and equipment, was expanded by the Legislature in 1968, following approval of a Constitutional Amendment by the voters in late 1967, to include certain property used by agricultural and fishing enterprises, including farm machinery and equipment and documented fishing vessels.

The effectiveness of the MIBA program has largely depended on the cooperation of the private lending institutions - commercial banks, savings banks, insurance companies, pension funds, etc.-- that have made the insured loans. These fine institutions and the many industrial firms benefited by, or interested in using the MIBA program are increasingly aware of the mutual benefits derived from high percentage insured mortgage financing.

Review of the diverse list of industries aided by MIBA during the ten year period and consideration of the new jobs and additional taxable values created, leaves no doubt of the beneficial impact on the economy of the State of the far-sighted program administered by the eight public spirited Members of the Authority; all of whom have given much of their time and the benefit of their knowledge, experience and good judgment over the entire period.


Roderic C. O'Connor, Manager



STATE OF MAINE
DEPARTMENT OF AUDIT
AUGUSTA, MAINE 04330

ARMAND G. SANSOUCY
STATE AUDITOR

AREA CODE 207
TEL.: 623-4511, EXT. 577

GARLAND C. LEWIS
DEPUTY STATE AUDITOR

March 4, 1968

Mr. Carleton G. Lane, Chairman
Maine Industrial Building Authority
State Office Building
Augusta, Maine

Dear Mr. Lane:

In accordance with Title 5, Section 243, Maine Revised Statutes Annotated of 1964, as amended, an audit has been conducted of the financial records of the Maine Industrial Building Authority for the year ended June 30, 1967.

The examination was made in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and such other auditing procedures as were considered necessary in the circumstances.

In our opinion, the exhibits contained in this report present fairly the financial position of the Maine Industrial Building Authority and the results of the financial operations for the period indicated.

Respectfully submitted,

Armand G. Sansoucy
Armand G. Sansoucy
State Auditor

AGS:lf
cc: Mr. Roderic O'Connor
Manager

MORTGAGE INSURANCE FUND

BALANCE SHEET

At June 30, 1967

ASSETS

Cash:

Demand Deposits	\$ 6,467.52	
Time Deposits	735,000.00	\$741,467.52
U. S. Government Notes		24,706.95
Mortgage Notes Receivable		132,565.57
Accounts Receivable		1,056.20
Total		\$899,796.24

LIABILITIES AND FUND BALANCE

Liabilities:

Accounts Payable	\$ 407.13	
Escrow Reserve	3,491.46	\$ 3,898.59

Fund Balance:

General Fund Advance	\$500,000.00	
Unappropriated Surplus	395,897.65	895,897.65
Total		\$899,796.24

Note: Contingent Liability -- as guarantor of insured mortgages aggregating \$15,357,848.33.
State Bonds of \$40,000,000 are authorized but not issued for this purpose.

FINANCIAL REPORT June 30, 1967

STATEMENT OF INCOME AND EXPENSE

Fiscal Year Ended June 30, 1967

INCOME:

Insured Mortgage Fees		\$130,098.74
Interest Earned on:		
Time Deposits	\$ 23,824.10	
U. S. Government Notes	520.00	
Mortgage Notes Receivable	5,427.84	29,771.94
Total		\$159,870.68

EXPENSE:

Employees' Salaries and Retirement Contributions		\$ 19,086.66
Legal and Professional Services		9,282.89
Travel-Employees		2,655.78
Travel-Members		1,098.64
Telephone		806.22
Printing and Publishing		793.90
Office Supplies		760.05
Postage		167.20
Miscellaneous		459.15
Total		\$ 35,110.49

EXCESS OF INCOME OVER EXPENSE **\$124,760.19**

ANALYSIS OF FUND BALANCE

Fund Balance - July 1, 1966	\$796,822.45
Addition:	
Excess of Income over Expense	124,760.19
	\$921,582.64
Deduction:	
Payments to Mortgagee Banks - Defaulted loans	25,684.99
Fund Balance - June 30, 1967	\$895,897.65

MIBA INSURED LOANS - 1958-1967

Tenant Company Location Principal Product	Total Cost of Project	MIBA Insured Loan	Floor Space Employment	Permanent Financing Provided by
Kennebec Cooler Corporation (1) Thorndike Bulk milk coolers	40,000	25,000	6,400 sq. ft. 15	Federal Trust Company, Waterville Central Realty Association, Thorndike
Paragon Glass Works, Inc. Lewiston Christmas tree ornaments	551,000	480,000 (2)	96,000 sq. ft. 75	First-Manufacturers National Bank, Lewiston Lewiston Ind. Dev. & Plan. Corp.
Maine Metal Finishing Company Gorham Plating and anodizing	60,000	54,000	6,600 sq. ft. 15	Maine Savings Bank, Portland Gorham Development Corporation
L. S. Thorsen Corporation Hancock Light metal fabrications	105,000	90,000	16,000 sq. ft. 60	Union Trust Company of Ellsworth Junction Development Corporation, Hancock
King Cole Foods, Inc. Bangor Potato Chips	137,000	110,000	14,000 sq. ft. 50	Maine Savings Bank, Portland Penobscot Development Corporation, Bangor
Hussey Manufacturing Company (3) North Berwick Bleachers - steel fabrications	155,000	124,009 (2)	26,400 sq. ft. 25 (additional)	Bath Savings Institution North Berwick Industrial Realty Corporation
Wilton Tanning Company Wilton Sheepskin leather	278,000	250,000	31,000 sq. ft. 80	Depositors Trust Company, Wilton Wilton Realty Corporation
Joseph M. Herman Shoe Company Scarborough Men's work and sport shoes	377,700	337,300 (2)	55,300 sq. ft. 315	Portland Savings Bank Scarborough Industrial Corporation
Northeast Industry, Inc. Calais Wooden novelties	150,000	100,000	15,000 sq. ft. 45	Calais Federal Savings and Loan Association Calais Development Inc.
Hamilton & Sons, Inc. Auburn Sheet metal fabrications	33,000	30,000	5,000 sq. ft. 15	First-Manufacturers National Bank, Lewiston The Auburn Growth Corporation #2
Morningstar-Paisley, Inc. (1) Houlton Potato starch and derivatives	900,000	810,000	60,000 sq. ft. 50	The First National Bank of Houlton First Houlton Development Realty Corporation
Chemetron Corporation Saco Industrial gases	80,000	72,000	8,000 sq. ft. 15	Portland Savings Bank Area Building Corporation, Saco
Vahlsing, Inc. Easton Processed potatoes	2,300,000	1,618,800 (2)	176,000 sq. ft. 600	The First National Bank of Fort Fairfield Easton Development Corporation
Potato Service, Inc. Presque Isle Processed potatoes	1,400,000	1,000,000	110,000 sq. ft. 800	Old Colony Trust Company, Trustee Greater Presque Isle Development Corporation
Hancock-Ellsworth Tanners, Inc. Hancock Sheepskin leather	800,000	682,422	70,000 sq. ft. 100	The Liberty National Bank in Ellsworth Hancock Development Corporation
Sylvania Electric Products, Inc. (1) Waterboro Machinery	162,000	144,000	23,000 sq. ft. 50	Portland Savings Bank Waterboro Industrial Building Corporation
Casco Printing Company Portland Commercial printing	134,000	107,000 (2)	15,000 sq. ft. 45	Maine Savings Bank, Portland Area Dev. Council Project #2, Inc., Portland
Alco Packing Company Winslow Cattle slaughtering	250,000	160,000	12,000 sq. ft. 30	Federal Trust Company, Waterville Kennebec Realty Corporation, Winslow
Houlton International Corporation (3) Houlton Novelty wood turnings	60,000	50,000	4,000 sq. ft. 10 (additional)	Houlton Trust Company Second Houlton Development Realty Corporation
Jordan's Ready-To-Eat Meats, Inc. Portland Processed meats	575,000	437,000	25,000 sq. ft. 85	Casco Bank & Trust Company, Portland Area Dev. Council Project #1, Inc., Portland
Guilford Industries, Inc. (3) (1) Newport Yarns and carpet	207,000	175,000	25,000 sq. ft. 25 (additional)	Union Mutual Life Insurance Company, Portland Newport Industrial Corporation
Lyn-Flex Industries, Inc. Saco Innersoles	655,000	588,000	98,000 sq. ft. 130	Saco and Biddeford Savings Institution Area Building Corporation #2, Saco

(1) Loan Repaid - insurance terminated (2) Includes additional loan or loan

INSURED LOANS - 1958-1967

Tenant Company Location Principal Product	Total Cost of Project	MIBA Insured Loan	Floor Space Employment	Permanent Financing Provided by
Eric W. Kelley Peatmoss Co. Centerville Peat moss	20,000	15,000	6,300 sq. ft. 10	The Merrill Trust Company, Trustee, Bangor Second Jonesport Corporation
General Electric Company Auburn Electrical machinery	542,000	460,000	55,000 sq. ft. 100	Casco Bank & Trust Company, Auburn The Auburn Growth Corporation
Wilfred Goodman Wiping Cloth Co. Auburn Wiping cloths	35,000	20,000	4,000 sq. ft. 10	Auburn Savings Bank The Auburn Growth Corporation #3
Bridgton Knitting Mills, Inc. Bridgton Knitted cloth	450,000	370,860	47,000 sq. ft. 125	Casco Bank & Trust Company Bridgton Development, Inc.
Truitt Brothers, Incorporated Belfast Men's shoes	650,000	500,000	61,200 sq. ft. 300	Union Mutual Life Insurance Company, Portland Belfast Civic Group
Charles A. Eaton Company (1) Richmond Men's shoes	312,000	278,000	44,100 sq. ft. 250	Depositors Trust Company, Augusta Richmond Industrial Development Corporation
Bird & Son, Inc. Waterville Corrugated boxes	250,000	204,000	46,000 sq. ft. 40	Union Mutual Life Insurance Company, Portland Waterville Development Corporation
Ward Cabin Company Houlton Cedar homes	64,400	54,900	20,000 sq. ft. 25	Houlton Trust Company Fourth Houlton Development Realty Corp.
Robert-Ellen Shoe Co., Inc. Newport Men's and women's shoes	148,000	118,000	20,000 sq. ft. 125	Piscataquis Savings Bank, Dover-Foxcroft Newport Development Corporation
Congress Sportswear Company, Inc. Bath Men's and women's sportswear	356,000	303,040	42,000 sq. ft. 130	First National Bank of Portland, Bath Bath Industrial Development Corporation
Circus Time, Inc. South Portland Potato chips	130,000	116,000	12,500 sq. ft. 20	First National Bank of Portland, Trustee South Portland Board of Industry, Inc.
Stover-Plywood Corporation (3) Greenville Prefinished plywood panels	65,000	58,000	12,500 sq. ft. 15 (additional)	Piscataquis Savings Bank, Dover-Foxcroft Greenville Industrial Corporation
Hillcrest Poultry, Inc. Lewiston Egg hatchery	692,000*	540,100 (2)	105,000 sq. ft. 40	Casco Bank & Trust Company, Auburn Lewiston Building Corporation
Hallowell Shoe Company Augusta Women's shoes	755,000	680,000	112,000 sq. ft. 325	First National Granite Bank, Augusta Augusta Board of Trade
Maine Sugar Industries, Inc. Easton Refined beet and cane sugar	8,000,000	6,000,000	200,000 sq. ft. 400	First National Bank of Boston, Trustee Aroostook Development Corporation, Easton
Clark Shoe Company (3) Auburn Women's shoes	400,000*	350,000	250,000 sq. ft. 500	First-Manufacturers National Bank, Lewiston The Auburn Growth Corporation #5
Saunders Hardwood Specialties, Inc. Dover-Foxcroft Hardwood lumber and dowels	310,500	250,584	30,000 sq. ft. 15	Union Mutual Life Insurance Company, Portland Dover-Foxcroft Development Corporation
Maine Egg Farms, Inc. Greene Egg processing	1,064,300*	892,000	134,000 sq. ft. 40	Casco Bank & Trust Company, Auburn Greene Development Corporation
Paris Manufacturing Company (3) South Paris Furniture and sleds	550,000*	472,000	58,800 sq. ft. 15	Casco Bank & Trust Company, Portland Oxford Hills Dev. Corp., South Paris
North Waterford Spool Company (3) North Waterford Wooden spools	166,500*	112,000	10 (additional)	First National Bank of Portland Waterford Development Corporation
Wendell W. Shaw Fort Fairfield Potato packing	90,000*	79,150	13,000 sq. ft. 5	Northern National Bank, Fort Fairfield Border Dev. Corp. No. #1, Fort Fairfield
Messina Lumber Company Wiscasset Hardwood and softwood lumber	450,000*	300,000	25,000 sq. ft. 50	First National Bank of Portland, Bath Area Development Corporation of Wiscasset
(3) Expansion of an existing plant	* Includes machinery and equipment			



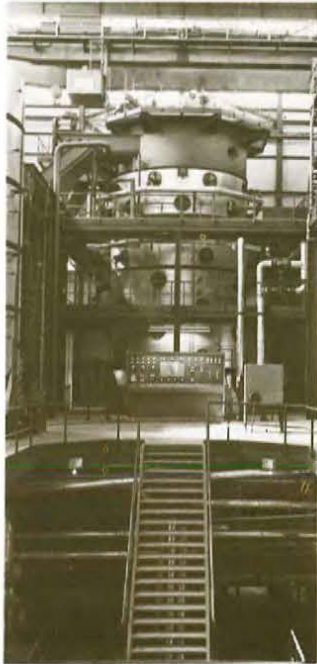
INSURED LOANS 1958 - 1967

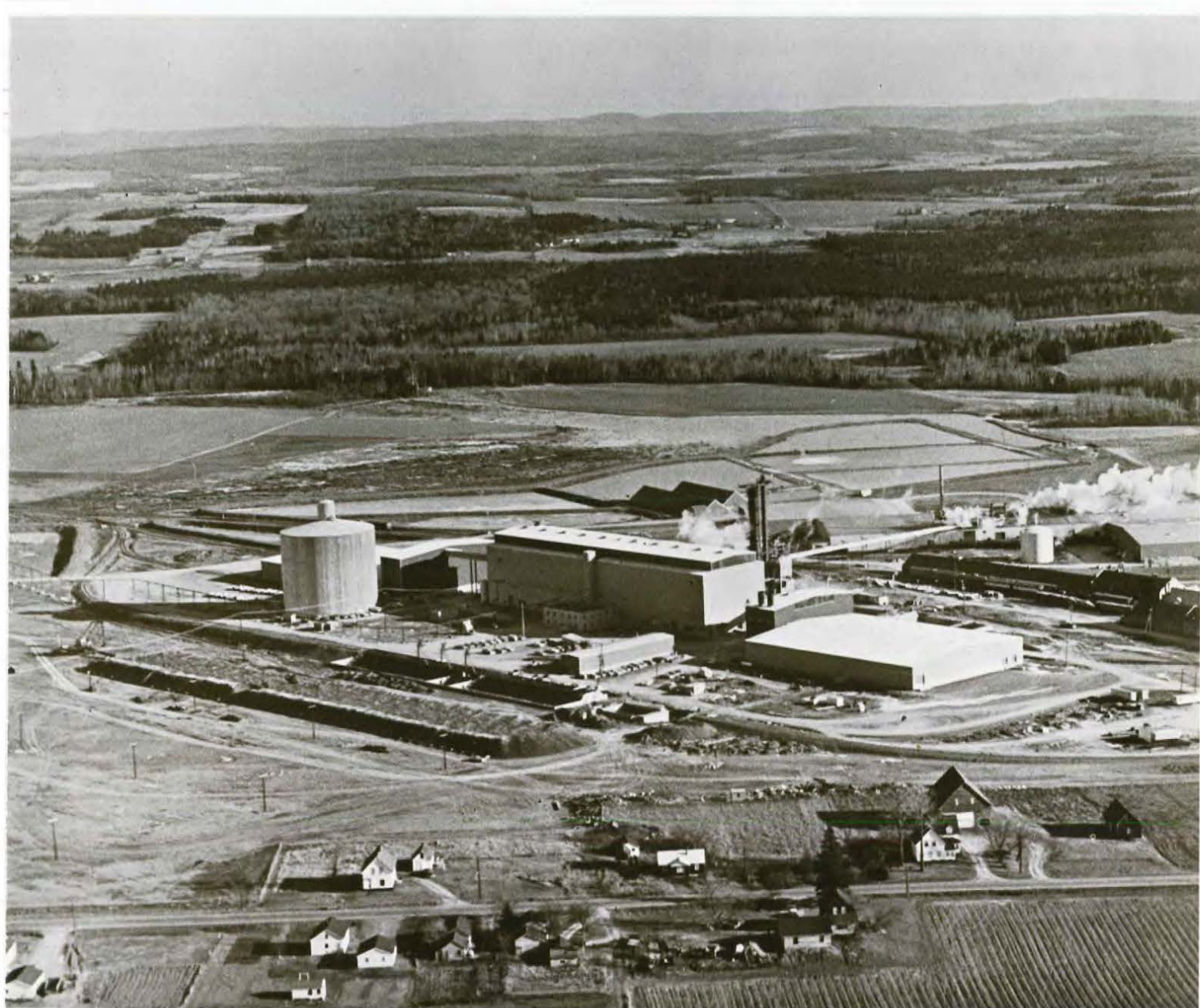
Top - Sylvania Electric Products, Inc., Water-
boro

Right - 90 foot high diffuser at Maine
Sugar Industries

Far Right - General Electric Company, Auburn

Below - Hatchery complex, Hillcrest Poultry,
Inc., Lewiston





Above - Maine Sugar Industries, Inc., Easton

Below - Messina Lumber Company, Wiscasset



MIBA COMMITMENTS

In order to facilitate construction or acquisition of an eligible project for which the Authority has agreed to insure a long term mortgage loan, a Conditional Mortgage Insurance Agreement is issued. This is a commitment by the Authority to insure a loan for a specified amount, upon completion of the project. With this commitment the local development corporation is able to obtain temporary financing from private lending sources. The temporary loan is repaid from the proceeds of the insured long term mortgage loan.

OUTSTANDING COMMITMENTS - December 31, 1967

Tenant Company Location Principal Product	Total Cost of Project	MIBA comm- itments	Floor Space	Permanent Financing Provided by
Co-Hen Egg Company Dayton Egg processing	\$1,085,000*	915,000	180,000 sq. ft.	Casco Bank & Trust Company, Portland Dayton Development Corporation
DeCoster Egg Farms, Inc. Turner Egg processing	727,000*	540,000	171,600 sq. ft.	Canal National Bank, Lewiston Turner Development Corporation
Maine Shipbuilding Corporation Rockland Fiberglass boats	592,700*	502,030	52,800 sq. ft.	First National Bank of Portland, Rockland Knox General Corporation, Rockland
Madawaska Woodworks, Inc. Madawaska Pallets	152,000*	100,000	7,900 sq. ft.	Northern National Bank, Madawaska Madawaska Industrial Development, Inc.
Vahlsing, Inc. (Expansion) Easton Processed potatoes	750,000	675,000	76,800 sq. ft.	The First National Bank of Fort Fairfield Easton Development Corporation
Thurston Aircraft Corporation Sanford Metal fabrication-aircraft	46,500*	38,700	5,750 sq. ft.	Canal National Bank, Saco Research Development Corporation, Sanford
Volk Packaging Corporation Biddeford Corrugated boxes	344,800*	288,000	19,200 sq. ft.	Canal National Bank, Saco The First Business Dev. Corp., Biddeford
Cooper Weymouth Maine, Inc. Clinton Machinery	280,000	229,500	13,200 sq. ft.	Depositors Trust Company, Waterville Clinton Industrial Development Corporation



Top - Volk Packaging Corporation, Biddeford

Left - Cooper Weymouth Maine, Inc., Clinton

Bottom - Thurston Aircraft Corporation, Sanford

**OUTSTANDING
COMMITMENTS**



GEOGRAPHICAL LOCATION OF INSURED LOANS AND COMMITMENTS

December 31, 1967



The following is a list of insured loans and commitments by counties:

COUNTIES (15)

- Aroostook
- Hancock
- Washington
- Penobscot
- Piscataquis
- Waldo
- Knox
- Kennebec
- Lincoln
- Sagadahoc
- Franklin
- Androscoggin
- Oxford
- Cumberland
- York

SOURCES OF LOAN FUNDS

Each of the following lending institutions has been either the principal mortgagee for, or has participated in, one or more loans, payments on which are insured by the Authority.

SAVINGS BANKS (MAINE)

Androscoggin County Savings Bank
Auburn Savings Bank
Augusta Savings Bank
Bangor Savings Bank
Bath Savings Institution
Bethel Savings Bank
Biddeford Savings Bank
Brunswick Savings Institution
Eastport Savings Bank
Franklin County Savings Bank
Gorham Savings Bank
Kennebec Savings Bank
Machias Savings Bank
Maine Savings Bank
Mechanics Savings Bank
Norway Savings Bank
Penobscot Savings Bank
Peoples Savings Bank
Piscataquis Savings Bank
Portland Savings Bank
Saco and Biddeford Savings Institution
Skowhegan Savings Bank
South Paris Savings Bank
Waterville Savings Bank

COMMERCIAL BANKS (MAINE)

Bar Harbor Banking & Trust Company
Canal National Bank
Casco Bank & Trust Company
Depositors Trust Company
Federal Trust Company
First-Manufacturers National Bank
First National Bank of Portland
First National Granite Bank
Houlton Trust Company
Northern National Bank
Rumford Bank & Trust Company
Sanford Trust Company
The First National Bank of Ft. Fairfield
The First National Bank of Houlton
The Liberty National Bank
The Merrill Trust Company
Union Trust Company of Ellsworth



OTHERS

Augusta Savings & Loan Association
Bar Harbor Loan & Building Association
Calais Federal Savings & Loan Association
Cumberland Savings & Loan Association
First National Bank of Boston, Trustee
Home Life Insurance Company
Legge & Company
Maine Savings & Loan Association
Maine State Retirement System
Moody & Company
Old Colony Trust Company, Trustee
Union Mutual Life Insurance Company