

MAINE STATE LEGISLATURE

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STATE OF MAINE



FINANCIAL REPORT

For Period
July 1, 1976 to June 30, 1977

DEPARTMENT OF FINANCE & ADMINISTRATION
Bureau of Accounts and Control

RICHARD A. DIEFFENBACH, CPA
STATE CONTROLLER

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The State of Maine Financial Report is published annually by the State Controller in accordance with Title 5, section 1547 of the Maine Revised Statutes Annotated. Printed under appropriation 1031.1



STATE OF MAINE

DEPARTMENT OF FINANCE AND ADMINISTRATION
BUREAU OF ACCOUNTS AND CONTROL

December 2, 1977

Governor James B. Longley,
Members of the Legislature
and Other Citizens of Maine

The accompanying statements present the financial position of the various funds of our State Government at June 30, 1977 and their revenues, appropriations and expenditures for the fiscal year then ended. They are in conformity with generally accepted accounting principles applicable to governmental entities except for the recording of certain human service, education and pension expenditures as outlined on page 31. Additionally, the Statement of General Fixed Assets has not been included.

Although the traditional purpose for governmental financial statements is to demonstrate legal compliance, we have attempted to utilize the more familiar concepts and terminology of commercial financial reporting whenever practical. Footnotes and other explanatory data have been expanded to explain the significant accounting policies and to promote a better understanding of the State's finances. We have also prepared a separate Condensed Financial Report of the operating funds of the State in pamphlet form.

We trust that these reports are valuable to concerned citizens and investors. Suggestions, comments or questions are always welcome.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Richard A. Dieffenbach".

STATE CONTROLLER

TABLE OF CONTENTS

	<u>Page</u>
Comprehensive Financial Reports	
Balance Sheet - All Funds	2
Combined Comparative Statement of Revenue - Operating Funds	5
Combined Comparative Statement of Expenditures - Operating Funds	6
Combined Statement of Expenditures by Character and Object - Operating Funds	7
Combined Summary of Appropriation Accounts Showing Details of Amounts Available, Expenditures and Disposition of Balances - Operating Funds	8
Structure of State Debt	19
General Notes to Financial Statements	27
Financial Statements - Detail of the Operating Funds	
General Fund	31
Highway Fund	47
Other Special Revenue Funds	57
Financial Statements - Detail of all other Funds and Accounts	
Proceeds of Bonds Funds	71
Enterprise Funds	77
Intragovernmental Service Funds	89
Trust and Agency Funds	97
General Long Term Debt	107
Fixed Assets	111
Statistical Data	113
(Note: The footnotes on pages 27-30 are an integral part of all the financial statements presented in this financial report.)	

COMPREHENSIVE FINANCIAL REPORTS

The following condensed financial reports are presented to provide a composite overview of the financial operations of the Maine State Government. This section summarizes the information presented in the detailed statements for the various accounting funds. It is important to note that the resources of the various funds are not generally transferable between funds.

The footnotes describe the significant accounting policies of the State's accounting system as well as items of general interest to all funds. Additional footnotes accompany the detailed financial statements.

ALL FUNDS

BALANCE SHEET

JUNE 30, 1977

(In Thousands of Dollars)

	General Fund	Highway Fund
ASSETS AND AMOUNTS TO BE PROVIDED		
Equity in Treasurer's Demand Cash and/or Investments	\$ 20,228	\$ 39,181
Cash - Other	84	26
Investments	95	-
Deposit with United States Treasury	-	-
Receivables - Less Allowance for Possible Losses	13,978	5,689
Due from Other Funds	693	8
Inventories	-	-
Prepaid Expense and Other Assets	805	976
Working Capital Advances to Other Funds	4,635	10,691
Plant and Equipment - Less Allowance for Amortization and Depreciation	-	-
Amount Due from Bond Issues and Employer Contributions	-	21,400
Future Revenue Needed for Retirement of Bonded Debt and Temporary Notes	-	-
Bonds Authorized - Not Issued	-	-
	<u>\$ 40,521</u>	<u>\$ 77,974</u>
LIABILITIES, RESERVES AND FUND BALANCES/RETAINED EARNINGS		
LIABILITIES		
Accounts Payable	\$ 2,116	\$ 100
Due to Other Funds	1,425	444
Other Current Liabilities	1,492	53
Due to Federal Government	-	-
Lease Purchase Payable	-	-
Bonds or Temporary Notes Payable	-	-
Mortgages Payable	-	-
Amount Due Funds from Proceeds of Bonds Authorized - Not Issued - Allocated	-	-
Unallocated	-	-
Contingent	-	-
Working Capital Advances	-	-
	<u>5,034</u>	<u>598</u>
RESERVES AND FUND BALANCES/RETAINED EARNINGS		
Reserve for Encumbrances	1,974	7,253
Reserve for Authorized Expenditures - Unencumbered	6,063	42,834
Reserve for State Contingent Account	350	-
Reserve for Operating Capital	4,000	-
Reserve for Working Capital Advances	4,635	10,691
Other Reserves	753	730
Contributions from Other Funds	-	-
Fund Balance	17,711	15,865
Retained Earnings (Deficit)	-	-
	<u>35,487</u>	<u>77,375</u>
	<u>\$ 40,521</u>	<u>\$ 77,974</u>

Other Special Revenue Funds	Proceeds of Bonds Funds	Enterprise Funds	Intra- Governmental Service Funds	Trust And Agency Funds	General Long Term Debt
\$ 30,328	\$ 17,189	\$ 3,533	\$ 5,457	\$ 27,984	\$ -
21	25	256	-	2,545	-
-	-	-	-	219,202	-
2,848	-	-	-	-	-
915	202	5,712	15	8	-
1,160	-	13	706	50	-
-	-	6,513	3,088	-	-
687	-	780	38	153	-
-	-	-	-	-	-
-	-	4,934	13,233	-	-
22,900	-	-	-	-	-
-	-	-	-	-	274,960
-	-	-	-	-	115,321
\$ 58,861	\$ 17,416	\$ 21,743	\$ 22,539	\$ 249,944	\$ 390,281

\$ 5,051	\$ 12	\$ 3,888	\$ 791	\$ 1,753	\$ -
669	-	89	-	3	-
-	1,580	451	-	121	-
22,900	-	-	-	-	-
-	-	-	4,085	-	-
-	-	790	-	-	274,960
-	-	296	-	-	-
-	-	-	-	-	44,500
-	-	-	-	-	6,368
-	-	-	-	-	64,453
-	-	3,885	11,391	50	-
28,620	1,593	9,400	16,269	1,928	390,281
12,788	13,942	-	-	-	-
-	-	-	-	415	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,390	-	-	-	-	-
-	-	33,681	4,048	10	-
16,061	1,881	-	-	247,591	-
-	-	(21,338)	2,221	-	-
30,240	15,823	12,342	6,269	248,016	-
\$ 58,861	\$ 17,416	\$ 21,743	\$ 22,539	\$ 249,944	\$ 390,281

REVENUES

Tax revenues constitute the largest single source of receipts for the State. The following is a brief description of the principal taxes paid to the Operating Funds:

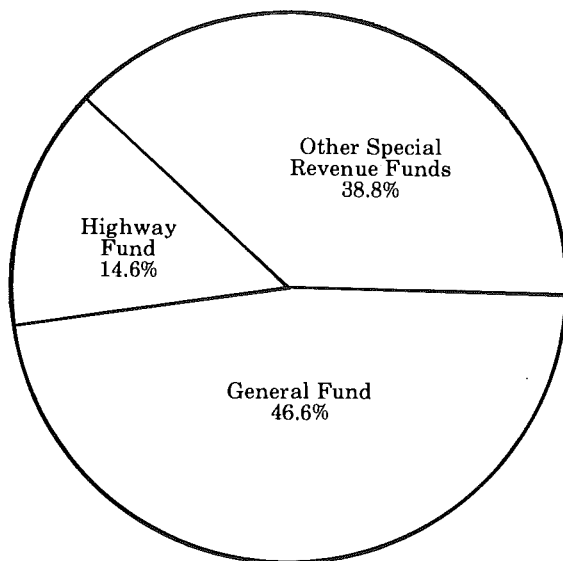
Sales and Use Tax A 5% sales or use tax is imposed on all tangible personal property sold at retail and upon telephone and telegraph services, and lodging accommodations. Exemptions include food for home consumption, new machinery and equipment used in manufacturing, certain medical supplies, etc., and items that are already taxed such as motor fuels.

Individual Income Tax A graduated income tax is imposed on the Federal adjusted gross income of resident individuals of the State as well as on the taxable income of non-resident individuals which is derived from sources within the State. Maximum rate applied to taxable income was increased from six to ten percent in 1977.

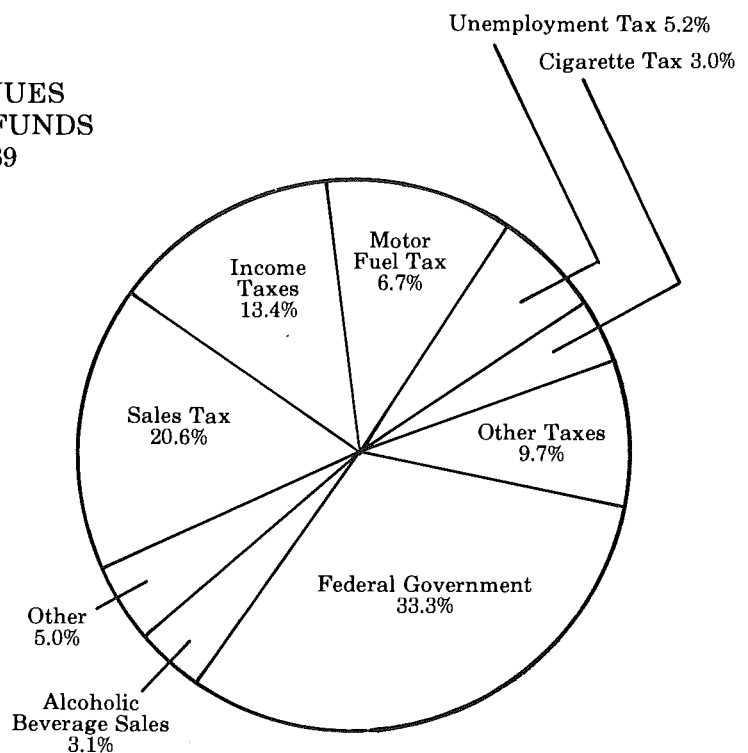
Corporate Income Tax Corporate profits are taxed at the rate of five percent of the first \$25,000 of the Maine net income plus seven percent of amounts over \$25,000.

Uniform Property Tax Assessments of the uniform property tax were calculated at 13 mills for the 1976 and 1977 fiscal years. This is a State tax used to finance no more than one-half the cost of education. Accounting for uniform property tax revenues was changed at the start of the fiscal year to include only those taxes collected from "pay-in" communities. Prior year revenues included \$115 million of uniform property tax revenues which were returned to the remitting municipalities. The tax rate for fiscal year 1978 has been set by the Legislature at 11½ mills.

1977 REVENUES
OPERATING FUNDS
823,361,589



BY FUND



BY REVENUE SOURCE

OPERATING FUNDS

COMBINED COMPARATIVE STATEMENT OF REVENUES

(In Thousands of Dollars)

	YEAR ENDED JUNE 30	
	1977	1976
Taxes:		
Maine Tree Growth Tax	\$ 7,237	\$ 7,803
Uniform Property Tax	4,437	120,374
Spruce Budworm Tax	2,055	2,837
Inheritance and Estate Tax	8,040	7,361
Corporate Income Tax	35,200	32,642
Individual Income Tax	75,157	52,189
Sales and Use Tax	169,664	151,335
Gasoline, Use Fuel and Motor Carrier Tax	55,292	51,955
Cigarette Tax	24,296	23,935
Unemployment Compensation Tax	42,728	35,537
Public Utilities Tax	12,027	9,842
Tax on Insurance Companies	9,190	8,369
Motor Vehicle Registrations and Drivers Licenses	23,042	21,832
Inland Hunting, Fishing and Related Licenses	5,055	4,649
Commission on Pari-Mutuals	1,242	1,300
Other Taxes	7,624	7,153
TOTAL TAXES	482,292	539,121
From Federal Government	273,925	260,789
From Cities, Towns and Counties	6,835	5,552
Service Charges for Current Services	16,145	10,230
Transferred from Bureau of Alcoholic Beverages	25,545	24,069
Transferred from Lottery Commission	1,491	2,609
Other Revenues	15,274	14,586
Transfers from Operating Funds	1,852	862
	\$ 823,361	\$ 857,821

Motor Fuel Tax An excise tax of 9¢ per gallon is levied upon gasoline and other motor fuels.

Cigarette Tax Cigarettes are taxed at the rate of 16¢ per package of 20 cigarettes.

Unemployment Tax Each employer is liable for contributions to the Unemployment Compensation Fund based on a percentage of taxable wages. The contribution rate varies between 2.4% to 5% depending on the employer's experience rating. A surtax of .3% (approved by the Legislature in June 1977) is to be assessed in fiscal year 1978 on all taxable wages paid in calendar year 1977 in order to strengthen the Unemployment Fund.

Substantial revenues in the form of matching grants are received from other levels of government for highway projects or human service programs. The balance of the revenues are derived from the operations of State liquor stores, the Lottery Commission, and fees for services charged at the State's vocational institutes and hospitals, etc.

OPERATING FUNDS

EXHIBIT III

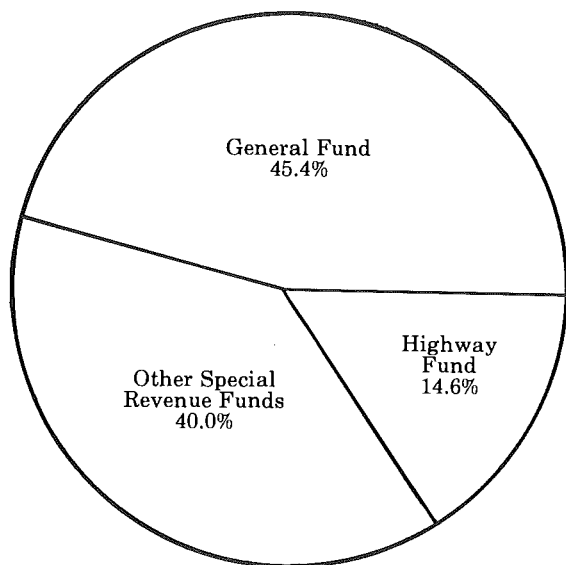
COMBINED COMPARATIVE STATEMENT OF EXPENDITURES

(In Thousands of Dollars)

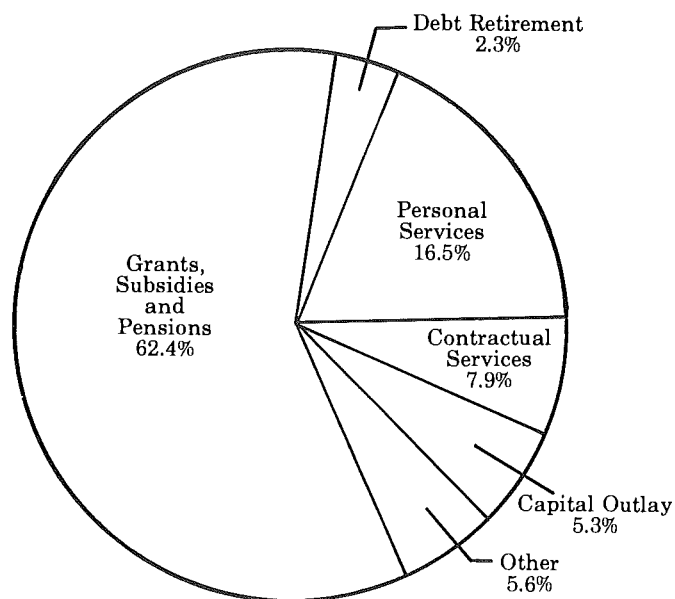
	YEAR ENDED JUNE 30	
	1977	1976
General Government	\$ 84,919	\$ 91,169
Economic Development	12,841	11,873
Education and Culture	250,598	329,461
Human Services	236,550	213,869
Manpower	96,272	91,091
Natural Resources	19,148	26,225
Public Protection	13,174	13,113
Transportation	109,054	100,132
	<u>\$822,560</u>	<u>\$876,936</u>

Total Operating Fund expenditures decreased from \$876 million in 1976 to \$822 million in 1977. If 1976 is restated to reflect the change in accounting for education financing, the Operating Fund expenditures increased \$61 million from adjusted 1976 expenditures of \$761 million. The largest increase was for educational costs (\$36 million of which \$7.5 million was for prior year costs recorded out of period). \$6.4 million of actuarially computed retirement costs applicable to 1976 were appropriated and recorded as an expenditure in 1977.

1977 EXPENDITURES OPERATING FUNDS 822,560,923



BY FUND



BY EXPENDITURE TYPE

OPERATING FUNDS

EXHIBIT IV

COMBINED COMPARATIVE STATEMENT OF EXPENDITURE BY CHARACTER AND OBJECT (In Thousands of Dollars)

	YEAR ENDED JUNE 30	
	1977	1976
PERSONAL SERVICES		
Salaries and Wages	\$119,563	\$115,221
Retirement Costs	13,383	12,605
Health Insurance	2,797	2,147
	<u>135,744</u>	<u>129,975</u>
CONTRACTUAL SERVICES		
Professional Fees and Special Services	13,260	11,137
Traveling Expenses	4,817	5,150
Operating State-owned Vehicles	2,066	2,059
Utility Services	4,848	4,514
Rents	17,272	16,613
Repairs	1,614	1,770
Insurance	354	397
Bond Interest	12,125	12,350
General Operating Expenses	8,705	10,340
	<u>65,062</u>	<u>64,334</u>
COMMODITIES		
Foods	1,671	1,638
Fuels	2,337	2,233
Office Supplies	1,737	1,585
Other Departmental and Institutional Supplies	4,043	9,068
Highway Materials	10,927	9,712
	<u>20,719</u>	<u>24,239</u>
GRANTS, SUBSIDIES AND PENSIONS		
To Other Governmental Agencies	180,271	273,973
To Public and Private Organizations	84,491	87,027
To Individuals:		
Aid to Families with Dependent Children	45,672	44,586
Supplemental Social Security Income	4,800	6,125
Assistance and Medical Care	111,620	96,533
Miscellaneous	566	166
Unemployment Compensation Benefits	84,213	79,098
Pension and Compensation for Injuries	1,413	1,268
	<u>513,049</u>	<u>588,779</u>
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS		
Maine State Retirement System - Trust Funds:		
For State Employees	102	91
For Teachers	21,434	7,586
Other Funds	4,079	2,151
	<u>25,615</u>	<u>9,830</u>
CAPITAL OUTLAYS		
Land and Land Rights	1,301	1,113
Buildings and Improvements	2,185	5,342
Equipment	3,002	3,819
Contract Payments	36,871	32,511
	<u>43,360</u>	<u>42,787</u>
DEBT RETIREMENT	19,011	16,990
TOTAL EXPENDITURES	<u>\$822,560</u>	<u>\$876,936</u>

OPERATING FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAILS OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITIONS OF BALANCES YEAR ENDED JUNE 30, 1977

(In Thousands of Dollars)	Balance	Appropriations	
	Forward 7-1-76 Adjusted	Legislative	Governor and Council
GENERAL GOVERNMENT			
Attorney General	\$ 37	\$ 1,695	\$ 6
Audit Department	251	366	-
Executive			
Governor's Office - Executive	46	397	135
Blaine House	-	86	-
State Development Office	35	412	-
State Planning Office	258	549	-
Criminal Justice Planning and Assistance Agency	499	309	-
Community Services	459	-	-
Office of Manpower Planning	1,147	-	-
Other	52	202	-
Finance and Administration			
Commissioner's Office	-	39	-
Bureau of Accounts and Control	-	967	-
Bureau of Budget	8	242	-
Bureau of Public Improvements	240	3,253	88
Bureau of Purchases	-	274	-
Bureau of Taxation	12	7,194	-
Maine Insurance Advisory Board	-	196	-
Other	97	2,731	-
Supreme Judicial and Superior Courts	40	3,970	-
District Courts	71	2,542	-
Legislative			
Legislature	54	3,122	-
Legislative Research	9	265	-
Law and Legislative Reference Library	4	125	-
Other	9	63	-
Secretary of State Department			
Secretary of State	75	3,187	22
State Archives	21	294	-
Treasurer of State			
Department Operations	-	2,275	-
Debt Service	1	21,595	-
Municipal Revenue Sharing Tax Relief and Tree Growth Tax	4	1,111	-
Independent Agencies			
State Personnel Department	-	452	-
Other	29	511	-
	3,471	58,439	251
ECONOMIC DEVELOPMENT			
Agriculture	1,244	1,856	-
Business Regulation Department	1,060	170	-
State Claims Board	-	117	-
Marine Resources	849	1,855	-
Independent Agencies			
Industrial Accident Commission	643	472	59
Maine Guarantee Authority	-	1,000	-
Maine Sardine Council	253	-	-
Regulatory Boards	662	-	-
Other	32	264	-
	4,748	5,735	60

Dedicated Revenue	Transferred In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Lapsed	Carried
\$ 145	\$ 35	\$ 1,919	\$ 1,800	\$ 78	\$ 41
273	3	895	607	29	259
154	18	751	699	29	22
-	(18)	68	39	27	1
27	-	475	320	114	41
880	2	1,691	1,416	32	242
2,956	(208)	3,557	3,184	-	372
1,295	-	1,754	1,403	-	350
10,754	-	11,902	11,820	-	81
276	-	531	474	39	17
-	10	50	43	6	-
-	(5)	962	887	74	-
8	23	282	269	8	5
-	(88)	3,494	2,898	156	439
-	-	274	256	16	1
-	8	7,215	6,865	331	18
-	(38)	158	96	61	-
-	(1,712)	1,116	221	16	877
227	(157)	4,080	3,861	197	22
-	124	2,739	2,655	4	79
27	(6)	3,198	2,900	-	297
-	6	281	258	22	-
-	-	130	120	5	3
-	-	72	69	3	-
982	1	4,269	4,078	123	67
7	11	334	296	13	24
-	-	2,276	2,037	238	-
-	1,914	23,511	23,510	-	-
9,887	-	11,003	10,927	-	75
69	21	544	433	16	94
-	-	541	464	47	29
27,975	(52)	90,086	84,919	1,697	3,469
3,920	48	7,071	5,726	89	1,254
1,264	-	2,496	1,320	35	1,140
-	-	117	49	68	-
655	101	3,461	2,522	119	819
764	27	1,966	1,061	150	755
-	-	1,000	1,000	-	-
256	(12)	497	213	-	284
642	(64)	1,241	618	-	623
57	14	368	330	3	34
7,562	115	18,221	12,841	467	4,912

OPERATING FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAILS OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

(In Thousands of Dollars)	Balance Forward 7-1-76 Adjusted	Appropriations Legislative	Governor and Council
EDUCATION AND CULTURE			
Education and Cultural Service Department			
Administration	\$ 291	\$ 712	\$ -
General Purpose Aid for Local Schools	15	132,218	-
General Purpose Aid for Indian Schools	-	777	-
Local School Nutrition Program	51	-	-
Other Local School Programs	199	669	-
Schooling of Children in Unorganized Territories	106	1,875	-
Vocational Education			
Administration	127	208	-
Post Secondary	-	50	-
Maine Advisory Council on Vocational Education	72	-	-
Central Maine Vocational Technical Institute	55	1,189	-
Eastern Maine Vocational Technical Institute	31	1,203	-
Kennebec Valley Vocational Technical Institute	-	202	-
Northern Maine Vocational Technical Institute	106	1,370	-
Southern Maine Vocational Technical Institute	431	2,007	-
Washington County Vocational Technical Institute	43	598	-
School of Practical Nursing	-	136	-
Teachers Retirement	-	21,512	-
Adult Education	80	-	-
Children of Low Income Families and Exceptional	281	-	-
Governor Baxter School for the Deaf	59	1,154	-
Other Educational Programs	525	2,387	-
Historian and Historic Commission	24	27	-
Capital Construction, Repairs and Improvements	21	46	-
Arts and Humanities	22	157	-
State Library	147	1,106	-
Museum	105	437	-
Independent Agencies			
American Revolution Bicentennial Commission	55	-	-
Maine Maritime Academy	103	1,651	20
University of Maine	160	34,459	-
Maine Historical Society	-	24	-
	3,122	206,183	20
HUMAN SERVICES			
Human Services Department			
Administration	278	1,858	-
Bureau of Health	675	1,541	-
Medical Care Administration	15	759	-
Medical Care Payments	582	23,496	-
Bureau of Social Welfare	896	2,296	-
Aid to Families with Dependent Children	2,927	11,419	-
General Assistance	-	2,813	-
Supplemental Security Income	195	7,200	-
Bureau of Resource Development	112	976	-
Purchased Services	802	893	-
Child Welfare Services	478	1,509	-
Bureau of Rehabilitation	474	1,969	-
Bureau of Maine's Elderly	112	473	-
Other Human Service Programs	38	34	-

Dedicated Revenue	Transferred In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Lapsed	Carried
\$ 939	\$ 34	\$ 1,977	\$ 1,674	\$ 76	\$ 226
14,221	-	146,455	146,061	11	383
-	-	777	775	1	-
11,386	-	11,438	11,369	-	68
118	13	1,001	765	7	227
81	-	2,062	1,813	135	114
1,448	11	1,796	1,672	6	117
-	-	50	42	7	-
10	10	93	90	-	3
181	6	1,432	1,282	72	77
449	9	1,693	1,598	57	38
49	-	251	249	-	2
796	1	2,274	2,211	11	51
1,261	12	3,712	3,406	90	216
401	2	1,044	953	12	78
19	-	156	147	8	-
-	-	21,512	21,512	-	-
1,039	(10)	1,110	860	-	249
9,347	-	9,629	8,710	-	918
102	15	1,331	1,283	9	38
1,980	15	4,907	4,214	144	548
243	(3)	293	210	-	82
-	503	571	105	14	451
386	-	566	553	8	4
548	7	1,809	1,677	29	102
87	27	657	587	16	53
65	-	121	115	-	6
-	35	1,810	1,809	-	1
-	199	34,819	34,819	-	-
-	-	24	24	-	-
45,167	890	255,383	250,598	720	4,064
5,199	1,397	8,733	8,498	1	232
3,043	(112)	5,147	4,307	162	678
1,177	(142)	1,810	1,738	14	57
66,211	4,840	95,131	94,874	1	254
1,860	(698)	4,355	3,895	41	417
34,880	-	49,227	48,743	-	484
13	(1,200)	1,627	1,624	2	-
-	-	7,395	6,346	-	1,049
535	(714)	909	843	-	66
9,600	42	11,338	11,078	9	250
312	-	2,300	1,737	-	562
7,150	22	9,618	8,987	105	524
2,559	-	3,145	2,988	-	156
55	-	128	96	16	15

OPERATING FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAILS OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

(In Thousands of Dollars)	Balance	Appropriations	
	Forward 7-1-76 Adjusted	Legislative	Governor and Council
HUMAN SERVICES (CON'T)			
Indian Affairs	\$ 3	\$ 858	\$ -
Mental Health and Corrections Department			
Departmental Operations	-	894	-
Community Mental Health	1,011	2,092	-
Food	238	1,425	-
Fuel	423	1,325	-
Unemployment Compensation	13	220	-
Contingent Account	162	-	-
Children's Mental Health Service	12	-	-
Capital Construction, Repairs and Improvements	140	80	-
Military and Naval Childrens Home	-	128	-
Augusta Mental Health Institute	497	7,011	-
Bangor Mental Health Institute	72	5,542	-
Community Mental Retardation Services	86	520	-
Pineland Center	293	6,418	-
Aroostook Residential Center	-	87	-
Elizabeth Levinson Center	54	658	-
Community Correctional Services	6	108	-
Probation and Parole	4	934	-
Correctional Improvement Funds	30	100	-
Maine Youth Center - South Portland	89	2,531	-
Maine Correctional Center	87	1,679	-
State Prison	123	2,150	-
Residential Facility for Children - Hallowell	91	32	-
Independent Agencies			
Human Right Commission	5	66	-
	11,040	92,108	-
MANPOWER			
Manpower Affairs Department			
Bureau of Labor and Industry	11	557	-
Labor Relations Board	-	89	-
Maine Vocational Development Commission	-	5	-
Employment Security Commission Administration	8	-	-
Manpower Allowance	13	-	-
Manpower Development and Training	100	-	-
Benefit Account	193	-	-
Clearing Account	52	-	-
Trust Fund Account	7,517	-	-
Independent Agencies			
Governor's Committee on Employment of the Handicapped	-	-	-
	7,899	652	-
NATURAL RESOURCES			
Conservation Department			
Central Administration	3	326	-
Capital Construction, Repairs and Improvements	319	5	-
Bureau of Forestry	2,874	5,941	-
Bureau of Geology	1	122	-
Land Use Regulation Commission	-	306	-
Bureau of Parks and Recreation	1,239	1,101	-

Dedicated Revenue	Transferred In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Lapsed	Carried
\$ -	\$ 10	\$ 872	\$ 868	\$ 3	\$ -
-	7	902	826	75	-
6,776	(4,464)	5,415	3,954	64	1,396
26	-	1,690	1,290	306	93
-	(192)	1,557	1,216	313	26
-	-	233	232	1	-
-	(162)	-	-	-	-
-	-	12	-	12	-
1	318	539	336	28	174
-	11	140	139	-	-
171	(107)	7,572	7,374	28	169
111	(91)	5,634	5,480	61	92
588	-	1,195	747	-	447
196	1,503	8,411	7,741	9	660
21	19	129	114	1	13
81	30	824	756	-	67
397	144	656	631	-	25
29	67	1,035	1,016	-	18
-	(30)	100	71	-	29
156	72	2,849	2,737	2	110
255	59	2,081	2,006	-	74
72	718	3,065	3,038	-	26
-	6	130	90	44	(4)
52	1	125	114	-	10
141,539	1,359	246,048	236,550	1,312	8,185
55	(23)	600	570	7	22
-	37	128	110	17	-
-	-	5	-	-	5
9,998	-	10,007	9,628	-	378
1,306	-	1,320	1,316	-	4
598	-	699	669	-	29
14,647	69,531	84,372	83,976	-	396
42,778	(42,641)	189	-	-	189
14,220	(18,890)	2,848	-	-	2,848
-	-	-	-	-	-
83,605	8,014	100,171	96,272	24	3,873
-	-	331	327	-	3
179	37	541	224	8	309
118	34	8,968	6,748	39	2,180
58	-	181	170	1	8
13	1	322	256	45	20
-	2	2,343	1,575	2	765

OPERATING FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAILS OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

(In Thousands of Dollars)	Balance	Appropriations	
	Forward	Governor and	
	7-1-76	Legislative	Council
	Adjusted		
NATURAL RESOURCES (CON'T)			
Conservation Department (Con't)			
Bureau of Public Lands	\$ 164	\$ 98	\$ -
Boating Facilities	474	-	-
Snowmobile Trail Fund	578	-	-
Municipal Recreation Funds	22	100	-
Other	46	-	-
Environmental Protection			
Administration	87	210	-
Bureau of Air Quality Control	75	218	-
Bureau of Land Quality Control	37	251	-
Bureau of Water Quality Control	323	765	-
Maine Coastal Protection Fund	13	-	-
Inland Fisheries and Wildlife			
Administration, Warden and Biological Services	2,029	10	-
Atlantic Sea Run Salmon Commission	137	109	-
Snowmobile Registration	95	-	-
Watercraft Registration and Safety	175	-	-
Independent Agencies			
Baxter State Park Authority	101	-	-
Other	-	21	-
	8,800	9,588	-
PUBLIC PROTECTION			
Military, Civil Emergency Preparedness and and Veterans Services			
Administration	-	78	-
Military Bureau	42	1,382	-
Bureau of Civil Emergency Preparedness	126	136	-
Bureau of Veterans Services	60	758	-
Capital Construction, Repairs and Improvements	35	340	-
Public Safety			
State Police	259	7,944	-
Maine Criminal Justice Academy	37	274	-
Liquor Enforcement	16	334	37
State Fire Marshall	339	-	-
Capital Construction, Repairs and Improvements	-	-	-
	917	11,249	37
TRANSPORTATION			
Transportation Department			
Administrative Costs	632	5,239	387
Transfers to Operating Funds for Services	-	324	-
Highway Safety	72	130	-
Topographic Mapping	-	10	-
Relocation of Facilities on Federal Aid Highways	30	30	-
Construction and Alterations of Railroad Crossings	45	-	-
Construction of Highways	32,883	8,085	-
Maintenance of Highways	6,957	40,635	1,100
Debt Service	-	9,038	-
Bureau of Aeronautics	11	317	-
Bureau of Waterways	24	792	-

Dedicated Revenue	Transferred In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Lapsed	Carried
\$ 448	\$ -	\$ 710	\$ 212	\$ 5	\$ 492
394	-	869	304	-	564
229	117	925	221	-	703
-	-	122	80	25	16
23	-	69	30	-	38
70	-	368	159	49	158
180	-	473	363	24	85
40	11	342	276	34	31
723	-	1,811	1,250	115	445
400	-	413	405	-	8
6,058	86	8,184	5,660	-	2,523
20	6	273	118	13	141
428	(117)	405	74	-	331
424	(120)	479	120	-	359
517	-	618	544	-	73
-	-	21	20	-	-
10,327	61	28,777	19,148	367	9,261
-	19	98	96	1	-
-	(8)	1,416	1,403	5	7
1,055	(5)	1,312	994	11	307
-	-	820	788	30	-
-	52	427	194	32	200
482	130	8,816	8,595	1	220
39	5	356	266	36	52
-	13	402	362	31	8
368	13	721	471	-	249
-	4	5	-	-	3
1,946	226	14,376	13,174	150	1,051
1,843	(462)	7,640	6,134	275	1,230
-	-	324	320	4	-
140	-	343	200	-	142
-	(10)	-	-	-	-
-	-	60	-	-	59
-	-	45	-	-	45
36,432	13,547	90,947	50,123	-	40,824
625	264	49,581	42,775	-	6,806
-	-	9,038	7,625	1,413	-
80	7	415	391	-	24
-	-	817	766	36	14

OPERATING FUNDS

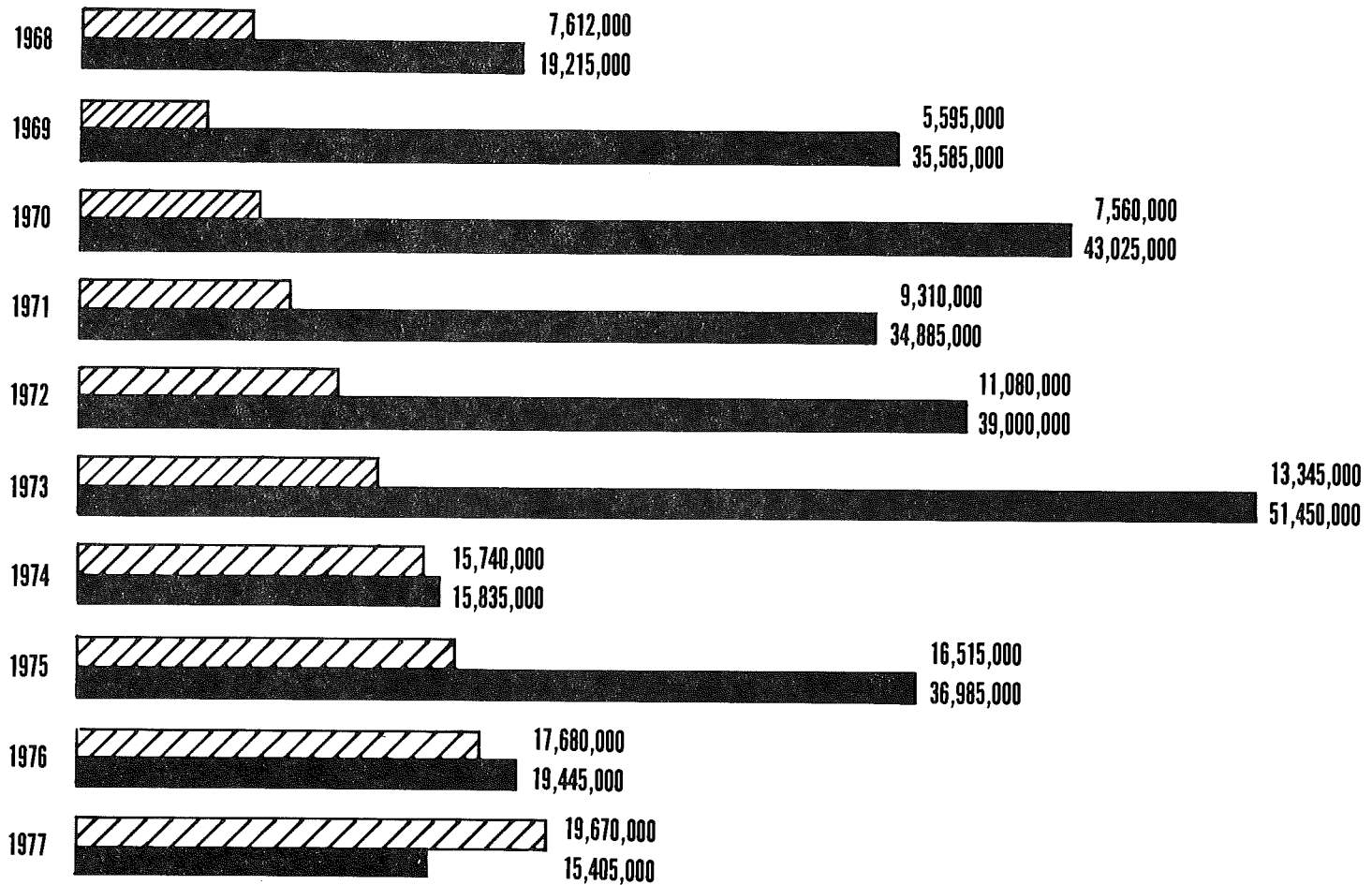
COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAILS OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

(In Thousands of Dollars)	Balance		Appropriations	
	Forward		Governor	
	7-1-76		and	
	Adjusted	Legislative	Council	
<u>TRANSPORTATION (CON'T)</u>				
Transportation Department (Con't)				
Capital Construction, Repairs and Improvements	\$ 1,003	\$ (125)	\$ -	
Other	293	130	-	
	41,953	64,607	1,488	
<u>OTHER</u>				
Unallocated Antirecession Fund	-	-	-	
	\$ 81,953	\$ 448,564	\$ 1,858	
<u>DETAIL OF TOTAL</u>				
General Fund	\$ 12,401	\$ 375,185	\$ 347	
Highway Fund	41,811	72,492	1,510	
Other Special Revenue Funds	27,740	887	-	
	\$ 81,953	\$ 448,564	\$ 1,858	

Dedicated Revenue	Transferred In (Out)	Total Available	Expenditures	Unexpended Balance	
				June 30, 1977 Lapsed	Carried
\$ -	\$ 1	\$ 880	\$ 309	\$ -	\$ 570
155	-	579	406	7	166
39,277	13,348	160,676	109,054	1,736	49,884
2,272	-	2,272	-	-	2,272
\$ 359,672	\$ 23,964	\$ 916,013	\$ 822,560	\$ 6,477	\$ 86,975
\$ -	\$ (2,042)	\$ 385,892	\$ 373,369	\$ 4,485	\$ 8,037
41,126	15,660	172,602	120,521	1,992	50,088
318,545	10,345	357,518	328,669	-	28,849
\$ 359,672	\$ 23,964	\$ 916,013	\$ 822,560	\$ 6,477	\$ 86,975

GENERAL OBLIGATION BONDS ISSUED AND RETIRED

LAST TEN FISCAL YEARS



 Bonds Retired
 Bonds Issued

STRUCTURE OF STATE DEBT

The bonded debt outstanding at June 30, 1977 totaled \$274,850,000, including \$15,405,000 of general obligation bonds sold in February 1977. The issue was rated AAA by Standard and Poor's Corporation and Aa by Moody's Investor Service, Inc.

The State Constitution prohibits the contracting of any debt which exceeds \$2 million except when authorized by two-thirds of the Legislature and a majority of the voters or when necessary to suppress insurrection, to repeal invasion or for purposes of war.

The State is authorized to borrow up to \$25,000,000 in tax anticipation notes during any fiscal year.

At June 30, 1977, the State Treasurer had borrowed \$900,000 in bond anticipation notes to assist the financing of student housing at the University of Maine - Portland-Gorham campus. The note is due March 15, 1978 with interest at 2.79%.

Authorized and unissued bonds at June 30, 1977 totalled \$115,321,725 which have been approved for the following projects:

<u>Description</u>	<u>Amount</u>
General Fund	
Maine Inland Fisheries and Wildlife	
Acquisition Fund	\$ 1,000,000
Bureau of Parks and Recreation	
Acquisition of Real Property	500,000
Housing to Indians	1,000,000
Loans to Veterans	4,000,000
Maine Guarantee Authority	46,453,725
School Building Authority	10,000,000
Student Loans	3,000,000
Bureau of Parks and Recreation and	
Bureau of Aeronautics	868,000
Pollution Abatement	22,200,000
Oil Pollution Disaster Fund	4,000,000
	<u>93,021,725</u>
Highway Fund	
Highways and Bridges	21,400,000
Student Housing	
Portland/Gorham Campus	900,000
	<u>\$ 115,321,725</u>

BONDED INDEBTEDNESS

JUNE 30, 1977

(In Thousands of Dollars)		
DESCRIPTION OF LOAN	Date of Issue	Interest Rate %
GENERAL BONDED DEBT FUND		
GENERAL FUND		
Capital Improvements	May 1, 1964	3.00
Pollution Abatement	July 1, 1965	3.00
		2.90
		3.00
Capital Improvement - University of Maine	February 15, 1966	4.00
Capital Improvement - Mental Health Department	November 1, 1966	3.75
Maine Cultural Building	March 15, 1967	3.30
		3.40
General Purposes	March 15, 1968	4.50
		4.40
General Purposes	July 1, 1968	4.00
		4.10
General Purposes	March 1, 1969	4.625
		4.70
General Purposes	October 15, 1969	5.60
		5.70
General Purposes	February 15, 1970	5.80
		6.00
		6.30
General Purposes	April 1, 1970	5.70
		4.00
General Purposes	November 15, 1970	6.00
School Building Construction	March 15, 1971	4.00
		4.25
		4.50
General Purposes	October 15, 1971	4.25
		4.50
		4.00
General Purposes	April 15, 1972	5.25
		4.80
		3.25
Industrial Building Authority	April 15, 1972	3.70
General Purposes	November 15, 1972	4.40
		4.75
		4.00
General Purposes	April 15, 1973	6.00
		4.90
		4.00
General Purposes	November 15, 1973	4.50
		4.75
		3.00
Maine Guarantee Authority	November 15, 1973	4.10
General Purposes	May 15, 1974	6.00
		5.70
		4.00

Amount of Issue	Bonded	Current Transactions		Bonded
	Debt	New Bonds		Debt
	Outstanding July 1, 1976	Issued	Matured	Outstanding June 30, 1977
\$ 4,820	\$ 3,470	\$ -	\$ 450	\$ 3,020
2,295	245	-	245	-
490	490	-	-	490
1,715	1,715	-	-	1,715
6,970	3,640	-	370	3,270
500	275	-	25	250
240	180	-	20	160
40	40	-	-	40
4,000	2,000	-	250	1,750
1,000	1,000	-	-	1,000
5,500	4,400	-	550	3,850
2,750	2,750	-	-	2,750
8,400	3,500	-	700	2,800
5,630	5,630	-	-	5,630
5,200	3,600	-	400	3,200
2,140	2,140	-	-	2,140
9,050	3,620	-	905	2,715
3,620	3,620	-	-	3,620
5,455	5,455	-	-	5,455
14,110	9,960	-	830	9,130
1,570	1,570	-	-	1,570
11,680	10,935	-	730	10,205
2,250	1,000	-	250	750
1,000	1,000	-	-	1,000
1,750	1,750	-	-	1,750
9,660	6,900	-	690	6,210
2,760	2,760	-	-	2,760
1,330	1,330	-	-	1,330
5,850	3,250	-	650	2,600
5,850	5,850	-	-	5,850
1,300	1,300	-	-	1,300
4,250	850	-	850	-
11,550	9,075	-	825	8,250
4,125	4,125	-	-	4,125
805	805	-	-	805
7,525	4,300	-	1,075	3,225
11,825	11,825	-	-	11,825
2,120	2,120	-	-	2,120
825	275	-	275	-
4,400	4,400	-	-	4,400
230	230	-	-	230
1,310	980	-	330	650
4,840	3,960	-	440	3,520
3,080	3,080	-	-	3,080
820	820	-	-	820

BONDED INDEBTEDNESS

EXHIBIT VI

JUNE 30, 1977

(In Thousands of Dollars)		
DESCRIPTION OF LOAN	Date of Issue	Interest Rate %
GENERAL BONDED DEBT FUND (Con't)		
GENERAL FUND (Con't)		
General Purposes	November 1, 1974	5.40
		5.50
		5.75
General Purposes	May 15, 1975	7.00
		6.40
		5.00
General Purposes	April 15, 1976	5.80
		4.25
		4.50
General Purposes	March 15, 1977	4.40
		4.60
		4.75
HIGHWAY FUND		
Bangor - Brewer Bridge	August 1, 1952	1.75
Jonesport Reach Bridge	December 1, 1956	2.375
Highways and Bridges	August 1, 1961	3.10
	July 15, 1963	2.75
		2.90
		3.00
	March 15, 1967	3.30
		3.40
	July 1, 1967	3.70
		3.75
	October 5, 1968	3.70
		3.90
		4.00
Androscoggin River Bridge	July 1, 1970	6.50
		5.00
Highways and Bridges	July 1, 1970	6.50
		5.00
Androscoggin River Bridge	October 15, 1971	4.00
		4.50
		4.00
		4.00
		4.50
		4.00
	August 1, 1972	4.75
		5.00
		3.00
	November 1, 1974	5.40
		5.50
		5.75

Amount of Issue	Bonded Debt Outstanding July 1, 1976	Current Transactions		Bonded Debt Outstanding June 30, 1976
		New Bonds Issued	Matured	
\$ 4,800	\$ 4,320	\$ -	\$ 480	\$ 3,840
2,400	2,400	-	-	2,400
2,335	2,335	-	-	2,335
7,740	6,880	-	860	6,020
6,880	6,880	-	-	6,880
2,530	2,530	-	-	2,530
3,890	3,890	-	1,945	1,945
9,725	9,725	-	-	9,725
5,830	5,830	-	-	5,830
9,240	-	9,240	-	9,240
3,080	-	3,080	-	3,080
3,085	-	3,085	-	3,085
248,165	187,010	15,405	14,145	188,270
1,500	1,450	-	50	1,400
800	330	-	30	300
900	900	-	150	750
9,800	1,400	-	700	700
2,800	2,800	-	-	2,800
1,400	1,400	-	-	1,400
7,800	5,850	-	650	5,200
1,300	1,300	-	-	1,300
4,125	3,750	-	375	3,375
750	750	-	-	750
6,240	2,880	-	480	2,400
2,400	2,400	-	-	2,400
960	960	-	-	960
2,125	1,500	-	125	1,375
375	375	-	-	375
10,880	7,680	-	640	7,040
1,920	1,920	-	-	1,920
1,300	900	-	100	800
600	600	-	-	600
100	100	-	-	100
3,900	2,700	-	300	2,400
1,800	1,800	-	-	1,800
300	300	-	-	300
9,450	7,425	-	675	6,750
3,375	3,375	-	-	3,375
675	675	-	-	675
5,150	4,635	-	515	4,120
2,575	2,575	-	-	2,575
2,575	2,575	-	-	2,575
87,875	65,305	-	4,790	60,515

BONDED INDEBTEDNESS

JUNE 30, 1977

(In Thousands of Dollars)

DESCRIPTION OF LOAN	Date of Issue	Interest Rate %
GENERAL BONDED DEBT FUND (Con't)		
UNIVERSITY OF MAINE		
Construction	June 1, 1960	3.50
		1.00
	August 1, 1961	3.50
		1.00
	April 1, 1963	3.20
		.25
	February 1, 1964	5.00
		3.30
		.10
	February 15, 1966	4.00
		3.50
		.10
STATE COLLEGES AND VOCATIONAL INSTITUTES		
Student Housing - State Colleges	June 15, 1962	5.00
		3.00
		1.00
Student Housing and Dining Facilities - State Colleges and Vocational Institutes	May 1, 1964	3.00
		.10
Student Housing and Dining Facilities - State Colleges and Vocational Institutes	March 15, 1967	3.30
		3.40
Student Housing and Dining Facilities - State Colleges and Vocational Institutes	March 15, 1968	4.50
		4.40
		3.00
Farmington College Dormitory	March 1, 1969	4.625
		4.70
		3.00
TOTAL GENERAL BONDED DEBT		
BONDED INDEBTEDNESS - ENTERPRISE FUNDS		
Self-Supporting Enterprise - Guaranteed by the State Maine Ferry Service Loan Bonds	October 15, 1968	2.75
		3.10
	July 1, 1959	3.00
		3.25
TOTAL ENTERPRISE FUND BONDED DEBT		
TOTAL STATE BONDED DEBT		

Amount of Issue	Bonded Debt Outstanding July 1, 1976	Current Transactions		Bonded Debt Outstanding June 30, 1977
		New Bonds Issued	Matured	
\$ 2,575	\$ 2,380	\$ -	\$ 70	\$ 2,310
155	155	-	-	155
2,155	2,050	-	55	1,995
125	125	-	-	125
1,550	1,550	-	40	1,510
95	95	-	-	95
395	80	-	40	40
1,510	1,510	-	-	1,510
95	95	-	-	95
840	105	-	105	-
4,605	4,605	-	-	4,605
555	555	-	-	555
14,655	13,305	-	310	12,995
900	85	-	85	-
1,415	1,415	-	-	1,415
285	285	-	-	285
620	505	-	45	460
550	550	-	-	550
1,390	1,100	-	110	990
2,150	2,150	-	-	2,150
2,475	1,520	-	160	1,360
3,465	3,465	-	-	3,465
775	775	-	-	775
225	125	-	25	100
350	350	-	-	350
380	380	-	-	380
14,980	12,705	-	425	12,280
365,675	278,325	15,405	19,670	274,060
1,210	90	-	90	-
630	630	-	-	630
260	20	-	20	-
160	160	-	-	160
2,260	900	-	110	790
\$367,935	\$279,225	\$ 15,405	\$19,780	\$274,850

BONDED INDEBTEDNESS

DEBT SERVICE REQUIREMENTS TO MATURITY
SUMMARY - ALL FUNDS

	Principal	Interest
General Fund (See Exhibit A-7)	\$ 188,270,000	\$ 67,020,614
Highway and Bridges (See Exhibit B-6)	60,515,000	19,396,706
University of Maine	12,995,000	6,197,232
State Colleges and Vocational Technical Institutes	12,280,000	4,950,176
Total General Bonded Debt	274,060,000	97,564,728
Maine State Ferry Service (See Exhibit F-13)	790,000	89,155
	<u>\$ 274,850,000</u>	<u>\$ 97,653,883</u>

In addition to the above the State has borrowed \$900,000 in bond anticipation notes to assist in financing student housing at the Portland-Gorham campus of the University of Maine. The notes plus interest at 2.79% are due March 15, 1978.

EXHIBIT VIII

DEBT SERVICE REQUIREMENTS TO MATURITY
SUMMARY BY YEARS - ALL FUNDS

Fiscal Year	Principal	Interest
1978	\$ 20,475,000	\$ 12,762,832
1979	20,515,000	11,764,974
1980	20,200,000	10,802,134
1981	20,235,000	9,845,491
1982	20,250,000	8,896,929
1983-1987	94,565,000	30,408,427
1988-1992	57,875,000	10,751,224
1993-1997	15,455,000	1,967,583
1998-2002	3,770,000	417,177
2003-2007	1,510,000	37,108
	<u>\$ 274,850,000</u>	<u>97,653,883</u>

FOOTNOTES

GENERAL NOTES TO FINANCIAL STATEMENTS

I. HOW THE SYSTEM WORKS

Maine's State Government is composed of a bicameral Legislature, an Executive Branch, and a Judicial Branch. The Legislature is comprised of 33 Senators and 151 Representatives, all of whom are elected for two year terms. The Governor is elected to a four-year term of office.

The State's budget, which in a nontechnical sense is a spending plan is prepared biennially by the Governor and submitted to the Legislature. Once approved, the budget governs the financial operations of the various State agencies. The budget covers all agencies and programs administered by the State except for quasi-governmental units such as the following which, except for certain assistance payments, are excluded from these financial statements:

Maine Housing Authority
Maine Maritime Academy
Maine Municipal Bond Bank

Maine Turnpike Authority
University of Maine

The budget process provides for an appropriation of funds and an estimate of revenues available to fund the State's programs. The budget is balanced when estimated revenues and available carryforward funds equal or exceed projected expenditures. The appropriation procedure permits an agency to enter into obligations not to exceed the limit established in the legislation which authorized the program. An appropriation may provide funds for (1) a fixed period of time such as a fiscal year or (2) for a specific purpose such as a designated nonrecurring project. If an appropriation is not obligated or expended within a specified time period, it expires or lapses and no further obligations can be made against that appropriation.

Appropriations are allotted or made available in quarterly installments and are generally classified for Personal Services expenditures, All Other expenditures or Capital purchases. Transfer of allotments between quarters and/or classifications requires approval. Allotments are consumed when services are received or by the action of encumbering outstanding commitments such as contracts or purchase orders for ordered goods and services not yet received. Disbursements of funds by check is only made upon properly approved requests for payment. Such disbursements either reduce the amount of outstanding encumbrance or the available allotment. Generally, outstanding encumbrances are available for carryforward for only one year unless specifically provided otherwise by law. Cancelled prior-year encumbrances automatically lapse and reduce the carryforward funds available to the agency.

Obligations must not exceed the total of allotted funds. Programs faced with potential overruns must seek relief through supplemental appropriations or by authorized transfers.

II. FUND STRUCTURE AND STATEMENTS PRESENTED

Financial transactions are recorded in funds which are self-balancing sets of accounts for the purpose of segregating and controlling specific activities in accordance with special restrictions or limitations. The State groups its accounts into the following funds for which the financial statements and explanatory narrative are published in separate sections of this report:

FOOTNOTES

Operating Funds

General Fund
Highway Fund
Other Special Revenue Funds

Other Funds

Proceeds of Bonds Funds
Enterprise Funds
Intragovernmental Service Funds
Trust and Agency Funds

In addition a General Long Term Debt and a Fixed Asset grouping of accounts are maintained. Only the General Long Term Debt statement is included in this report.

The Comprehensive Financial Reports which combine the accounts of several funds provide an overview of the financial operations of the State. These reports are presented for statistical purposes only. It is important to remember that the resources of one fund cannot be transferred to another fund unless authorized by statute.

III. OTHER ACCOUNTING MATTERS

a) Basis of accounting:

The State's accounting records are maintained on a modified accrual basis of accounting for Operating Funds. Revenues are recorded when measurable and available. This means that self-assessed taxes are revenue items when paid or declared and that state assessments are recorded when billed. Most other revenues are recorded when the cash is received. Expenditures are recognized when payments are made or accrued during the year-end cut off period, subject to the availability of allotted funds. In accordance with the Appropriations Act, payments were processed subsequent to June 30, 1976 and 1977 relating to unrecorded liabilities incurred during the prior fiscal year, however such amounts were not material in amount except for certain human service medical and assistance payments which could not be processed in the year incurred due to budgetary restrictions - see page 31. Interest on long term debt, disbursements for inventory type items and expenditures benefiting more than one period such as insurance are expensed when paid.

The Other Funds use the accrual basis of accounting.

b) Valuation of assets:

Asset values are stated at cost except that bonds held by trust funds are adjusted for accretion and amortization. Receivables are reduced by allowances for possible losses. The cost of plant and equipment in Enterprise and Intragovernmental Service Funds is subject to straight line depreciation or amortization over the estimated useful lives of the assets.

c) Leases:

The State is a party to various leases, principally for office space. The terms of all such leases expressly provide that the State shall not be obligated to pay any sums except where payment is provided by appropriation.

FOOTNOTES

d) Retirement Plan:

State employees and local teachers and employees of participating local governments are eligible to participate in the Maine State Employees' Retirement System, which provides for retirement benefits in lieu of Social Security. The State's Contribution to the System was approximately \$35 million in 1977 (including \$6.4 million of contributions applicable to 1976) and \$20 million in 1976. Generally the State's policy is to fund pension costs in accordance with actuarial estimates. At June 30, 1976 (the latest valuation date), the unfunded accrued benefit reserve for State employees and teachers was approximately \$528 million which is to be provided over the next twenty-six years. Additional data including the full report of the actuary is contained in the Annual Report of the Maine State Retirement System.

e) Treasurer's Cash Pool

The State Treasurer combines all available cash for investment purposes. Earnings from the investments are allocated to the participating funds based on daily average cash balances. The investments held at June 30, 1977 are summarized as follows:

<u>Description</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Cost</u>
U. S. Treasury Bonds	1990-8	4%	58,000	58,000
U. S. Treasury Bills	1977	5-6%	17,500,000	17,206,212
Repurchase Agreements	1977	5-6½%	4,286,500	4,286,500
Prime Rated Commerical Paper	1977	5½-6½%	57,500,000	57,361,479
Certificate of Deposit	1977-8	6-6½%	63,155,000	63,155,000

IV. LITIGATION AND CONTINGENCIES

The State, its agencies or officials are involved in numerous civil law suits. Some of those suits involve actions of the State to recover monies or otherwise to obtain relief that will be financially advantageous to the State. Conversely, other suits involve claims by parties against the State seeking relief which may in some manner have an adverse financial impact on the State or which involve claims for monetary damages against the State. A summary of the more significant litigation follows:

United States of America v. State of Maine

The United States has filed two suits in the United States District Court for the District of Maine on behalf of the Passamaquoddy Tribe and Penobscot Nation, so-called, claiming \$150 million damages for alleged wrongful takings of land from said tribes by the states of Maine and Massachusetts. Both actions were commenced in July, 1972, at the order of the United States District Court in Maine in order to toll the then applicable federal statute of limitations. Those suits in turn arise from a suit for declaratory judgment filed by the Passamaquoddy Tribe against the Secretary of Interior and United States Attorney General in which the Tribe sought a determination that the United States had a fiduciary responsibility to that tribe under the so-called Indian Trade and Intercourse Act. The United States Court of Appeals eventually sustained an opinion by the District Court that the Indian Trade and Intercourse Act

FOOTNOTES

did create a trust relationship with that tribe. In finding the existence of a trust relationship, however, the Court of Appeals specifically stated that it was not ruling on whether any transactions in Maine were subject to the Act or whether the United States had to pursue the suits against the State on the Tribes' behalf. The United States Department of Justice has advised the United States District Court, on behalf of the United States Department of Interior, that unless some consensual agreement is reached among the parties in interest, that is the Tribes and the State of Maine and individual landowners, or unless the matter is settled by the United States Congress, that the Department of Justice intends to pursue a suit against some or all of the persons residing on and claiming land in the area alleged by the Tribe to have been taken from them in violation of the Indian Trade and Intercourse Act. The suit may involve an action both for money damages for accrued trespass and an action for ejectment. The claim area has varied between 5 and 12 million acres, the exact scope of the claim not having been yet defined by either the Tribes or the United States Department of Justice.

The Justice Department is currently scheduled to make its intentions in the suit known to the District Court on January 15, 1978. It is not yet known what action the Justice Department will recommend at that time.

The matter has been examined by representatives of the President of the United States and a task force has been created to discuss the claims and possible congressional action on them with representatives of the Tribes. It cannot be predicted at this point what action either the Executive Branch of the United States Government or the United States Congress may take with respect to these claims.

The Attorney General has undertaken an extensive research on the merits of the claim for damages and land. Based on that research, he is of the opinion that there are good and valid defenses to the suit and that the probability of the Tribes recovering a judgment for either land or money against the State or its citizens is extremely remote.

Class Action Suits

A class action suit has been brought by patients at Pineland Center seeking a court order compelling the State to improve the facilities and treatment. A second class action suit which has been brought by recipients of medical assistance, alleges that the State failed to process the plaintiffs' applications for assistance in the manner required by Federal regulations. In the opinion of the Attorney General, steps have already been taken to cure matters which are the subject of the complaints and the likelihood of substantial adverse judgements are remote.

The doctrine of sovereign immunity has been judicially abolished and has been replaced with limited tort liability. According to the Attorney General there are no significant claims pending under the Tort Claims Act, however it is impossible to predict what kind of claims might be filed in the future.

V. OTHER

Dollar amounts have been truncated to facilitate the presentation of the financial statements, thus columns may not add by immaterial amounts.

GENERAL FUND

The General Fund is the largest of the State's operating funds. Its purpose is to finance all State Government activities not specifically financed by dedicated revenues. Undedicated revenues to the General Fund are appropriated by the Legislature to operate such programs as the court system, the Legislature, central administrative services, mental health and correction facilities, the vocational technical institutes, education subsidies, etc. In addition the General Fund provides grants to the University system and is a source of matching dollars for education and human service needs. The fund pays the debt service on approximately sixty-eight percent of the State's outstanding bonded debt.

The General Fund balance (unappropriated surplus available for use in subsequent years) was \$17.7 million at June 30, 1977. However, this amount does not reflect approximately \$1.6 million of the State's share of unpaid medical care bills and general assistance payments which had to be paid out of fiscal year 1978 funds due to budgetary limitations. (A similar situation has existed in prior years.) Had these expenditures been recorded as incurred the General Fund balance at June 30, 1977 would have been \$16.1 million.

The 1977 expenditures reflect \$6.4 million of actuarially computed retirement contributions for teachers and \$7.5 million of educational subsidies applicable to 1976 in accordance with Legislative appropriations.

General Fund revenues decreased from \$448 million in 1976 to \$383 million in 1977 principally due to a change in accounting for uniform property tax revenues. The 1976 revenues include \$115 million of uniform property tax collections returned to the remitting local governments. Beginning in 1977, only the amounts paid to the State for redistribution are reflected as revenues. Additional revenues were collected from fines, forfeits and penalties during the year due to a reorganization of the court system. Prior to 1977 collection of the district courts were controlled at the local government level.

GENERAL FUND

COMPARATIVE BALANCE SHEET

	JUNE 30	
	1977	1976
ASSETS		
Equity in Treasurer's Demand Cash and/or Investments	\$ 20,228,938	\$ 12,710,598
Cash - Other	84,262	109,190
Accounts Receivable:		
Tax Accounts	14,510,127	15,712,212
Other	1,432,603	453,855
	15,942,730	16,166,068
Less-Allowance for Possible Losses	1,963,789	1,812,406
Net Accounts Receivable	13,978,941	14,353,661
Due from Other Funds	693,120	35,707
Investments (At Cost)	95,500	95,500
Working Capital Advances to Other Funds	4,635,106	4,750,106
Other Assets	505,746	436,060
Advance to Bar Harbor Ferry Terminal Due 1977-1986	300,000	333,333
	<u>\$ 40,521,616</u>	<u>\$ 32,824,157</u>
LIABILITIES, RESERVES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 2,116,397	\$ 2,869,269
Due to Other Funds	1,425,656	1,243,150
Other Current Liabilities	1,492,394	1,221,610
	<u>5,034,448</u>	<u>5,334,029</u>
RESERVES		
Reserve for:		
Encumbrances (Exhibit A-5)	1,974,316	3,813,314
Authorized Expenditures - Unencumbered (Exhibit A-5)	6,063,064	8,874,360
State Contingent Account	350,000	800,000
Operating Capital	4,000,000	3,000,000
Working Capital Advances	4,635,106	4,750,106
Advance to Bar Harbor Ferry Terminal	300,000	333,333
Advance to Other Funds	453,000	35,707
	<u>17,775,487</u>	<u>21,606,822</u>
FUND BALANCE (Unappropriated Surplus) (Exhibit A-2)	<u>17,711,680</u>	<u>5,883,305</u>
	<u>\$ 40,521,616</u>	<u>\$ 32,824,157</u>

GENERAL FUND

ANALYSIS OF CHANGES IN FUND BALANCE
(UNAPPROPRIATED SURPLUS)

	YEAR ENDED JUNE 30	
	1977	1976
Balance at Beginning of Year	\$ 5,883,305	\$ 3,314,127
Adjustment of Prior Year's Transactions	293,870	172,607
Adjusted Balance	6,177,175	3,486,734
Additions:		
Revenues	383,446,553	448,664,055
Appropriation Balances Carried Forward at the Beginning of the Year (Adjusted)	12,401,649	17,952,252
Repayment of Appropriated Receivables, Advances, etc.	70,703	273,373
Decrease in Reserve for Contingent Account	450,000	-
Repayment of Working Capital Advances	115,000	65,000
Transfer from General Fund Bond Fund	1,914,659	2,085,340
	398,398,566	469,040,023
Deductions:		
Expenditures	373,369,930	450,604,749
Appropriation Balances Carried Forward at the End of the Year	8,037,380	12,687,675
Transfers to Other Funds	4,006,750	2,351,026
Increase Reserve for Operating Capital	1,000,000	1,000,000
Advance to Washington County Vocational Technical Institute	450,000	-
	386,864,061	466,643,452
Balance at End of Year	\$ 17,711,680	\$ 5,883,305

GENERAL FUND

COMPARATIVE STATEMENT OF REVENUE

	YEAR ENDED JUNE 30		1977
	1977	1976	BUDGETED REVENUE
TAXES			
Property Taxes:			
Tree Growth Tax	\$ 7,237,172	\$ 7,803,493	\$ 7,986,000
Uniform Property Tax	4,437,130	120,374,294	4,731,000
Spruce Budworm Tax	2,055,050	2,837,259	2,128,944
Other Property Taxes	1,260,259	1,098,558	1,026,200
Inheritance and Estate Taxes	8,040,815	7,361,635	7,400,000
Sales and Use Taxes	163,601,966	145,655,960	162,563,000
Cigarette Taxes	24,296,239	23,935,432	24,650,000
Income Tax:			
Individual	72,564,021	49,801,826	74,733,000
Corporate	33,968,949	31,502,974	23,066,000
Taxes on Specific Businesses or Occupations:			
Corporations	647,631	516,532	422,000
Public Utilities	12,027,254	9,842,975	11,080,000
Insurance Companies	8,752,783	7,715,910	8,440,000
Commission on Pari-Mutuels	919,248	812,818	865,000
Other	1,003,283	793,071	649,131
Other Taxes	289,843	292,101	312,670
TOTAL TAXES	341,101,648	410,344,843	330,052,945
FINES, FORFEITS AND PENALTIES	5,408,148	2,499,065	4,382,470
INCOME FROM INVESTMENTS	1,501,627	1,668,381	1,700,000
INTERGOVERNMENTAL REVENUES:			
Federal Government	1,084,101	1,283,545	932,208
Cities, Towns and Counties	789,332	-	815,591
REVENUE FROM PRIVATE SOURCES	608,568	465,670	314,320
SERVICE CHARGES FOR CURRENT SERVICES	3,843,448	3,773,463	3,009,645
TRANSFERRED FROM BUREAU OF ALCOHOLIC BEVERAGES	25,529,492	24,037,724	25,500,000
TRANSFERRED FROM LOTTERY COMMISSION	1,491,113	2,609,623	3,000,000
CONTRIBUTIONS FROM OTHER FUNDS	2,046,274	1,920,287	1,237,797
MISCELLANEOUS	42,797	61,452	36,702
	\$ 383,446,553	\$ 448,664,055	\$ 370,981,678

GENERAL FUND

ANALYSIS OF STATE CONTINGENT ACCOUNT
YEAR ENDED JUNE 30, 1977

	Total	Regular Account	Promotion of Maine	Construction Reserve Fund	Institution Reserve Fund	Purchase of Real Estate
Balance July 1, 1976	\$ 800,000	\$ 450,000	\$ 10,000	\$ 100,000	\$ 120,000	\$ 120,000
General Government						
Attorney General	6,155	6,155	-	-	-	-
Contingent Account Management	135,409	133,409	2,000	-	-	-
Bureau of Public Improvements	88,395	826	-	25,000	-	62,569
Economic Development						
Agriculture	950	950	-	-	-	-
Public Utilities Commission	59,468	59,468	-	-	-	-
Education and Culture						
Maine Maritime Academy	20,000	20,000	-	-	-	-
Public Protection						
Liquor Enforcement	37,495	37,495	-	-	-	-
Total Appropriations	347,875	258,306	2,000	25,000	-	62,569
Balance	452,124	191,693	8,000	75,000	120,000	57,431
Add Amounts Necessary to Restore Account to \$800,000 in accordance with Title 5, Section 1507 as amended Maine Revised Statutes Annotated	347,875	258,306	2,000	25,000	-	62,569
	800,000	450,000	10,000	100,000	120,000	120,000
Reduce Total to \$350,000 in accordance with Chapter 771, Public Law 1975	(450,000)	(150,000)	40,000	(100,000)	(120,000)	(120,000)
Balance June 30, 1977	\$ 350,000	\$ 300,000	\$ 50,000	\$ -	\$ -	\$ -

GENERAL FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Legislative Appropriation	Contingent Account Transfers
GENERAL GOVERNMENT			
Attorney General	\$ 12,660	\$ 1,695,660	\$ 6,155
Audit Department	-	366,294	-
Executive Department			
Governor's Office	5,000	397,165	135,409
Blaine House	110	86,613	-
State Development Office	35,005	412,891	-
State Planning Office	57,461	549,770	-
Criminal Justice Planning and Assistance Agency	206,051	309,193	-
Other	1,430	202,771	-
Finance and Administration Department			
Commissioner's Office	-	39,487	-
Bureau of Accounts and Control	307	967,502	-
Bureau of Budget	-	242,749	-
Bureau of Public Improvements	235,063	2,895,811	88,395
Bureau of Purchases	-	274,402	-
Bureau of Taxation	12,389	7,194,623	-
Maine Insurance Advisory Board	112	196,786	-
Salary Plan, Health Insurance and Other	80,487	2,731,600	-
Supreme Judicial and Superior Courts	-	3,970,516	-
District Courts	19,220	2,542,856	-
Legislative			
Legislature	50,197	3,122,417	-
Legislative Research	9,091	265,758	-
Law and Legislative Reference Library	4,350	125,650	-
Other	9,168	63,282	-
Secretary of State Department			
Secretary of State	1,511	435,048	-
State Archives	1,569	294,375	-
Treasurer of State			
Departmental Operations	150	2,275,494	-
Debt Service	1,720	21,595,000	-
Tree Growth Tax Law	-	1,111,132	-
Independent Agencies			
State Personnel Department	-	362,819	-
Other	10,595	511,543	-
	753,653	55,239,208	229,961
ECONOMIC DEVELOPMENT			
Agriculture Department	9,459	1,856,213	950
Business Regulation Department	-	170,419	-
Marine Resources Department	36,178	1,855,018	-
Independent Agencies			
Industrial Accident Commission	2,922	263,495	-
Maine Guarantee Authority	-	1,000,000	-
Public Utilities Commission	11,983	442,244	59,468
Other	-	765	-
	60,543	5,588,154	60,418
EDUCATION AND CULTURE			
Education and Cultural Services Department			
Administration	1,997	712,098	-
General Purpose Aid for Local Schools	-	132,218,385	-

Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977		
			Lapsed	Encumbrances Carried	Unencumbered Balance
\$ 11,982 3,937	\$ 1,726,458 370,231	\$ 1,642,455 341,085	\$ 78,494 29,145	\$ 3,508 -	\$ 2,000 -
18,200 (18,200)	555,774 68,523	521,723 39,438	29,051 27,389	- 1,695	5,000 -
-	447,896	313,884	114,099	19,912	-
-	607,231	493,613	32,495	44,813	36,309
(245,014)	270,230	270,230	-	-	-
-	204,201	164,572	39,628	-	-
10,887 (5,300)	50,374 962,509	43,405 887,309	6,968 74,894	- 305	- -
40,000	282,749	269,437	8,273	5,037	-
(349,115)	2,870,154	2,616,614	132,834	66,011	54,694
-	274,402	256,098	16,684	1,618	-
8,521	7,215,533	6,865,484	331,252	18,796	-
(38,502)	158,396	96,816	61,579	-	-
(1,712,923)	1,099,163	204,924	16,491	-	877,748
(179,566)	3,790,950	3,582,725	197,142	11,081	-
(11,572)	2,550,504	2,533,515	4,839	12,149	-
(6,802)	3,165,812	2,868,298	-	50,124	247,389
6,802	281,651	258,725	22,541	385	-
-	130,000	120,789	5,536	3,673	-
-	72,450	69,294	3,155	-	-
1,214	437,773	354,596	75,385	7,791	-
11,034	306,978	286,891	13,359	6,727	-
621	2,276,265	2,037,318	238,946	-	-
1,914,659	23,511,379	23,510,461	918	-	-
-	1,111,132	1,039,514	-	-	71,618
4,842	367,661	350,691	16,216	753	-
543	522,681	454,060	47,871	-	20,749
(533,750)	55,689,071	52,493,978	1,625,198	254,384	1,315,509
48,970	1,915,593	1,820,804	89,519	5,031	238
-	170,419	133,997	35,894	527	-
55,317	1,946,514	1,805,989	119,837	20,687	-
12,628	279,045	274,899	3,685	461	-
-	1,000,000	1,000,000	-	-	-
17,174	530,869	515,586	-	15,283	-
1,500	2,265	2,179	85	-	-
135,591	5,844,707	5,553,456	249,022	41,990	238
34,943	749,038	624,681	76,211	146	48,000
125	132,218,510	131,839,670	11,118	-	367,721

GENERAL FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Legislative Appropriation	Contingent Account Transfers
EDUCATION AND CULTURE (CON'T)			
Education and Cultural Services Department (Con't)			
General Purpose Aid for Indian Schools	\$ -	\$ 777,300	\$ -
Other Local School Programs	-	669,995	-
Schooling of Children in Unorganized Territories	57,707	1,875,883	-
Vocational Education			
Administration	-	208,355	-
Post Secondary	-	50,000	-
Central Maine Vocational Technical Institute	19,157	1,189,809	-
Eastern Maine Vocational Technical Institute	9,326	1,203,503	-
Kennebec Valley Vocational Technical Institute	-	202,040	-
Northern Maine Vocational Technclal Institute	59,860	1,370,067	-
Southern Maine Vocational Technclal Institute	266,305	2,007,883	-
Washington County Vocational Technical Institute	7,152	598,244	-
School of Practical Nursing	94	136,567	-
Teachers Retirement	-	21,512,293	-
Governor Baxter School for the Deaf	40,515	1,154,104	-
Other Education Programs	124,793	2,387,217	-
State Historian	26	400	-
Maine Historic Preservation Commission	-	27,560	-
Capital Construction, Repairs and Improvements	21,482	46,500	-
Arts and Humanities	-	157,499	-
State Library	16,942	1,106,175	-
Museum	32,114	437,146	-
Independent Agencies			
Maine Maritime Academy	103,909	1,651,063	20,000
University of Maine	160,000	34,459,298	-
Maine Historical Society	-	24,000	-
	921,386	206,183,384	20,000
HUMAN SERVICES			
Human Services Department			
Administration	47,487	1,858,127	-
Bureau of Health	30,762	1,541,597	-
Medical Care Administration	1,879	759,926	-
Medical Care Payments	366,630	23,496,523	-
Bureau of Social Welfare	24,245	2,296,603	-
Aid to Families with Dependent Children	2,617,970	11,419,600	-
General Assistance	814	2,813,700	-
Supplemental Security Income	195,707	7,200,000	-
Bureau of Resource Development	-	976,347	-
Purchased Services	284,081	836,150	-
Child Welfare Services	468,546	1,509,843	-
Bureau of Rehabilitation	14,750	1,969,438	-

Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977		
			Lapsed	Encumbrances Carried	Unencumbered Balance
\$ -	\$ 777,300	\$ 775,692	\$ 1,607	\$ -	\$ -
13,362	683,357	675,586	7,770	-	-
(545)	1,933,045	1,736,709	135,523	10,812	50,000
11,548	219,903	213,596	6,306	-	-
-	50,000	42,491	7,508	-	-
6,000	1,214,966	1,122,902	72,114	19,949	-
9,000	1,221,829	1,164,010	57,393	426	-
-	202,040	202,040	-	-	-
1,000	1,430,927	1,381,349	11,451	38,125	-
12,000	2,286,188	2,124,922	90,115	62,343	8,807
2,000	607,396	594,617	12,538	240	-
-	136,661	128,301	8,131	229	-
-	21,512,293	21,512,293	-	-	-
15,213	1,209,833	1,188,282	9,307	4,598	7,645
(34,823)	2,477,186	2,331,147	144,020	2,019	-
-	426	426	-	-	-
-	27,560	27,154	405	-	-
53,446	121,428	105,916	14,254	1,257	-
-	157,499	148,540	8,958	-	-
7,000	1,130,117	1,057,432	29,813	42,871	-
24,379	493,640	459,205	16,083	9,822	8,527
35,533	1,810,505	1,809,392	-	1,112	-
199,999	34,819,297	34,819,297	-	-	-
-	24,000	24,000	-	-	-
390,182	207,514,953	206,109,662	720,634	193,954	490,702
1,397,138	3,302,752	3,299,571	1,694	1,487	-
(112,738)	1,459,620	1,297,152	162,281	186	-
(142,009)	619,796	593,043	14,879	11,872	-
1,405,977	25,269,130	25,071,487	1,662	80,607	115,373
(698,515)	1,622,333	1,560,577	41,742	20,012	-
-	14,037,570	13,837,890	-	-	199,679
(1,200,000)	1,614,514	1,611,646	2,867	-	-
-	7,395,707	6,346,531	-	-	1,049,175
(714,576)	261,771	260,155	47	1,567	-
42,853	1,163,084	1,061,854	9,319	91,910	-
-	1,978,389	1,418,217	-	-	560,172
20,370	2,004,558	1,877,820	105,891	20,847	-

GENERAL FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Legislative Appropriation	Contingent Account Transfers
HUMAN SERVICES (CON'T)			
Human Services Department (Con't)			
Bureau of Maine's Elderly	\$ -	\$ 473,280	\$ -
Other Human Service Programs	14,485	34,400	-
Indian Affairs	2,948	858,105	-
Mental Health and Corrections Department			
Departmental Operations	210	894,688	-
Community Mental Health	-	2,092,954	-
Food	238,168	1,425,535	-
Fuel	423,638	1,325,807	-
Unemployment Compensation	13,405	220,000	-
Contingency Account	162,060	-	-
Childrens Mental Health Services	12,500	-	-
Capital Construction, Repairs and Improvements	102,854	80,000	-
Military and Naval Childrens Home	-	128,207	-
Augusta Mental Health Institute	362,098	7,011,134	-
Bangor Mental Health Institute	53,083	5,542,852	-
Community Mental Retardation Services	18,220	270,000	-
Pineland Center	201,189	6,418,512	-
Aroostook Residential Center	-	87,684	-
Elizabeth Levinson Center	12,127	658,732	-
Community Correctional Services	-	108,647	-
Probation and Parole	-	934,177	-
Correctional Improvement Fund	-	100,000	-
Maine Youth Center - South Portland	4,842	2,531,129	-
Maine Correctional Center	25,561	1,679,344	-
State Prison	106,650	2,150,142	-
Residential Facilities for Children - Hallowell	91,729	32,271	-
Independent Agencies			
Human Rights Commission	129	66,018	-
	5,898,778	91,801,472	-
MANPOWER AFFAIRS			
Manpower Affairs Department			
Bureau of Labor and Industry	-	557,559	-
Labor Relations Board	632	89,864	-
Maine Vocational Development Commission	-	5,000	-
	632	652,423	-
NATURAL RESOURCES			
Conservation Department			
Central Administration	-	326,572	-
Capital Construction, Repairs and Improvements	22,809	5,200	-
Bureau of Forestry	2,058,919	5,941,014	-
Bureau of Geology	-	122,013	-
Land Use Regulation Commission	127	306,930	-
Bureau of Parks and Recreation	1,239,599	991,322	-
Bureau of Public Lands	14,994	63,352	-
Municipal Recreation Fund	22,425	100,000	-
Environmental Protection Department			
Administration	87,495	210,773	-
Bureau of Air Quality Control	1,542	218,661	-

Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977		
			Lapsed	Encumbrances Carried	Unencumbered Balance
\$ -	\$ 473,280	\$ 450,680	\$ 90	\$ -	\$ 22,508
-	48,885	31,181	16,184	1,520	-
10,400	871,453	867,485	3,885	82	-
7,176	902,075	826,586	75,249	239	-
-	2,092,954	2,028,413	64,541	-	-
-	1,663,703	1,290,622	306,606	66,474	-
(192,157)	1,557,288	1,216,952	313,401	26,933	-
-	233,405	232,073	1,332	-	-
(162,060)	-	-	-	-	-
-	12,500	-	12,500	-	-
318,405	501,259	327,405	28,787	131,194	13,871
11,982	140,189	139,959	-	229	-
(147,708)	7,225,524	7,132,772	28,456	64,295	-
(91,565)	5,504,370	5,392,035	61,674	30,521	20,138
-	288,220	218,926	215	69,078	-
543,192	7,162,893	7,006,867	9,386	112,322	34,317
3,958	91,642	90,042	1,335	264	-
16,185	687,045	663,997	179	22,867	-
-	108,647	102,862	-	-	5,784
60,296	994,473	994,417	55	-	-
(100,000)	-	-	-	-	-
72,240	2,608,212	2,584,348	2,330	21,532	-
54,216	1,759,121	1,754,439	360	4,321	-
707,942	2,964,735	2,942,152	521	13,918	8,142
6,400	130,400	90,966	44,438	-	(5,005)
1,880	68,027	66,641	800	586	-
1,119,286	98,819,537	94,687,781	1,312,722	794,875	2,024,158
(23,277)	534,281	526,499	7,562	219	-
37,626	128,122	110,669	17,378	75	-
-	5,000	-	-	-	5,000
14,349	667,404	637,168	24,941	294	5,000
971	327,543	327,314	94	135	-
37,430	65,439	30,158	8,497	2,243	24,540
(1,356,986)	6,642,947	5,509,426	39,912	163,742	929,866
-	122,013	120,281	1,731	-	-
1,586	308,643	251,630	45,540	11,472	-
2,202	2,233,124	1,574,931	2,457	118,693	537,041
-	78,346	65,541	5,360	-	7,443
-	122,425	80,508	25,282	-	16,633
-	298,268	159,956	49,619	1,197	87,495
-	220,203	192,339	24,956	2,906	-

GENERAL FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Legislative Appropriation	Contingent Account Transfers
NATURAL RESOURCES (CON'T)			
Environmental Protection Department (Con't)			
Bureau of Land Quality Control	\$ 1,592	\$ 251,896	\$ -
Bureau of Water Quality Control	388	765,096	-
Inland Fisheries and Wildlife Department			
Warden Services	-	10,000	-
Atlantic Sea Run Salmon Commission	45,000	109,159	-
Independent Agencies			
Saco River Corridor Commission	-	12,500	-
Atlantic States Marine Fisheries	-	8,570	-
	3,494,894	9,443,058	-
PUBLIC PROTECTION			
Military, Civil Emergency Preparedness and Veterans Services			
Administration	-	78,920	-
Military Bureau	42,322	1,382,175	-
Bureau of Civil Emergency Preparedness	432	136,496	-
Bureau of Veterans Services	60,782	758,888	-
Capital Construction, Repairs and Improvements	35,069	340,000	-
Public Safety Department			
State Police	-	1,957,120	-
Maine Criminal Justice Academy	12,452	274,079	-
Liquor Enforcement	16,605	334,731	37,495
Capital Construction, Repairs and Improvements	154	-	-
	167,818	5,262,409	37,495
TRANSPORTATION			
Transportation Department			
Relocation of Facilities on Federal Aid			
Highways	30,544	30,000	-
Construction and Alteration of Railroad			
Crossings	45,615	-	-
Bureau of Waterways	24,512	192,914	-
Bureau of Aeronautics	-	317,155	-
Capital Construction, Repairs and Improvements	1,003,270	(125,000)	-
	1,103,942	1,015,069	-
	\$12,401,649	\$375,185,178	\$ 347,875
DETAIL OF TOTAL			
General Fund	\$ 8,687,933	\$375,891,178	\$ 347,875
Appropriations from Unappropriated Surplus	3,713,715	(706,000)	-
	\$12,401,649	\$375,185,178	\$ 347,875

Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977		
			Lapsed	Encumbrances Carried	Unencumbered Balance
\$ 11,517	\$ 265,005	\$ 228,902	\$ 34,234	\$ 1,869	\$ -
-	765,484	620,187	115,705	29,591	-
-	10,000	10,000	-	-	-
6,381	160,540	94,115	13,579	7,845	45,000
-	12,500	12,500	-	-	-
-	8,570	8,432	137	-	-
(1,296,897)	11,641,054	9,286,225	367,110	339,698	1,648,020
19,278	98,198	96,968	1,230	-	-
(8,460)	1,416,037	1,403,002	5,168	7,866	-
(5,867)	131,061	120,040	11,020	-	-
573	820,243	788,872	30,691	678	-
52,598	427,667	194,464	32,465	179,572	21,164
(1,957,120)	-	-	-	-	-
328	286,859	234,278	36,364	16,217	-
13,850	402,682	362,015	31,982	8,684	-
4,866	5,020	828	404	3,598	188
(1,879,953)	3,587,770	3,200,469	149,328	216,619	21,353
-	60,544	886	-	-	59,657
-	45,615	489	-	-	45,125
-	817,426	766,266	36,314	-	14,846
7,194	324,349	324,338	10	-	-
1,906	880,176	309,206	17	132,500	438,451
9,100	2,128,111	1,401,188	36,342	132,500	558,081
\$ (2,042,091)	\$ 385,892,611	\$ 373,369,930	\$ 4,485,300	\$ 1,974,316	\$ 6,063,064
\$ (2,089,491)	\$ 382,837,496	\$ 371,668,477	\$ 4,484,355	\$ 1,794,499	\$ 4,890,163
47,400	3,055,115	1,701,452	945	179,817	1,172,900
\$ (2,042,091)	\$ 385,892,611	\$ 373,369,930	\$ 4,485,300	\$ 1,974,316	\$ 6,063,064

GENERAL FUND

COMPARATIVE STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	YEAR ENDED JUNE 30	
	1977	1976
PERSONAL SERVICES		
Salaries and Wages	\$ 56,154,424	\$ 53,337,210
Retirement Costs	5,950,462	5,595,924
Health Insurance	1,326,615	1,007,559
	63,431,502	59,940,694
CONTRACTUAL SERVICES		
Professional Fees and Special Services	4,985,425	4,199,040
Traveling Expenses	2,006,093	2,024,722
Operating State - Owned Vehicles	778,309	748,690
Utility Services	2,571,582	2,562,251
Rents	2,113,791	2,376,844
Repairs	1,049,832	952,001
Insurance	96,642	194,671
Bond Interest	9,290,461	9,311,520
General Operating Expenses	4,957,055	3,601,168
	27,849,194	25,970,911
COMMODITIES		
Foods	1,546,973	1,496,946
Fuels	2,170,052	2,058,272
Office Supplies	711,368	605,469
Clothing and Clothing Materials	208,788	192,029
Other Departmental and Institutional Supplies	2,068,769	2,750,382
	6,705,952	7,103,101
GRANTS, SUBSIDIES AND PENSIONS		
To Federal Government	84,656	85,524
To Cities, Towns, Counties	137,170,394	222,663,808
To Public and Private Organizations	43,761,571	55,954,705
To Individuals - Aid to Dependent Children	12,811,531	12,744,934
Supplemental Social Security Income	4,800,000	6,125,712
To Individuals - Assistance and Medical Care	35,235,099	31,930,514
To Individuals - Miscellaneous	170,398	139,891
Unemployment Compensation Benefits	232,983	293,726
Pension and Compensation for Injuries	613,344	506,221
	234,879,979	330,445,039
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS		
Maine State Retirement System - Trust Fund		
For State Employees	102,975	91,848
For Teachers	21,434,143	7,586,947
Other Funds	2,398,540	1,372,847
	23,935,658	9,051,642
CAPITAL OUTLAYS		
Land and Land Rights	6,703	79,448
Buildings and Improvements	1,481,738	4,607,603
Equipment	859,200	1,206,308
	2,347,642	5,893,361
DEBT RETIREMENT	14,220,000	12,200,000
TOTAL EXPENDITURES	\$ 373,369,930	\$ 450,604,749

GENERAL FUND

DEBT SERVICE REQUIREMENTS TO MATURITY
GENERAL FUND BONDS

Fiscal Year	Principal	Interest
1978	\$ 14,835,000	\$ 9,259,210
1979	14,825,000	8,496,855
1980	14,505,000	7,771,290
1981	14,505,000	7,052,162
1982	14,505,000	6,342,425
1983	14,440,000	5,635,087
1984	14,440,000	4,929,700
1985	14,055,000	4,216,095
1986	13,990,000	3,515,395
1987	11,535,000	2,817,685
1988	9,945,000	2,220,277
1989	9,725,000	1,703,262
1990	8,380,000	1,228,522
1991	6,260,000	815,215
1992	5,245,000	529,295
1993	3,905,000	295,893
1994	1,950,000	139,812
1995	1,225,000	52,431
	<u>\$ 188,270,000</u>	<u>\$ 67,020,614</u>

HIGHWAY FUND

All financial transactions related to the State's highway construction and maintenance programs are handled through the Highway Fund. Revenues are generated from the registration of motor vehicles, operators' licenses, gasoline and fuel taxes, and intergovernmental payments. Revenues for 1977 totalled \$120 million compared to \$110 million for the prior fiscal year.

Highway Fund expenditures of \$120 million (\$110 million in 1976) were made in support of the 21,610 miles of roadway in the State. This amount also includes the cost of the State Police and Motor Vehicle services.

The financial statements at June 30, 1977 do not reflect \$18.3 million in contracts which have been let by the Department of Transportation in anticipation of \$15.3 million of matching Federal construction funds. It is anticipated that the matching grants will be received from the Bureau of Public Roads in time to meet the cash requirements as the obligations become due. Summer maintenance contracts of \$2.9 million have also not been encumbered in the 1977 fiscal year. Had these amounts been recorded as committed funds at June 30, 1977, the Highway Fund Balance of \$15.8 million would have been \$9.9 million. The June 30, 1976 Highway Fund Balance if adjusted for similar unrecorded commitments would have been \$1.9 million.

There were no new Highway Bonds issued in 1977. Outstanding bonded debt at the end of the fiscal year was \$60,515,000 due in various semi-annual installments through 2005.

HIGHWAY FUND

COMPARATIVE BALANCE SHEET

	YEAR ENDED JUNE 30	
	1977	1976
ASSETS AND AMOUNTS TO BE PROVIDED		
Equity in Treasurer's Demand Cash and/or Investments	\$ 39,181,539	\$ 38,781,890
Cash - Other	26,343	27,560
Accounts Receivables:		
Tax Accounts	2,453,049	2,343,481
Reimbursements due from Federal Government	3,279,000	4,164,291
Other	65,006	139,902
	5,797,056	6,647,675
Less - Allowance for Possible Losses	107,892	95,626
Net Accounts Receivable	5,689,163	6,552,049
Due from Other Funds	8,735	1,165
Working Capital Advanced to Other Funds	10,691,614	10,691,614
Due from Portland Terminal Company	689,697	733,406
Other Assets	287,237	40,385
Total Assets	56,574,332	56,828,073
Amount to be Provided from Bond Issues	21,400,000	7,800,000
	<u>\$ 77,974,332</u>	<u>\$ 64,628,073</u>
LIABILITIES, RESERVES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 100,642	\$ 2,669,674
Due to Other Funds	444,240	97,037
Other Current Liabilities	53,878	67,378
Total Liabilities	598,761	2,834,090
RESERVES		
Reserve for:		
Encumbrances (Exhibit B-4)	7,253,560	7,996,227
Authorized Expenditures - Unencumbered (Exhibit B-4)	42,834,966	33,815,355
Portland Terminal Company Payment	689,697	733,406
Working Capital Advances	10,691,614	10,691,614
Plant Nursery	40,468	32,728
Total Reserves	61,510,307	53,269,332
FUND BALANCE (Unappropriated Surplus) (Exhibit B-2)	15,865,262	8,524,650
	<u>\$ 77,974,332</u>	<u>\$ 64,628,073</u>

HIGHWAY FUND

ANALYSIS OF CHANGES IN FUND BALANCE
(UNAPPROPRIATED SURPLUS)

	YEAR ENDED JUNE 30	
	1977	1976
Balance at Beginning of Year	\$ 8,524,650	\$ 6,154,215
Adjustment of Prior Year's Transactions	(2,529)	4,128
	<u>8,522,120</u>	<u>6,158,343</u>
Additions:		
Revenues	120,482,067	110,781,077
Appropriation Balances Carried Forward -		
Beginning of Year (Adjusted)	41,811,946	41,823,089
Allocation of Proceeds of Bond Issues	13,600,000	-
Repayment of Appropriated Receivables,		
Advances, etc.	101,444	43,708
Decrease in Reserves, Contingencies, etc.		7,628
Transfer from Other Funds	2,060,804	1,865,510
	<u>178,056,263</u>	<u>154,521,015</u>
Deductions:		
Expenditures	120,521,970	110,184,625
Appropriation Balances Carried Forward - End of Year	50,088,526	41,811,583
Working Capital Advances	-	158,500
Increases in Reserves, Contingencies, etc.	102,623	-
	<u>170,713,120</u>	<u>152,154,708</u>
Balance at End of Year	<u>\$ 15,865,262</u>	<u>\$ 8,524,650</u>

HIGHWAY FUND

COMPARATIVE STATEMENT OF REVENUE

	YEAR ENDED JUNE 30		1977
	1977	1976	BUDGETED REVENUE
TAXES:			
Selective Sales Taxes:			
Gasoline Tax	\$ 49,869,408	\$ 47,298,725	\$ 44,655,000
Use Fuel Tax	4,291,976	3,960,695	3,990,000
Motor Carrier - Fuel Tax	9,426	11,298	20,000
Motor Vehicle Fees and Driver's Licenses:			
Operator's Examination Fees, etc.	23,042,851	21,832,063	19,574,271
Other	839,994	820,269	592,142
Total Taxes	78,053,658	73,923,053	68,831,413
FINES, FORFEITS AND PENALTIES	227,095	235,225	277,150
INCOME FROM INVESTMENTS	1,764,884	1,793,370	1,294,000
INTERGOVERNMENTAL REVENUE:			
Federal Government	35,883,895	30,497,816	28,568,925
Cities, Towns and Counties	3,183,983	3,210,450	2,819,493
REVENUE FROM PRIVATE SOURCES	1,414	132	-
SERVICE CHARGES FOR CURRENT SERVICES	1,348,705	987,816	891,791
CONTRIBUTIONS AND TRANSFERS FROM GENERAL FUND	886	73,767	25,000
SALES AND COMPENSATION FOR LOSS OF PROPERTY	17,544	59,444	5,414
	\$120,482,067	\$ 110,781,077	\$102,713,186

HIGHWAY FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCE YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Allocations Legislative	Governor and Council
GENERAL GOVERNMENT			
Bureau of Public Improvements	\$ 2,943	\$ 42,563	\$ -
Secretary of State	68,770	2,752,807	22,000
	71,714	2,795,370	22,000
ECONOMIC DEVELOPMENT			
State Claims Board	-	117,441	-
Public Utilities	628,376	-	-
	628,376	117,441	-
PUBLIC PROTECTION			
State Police	273,064	5,987,024	-
TRANSPORTATION			
Transferred to Other Operating Funds			
Accounting Services	-	120,000	-
Auditing Services	-	28,000	-
Gasoline Tax Administration	-	173,280	-
Purchasing Services	-	3,675	-
Highway Safety	72,582	130,007	-
Topographic Mapping	-	10,000	-
Administrative Costs	632,441	5,239,107	387,500
Construction of Highways	32,883,298	8,085,000	-
Maintenance	6,957,303	40,635,264	1,100,000
Other	293,163	130,000	960
Debt Service			
Retirement of Bonds	-	5,180,000	-
Interest on Bonded Indebtedness	-	3,858,458	-
	40,838,790	63,592,791	1,488,460
	\$ 41,811,946	\$72,492,626	\$1,510,460

Dedicated Revenue	Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977		
				Lapsed	Carried Encumbrance	Unencumbered Balance
\$ -	\$ 260,565	\$ 306,072	\$ 280,426	\$ 23,997	\$ 1,649	\$ -
970,698	-	3,814,276	3,711,566	47,993	54,715	-
970,698	260,565	4,120,348	3,991,992	71,991	56,364	-
284	-	117,725	49,440	68,285	-	-
763,340	-	1,391,717	535,380	150,000	1,046	705,290
763,624	-	1,509,442	584,820	218,285	1,046	705,290
195,344	2,060,513	8,515,947	8,358,804	1,183	74,631	81,327
-	-	120,000	120,000	-	-	-
-	-	28,000	23,907	4,092	-	-
-	-	173,280	173,205	75	-	-
-	-	3,675	3,675	-	-	-
140,708	-	343,298	200,982	-	229	142,086
-	(10,000)	-	-	-	-	-
1,843,660	(462,025)	7,640,684	6,134,395	275,734	205,517	1,025,037
36,432,130	13,547,412	90,947,841	50,123,504	-	3,986,537	36,837,799
625,063	264,018	49,581,649	42,775,169	-	2,924,940	3,881,539
155,493	319	579,937	406,260	7,497	4,292	161,886
-	-	5,180,000	4,790,000	390,000	-	-
-	-	3,858,458	2,835,252	1,023,205	-	-
39,197,057	13,339,725	158,456,823	107,586,352	1,700,605	7,121,517	42,048,348
341,126,725	\$15,660,804	\$172,602,561	\$120,521,970	\$1,992,064	\$7,253,560	\$42,834,966

HIGHWAY FUND

COMPARATIVE STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	YEAR ENDED JUNE 30	
	1977	1977
PERSONAL SERVICES		
Salaries and Wages	\$ 31,948,428	\$ 30,156,928
Retirement Costs	4,066,542	3,856,155
Health Insurance	761,290	595,122
	<u>36,776,261</u>	<u>34,608,206</u>
CONTRACTUAL SERVICES		
Professional Fees and Special Services	1,755,456	1,515,766
Traveling Expenses	1,021,051	1,197,466
Operating State - Owned Vehicles	709,524	714,680
Utility Services	949,174	749,388
Rents	13,357,621	12,834,493
Repairs	194,921	142,688
Insurance	48,514	47,015
Bond Interest	2,835,252	3,039,347
General Operating Expense	885,552	732,214
	<u>21,757,068</u>	<u>20,973,061</u>
COMMODITIES		
Foods	418	405
Fuels	74,406	69,685
Office Supplies	406,646	410,668
Clothing and Clothing Materials	67,977	98,879
Other Departmental and Institutional Supplies	477,372	349,821
Highway Materials	10,927,932	9,712,525
	<u>11,954,755</u>	<u>10,641,986</u>
GRANTS, SUBSIDIES AND PENSIONS		
To Cities, Towns and Counties	4,218,720	3,677,408
Miscellaneous	346,085	1,640
Pensions and Compensation	712,418	704,654
	<u>5,277,223</u>	<u>4,383,702</u>
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS	959,774	472,120
CAPITAL OUTLAYS		
Land and Land Rights	1,287,882	1,006,378
Buildings and Improvements	83,403	68,446
Equipment	763,983	729,365
Contract Payments	36,871,617	32,511,358
	<u>39,006,887</u>	<u>34,315,548</u>
DEBT RETIREMENT	4,790,000	4,790,000
Total Expenditures	<u>\$ 120,521,970</u>	<u>\$ 110,184,625</u>

HIGHWAY FUND

DEBT SERVICE REQUIREMENTS TO MATURITY HIGHWAYS AND BRIDGES

Fiscal Year	Principal	Interest
1978	\$ 4,790,000	\$ 2,631,082
1979	4,790,000	2,426,386
1980	4,790,000	2,221,167
1981	4,790,000	2,015,946
1982	4,790,000	1,810,727
1983	4,640,000	1,607,001
1984	4,640,000	1,404,772
1985	3,940,000	1,213,041
1986	3,940,000	1,030,555
1987	3,940,000	846,066
1988	3,260,000	660,756
1989	2,885,000	509,587
1990	2,405,000	380,787
1991	2,405,000	260,943
1992	1,640,000	160,580
1993	1,240,000	95,093
1994	565,000	54,480
1995	565,000	23,993
1996	50,000	8,312
1997	50,000	7,437
1998	50,000	6,562
1999	50,000	5,687
2000	50,000	4,812
2001	50,000	3,937
2002	50,000	3,062
2003	50,000	2,187
2004	50,000	1,312
2005	50,000	437
	<u>\$ 60,515,000</u>	<u>\$ 19,396,706</u>

OTHER SPECIAL REVENUE FUNDS

"Other Special Revenue Funds" are a grouping of various special purpose funds which have been established on a self-supporting basis. Revenues are generated by taxes, licenses and fees and include intergovernmental payments. Expenditure of special revenue funds can only be made in accordance with the restrictions imposed by the revenue source; funds cannot be transferred between programs.

The largest single fund is the Employment Security Fund. Revenues collected from employers' payroll taxes and interest totalled \$71 million in 1976. This amount was supplemented by a \$8 million advance from the Federal Unemployment Insurance Trust Fund in order to pay benefits of \$83 million. Total debt to the Federal Unemployment Trust Fund at June 30, 1977 was \$22.9 million. This amount will be repaid from future payroll tax collections aided by a .3% surtax beginning in January 1978.

The Federal Revenue Sharing has been combined in this fund group for reporting purposes - prior year totals have been adjusted accordingly. The Federal Antirecession Fund is also included in Other Special Revenue Funds.

The \$9.8 million, representing the State revenue sharing program is operated as a special revenue account. 3.58 percent of the State's sales and income tax collections was returned to local governments according to a distribution formula based on population, local valuation and taxing effort.

Federal matching funds and grants in support of manpower planning (CETA), educational and human service programs are administered as special revenue funds.

Other funds promote development and conservation of natural resources such as the Inland Wildlife and Fisheries programs, promotion of Maine products, etc,

OTHER SPECIAL REVENUE FUNDS

COMPARATIVE BALANCE SHEET

	JUNE 30	
	1977	1976
ASSETS AND AMOUNTS TO BE PROVIDED		
Equity in Treasurer's Demand Cash and/or Investments	\$ 30,328,537	\$ 21,953,100
Cash - Other	21,425	19,685
Deposits with U.S. Treasury	2,848,005	7,517,328
Accounts Receivables:		
Tax Accounts	15,268	15,945
Other	3,137,042	3,797,421
	3,152,311	3,813,367
Less-Allowance for Possible Losses	2,236,695	1,828,000
Net Accounts Receivables	915,616	1,985,366
Due from Other Funds	1,160,678	997,569
Other Assets	687,110	113,394
Total Assets	35,961,372	32,586,444
Amounts to be Provided from Employer Contributions	22,900,000	14,900,000
	\$ 58,861,372	\$ 47,486,444
LIABILITIES, RESERVES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 5,051,301	\$ 3,833,985
Due to Other Funds	669,027	100,603
Other Current Liabilities	631	102,391
	5,720,960	4,036,979
DUE TO FEDERAL GOVERNMENT	22,900,000	14,900,000
RESERVES FOR:		
Encumbrances (Exhibit C-4)	12,788,555	11,165,212
Advances to Other Funds	81,000	81,000
Building Fund Advance	229,937	279,564
Other Reserves	1,079,678	914,630
	14,179,171	12,440,407
FUND BALANCE (Exhibit C-2)	16,061,240	16,109,057
	\$ 58,861,372	\$ 47,486,444

OTHER SPECIAL REVENUE FUNDS

ANALYSIS OF CHANGES IN FUND BALANCE

	YEAR ENDED JUNE 30	
	1977	1976
Balance at Beginning of Year	\$ 16,109,057	\$ 20,953,213
Adjustment of Prior Year's Transactions	36,995	197,017
	<u>16,146,053</u>	<u>21,150,230</u>
Additions:		
Revenues	319,432,995	298,376,524
Transfers	2,345,620	435,516
Advances from Federal Government	8,000,000	14,900,000
Return of CETA Funds from Cumberland County	1,000,000	-
Encumbrances Carried Forward at Beginning of Year	11,165,212	8,559,262
	<u>341,943,828</u>	<u>322,271,303</u>
Deductions:		
Expenditures	328,669,022	316,147,263
Encumbrances Carried Forward at End of Year	12,788,555	11,165,212
Refund of Federal Grants	201,387	-
Reimbursement to Other Funds	160,197	-
Transfer to Bond Funds	209,479	-
	<u>342,028,641</u>	<u>327,312,476</u>
Balance at End of Year	<u>\$ 16,061,240</u>	<u>\$ 16,109,057</u>

OTHER SPECIAL REVENUE FUNDS

COMPARATIVE STATEMENT OF REVENUE

	YEAR ENDED JUNE 30		1977 BUDGETED REVENUE
	1977	1976	
TAXES:			
Unemployment Compensation Tax	\$ 42,728,233	\$ 35,537,656	\$ 37,650,000
Income Tax	3,824,523	3,527,171	3,345,491
Sales Tax	6,062,911	5,679,848	6,104,906
Gasoline Tax	732,633	684,458	681,596
Inland Hunting, Fishing and Related Licenses	5,055,521	4,649,401	4,425,140
Snowmobile Fees	383,673	296,420	384,810
Other Taxes on Specific Business or Occupations:			
Potato Tax	497,286	494,017	342,260
Sardine Tax	256,643	263,473	266,500
Insurance Companies	437,229	653,647	657,719
Banks and Banking	238,880	211,470	237,141
Milk Purchased by Dealers	523,091	509,528	528,800
Pari-Mutuels	323,211	488,072	500,500
Other Taxes	2,073,189	1,858,468	1,553,759
Total Taxes	63,137,031	54,853,634	56,678,622
FINES, FORFEITS AND PENALTIES	232,814	331,995	464,985
INCOME FROM INVESTMENTS	186,969	485,618	306,422
INTERGOVERNMENTAL REVENUE:			
Federal Government	236,957,192	229,007,948	226,558,864
Cities, Towns and Counties	2,862,229	2,342,481	903,031
REVENUE FROM PRIVATE SOURCES	3,595,569	4,300,283	3,257,028
SERVICE CHARGES FOR CURRENT SERVICES	10,952,931	5,469,069	9,510,987
TRANSFERS FROM OTHER FUNDS			
General Fund	10,000	10,000	10,000
Other	926,091	1,208,199	902,123
SALES AND COMPENSATION FOR LOSS OF PROPERTY	572,166	367,293	299,500
	<u>\$ 319,432,995</u>	<u>\$ 298,376,524</u>	<u>\$298,881,562</u>
DETAIL OF TOTAL			
Employment Security Trust Fund	\$ 71,646,554	\$ 65,447,230	\$ 67,739,345
Federal Revenue Sharing Fund	13,715,128	13,548,426	14,000,000
Antirecession Assistance Fund	3,159,236	-	3,100,059
Other Special Revenue Funds	230,912,076	219,380,867	214,042,158
	<u>\$ 319,432,995</u>	<u>\$ 298,376,524</u>	<u>\$298,881,562</u>

OTHER SPECIAL REVENUE FUNDS

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Reve Allocated
GENERAL GOVERNMENT		
Attorney General Department	\$ 24,483	\$ -
Audit Department	251,432	-
Executive Department		
Governor's Office	41,303	-
State Development Office	694	-
State Planning Office	201,105	-
Criminal Justice Planning and Assistance Agency	293,319	-
Community Services	459,701	-
Office of Manpower Planning	1,147,285	-
Other	51,418	-
Finance and Administration Department		
Bureau of Budget	8,400	-
Bureau of Public Improvements	2,918	315,000
Reviewing State Civil Service	16,936	-
Supreme Judicial and Superior Courts	40,151	-
District Courts	52,722	-
Legislature	4,500	-
Law and Legislative Library	154	-
Secretary of State		
Administration	2,052	-
Alcoholic Safety Action Program	3,086	-
State Archives	20,069	-
Treasurer-Municipal Revenue Sharing	4,489	-
Independent Agencies		
Commission to Revise Laws on Medical and Hospital		
Malpractice Insurance	19,276	-
State Personnel Department	968	90,000
	2,646,471	405,000
ECONOMIC DEVELOPMENT		
Agriculture Department	1,235,279	-
Business Regulation Department	1,060,831	-
Marine Resources Department	813,582	-
Independent Agencies		
Regulatory Boards	662,760	-
Public Utilities	3,000	30,000
Blueberry Advisory Board	29,956	-
Maine Sardine Council	253,812	-
	4,059,223	30,000
EDUCATION AND CULTURE		
Education and Cultural Services Department		
Administration	289,320	-
General Purpose Aid for Local Schools	15,369	-
Local School Nutrition Program	51,910	-
Other Local School Programs	199,219	-
Schooling of Children in Unorganized Territories	48,348	-
Vocational Education		
Administration	127,462	-
Maine Advisory Council on Vocational Education	72,423	-
Central Maine Vocational Technical Institute	36,318	-
Eastern Maine Vocational Technical Institute	22,210	-

nues Unallocated	Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Encumbrances Carried	Unencumbered Balance
\$ 145,320	\$ 23,550	\$ 193,355	\$ 157,550	\$ 10,195	\$ 25,608
273,603	-	525,036	265,994	-	259,041
154,028	-	195,332	177,772	3,315	14,244
27,289	-	27,983	6,776	8,000	13,206
880,341	2,770	1,084,216	922,884	170,353	(9,021)
2,956,860	36,856	3,287,036	2,914,058	215,312	157,666
1,295,028	-	1,754,729	1,403,798	385,539	(34,608)
10,754,983	-	11,902,268	11,820,465	5,250,219	(5,168,416)
276,253	-	327,671	310,136	17,625	(89)
8,600	(17,000)	-	-	-	-
-	-	317,918	1,078	42,581	274,259
-	-	16,936	16,936	-	-
227,487	21,963	289,602	278,505	-	11,096
-	136,000	188,722	121,704	18,137	48,880
27,900	-	32,400	32,400	-	-
-	-	154	87	-	67
5,025	-	7,078	4,352	-	2,725
7,165	-	10,251	7,998	-	2,253
7,915	-	27,984	9,840	1,963	16,181
9,887,462	-	9,891,952	9,887,642	-	4,309
-	-	19,276	10,864	-	8,412
69,040	17,000	177,009	83,100	3,589	90,319
27,004,304	221,140	30,276,917	28,433,947	6,126,832	(4,283,862)
3,920,413	-	5,155,692	3,906,163	26,710	1,222,819
1,264,935	-	2,325,767	1,186,063	47,665	1,092,039
655,429	46,208	1,515,220	716,644	40,802	757,773
642,450	(64,000)	1,241,211	618,049	10,154	613,008
1,090	10,000	44,090	10,298	-	33,791
57,456	-	87,413	53,304	-	34,108
256,643	(12,500)	497,956	213,076	19,292	265,587
6,798,419	(20,292)	10,867,351	6,703,599	144,624	4,019,127
939,793	(385)	1,228,729	1,050,316	8,521	169,891
14,221,787	-	14,237,156	14,221,713	-	15,443
11,386,111	-	11,438,022	11,369,489	25,974	42,558
118,773	-	317,993	90,170	463	227,359
81,561	-	129,909	76,350	1,157	52,401
1,448,900	-	1,576,363	1,458,990	694	116,679
10,819	10,000	93,242	90,000	-	3,242
181,018	-	217,337	159,529	1,001	56,806
449,854	-	472,064	434,012	854	37,197

OTHER SPECIAL REVENUE FUNDS

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Reve Allocated
EDUCATION AND CULTURE (CON'T)		
Education and Cultural Services Department (Con't)		
Vocational Education (Con't)		
Kennebec Valley Vocational Technical Institute	\$ -	\$ -
Northern Maine Vocational Technical Institute	47,046	-
Southern Maine Vocational Technical Institute	165,264	-
Washington County Vocational Technical Institute	35,937	-
School of Practical Nursing	741	-
Adult Education	80,391	-
Children - Low Income and Exceptional	281,893	-
Other Educational Programs	400,369	-
Governor Baxter School for the Deaf	19,196	-
Maine Historic Preservation Commission	24,782	-
Capital Construction, Repairs and Improvements	-	-
Arts and Humanities	22,917	-
State Library	130,697	-
Museum	73,071	-
Independent Agencies		
American Revolution Bicentennial Commission	55,853	-
	2,200,745	-
HUMAN SERVICES		
Human Services Department		
Administration	230,762	-
Bureau of Health	644,243	-
Medical Care Administration	13,373	-
Medical Care Payments	216,354	-
Bureau of Social Welfare	872,148	-
Aid to Families with Dependent Children	309,150	-
General Assistance	-	-
Bureau of Resource Development	112,891	-
Purchased Services	518,096	57,000
Child Welfare Service	9,984	-
Bureau of Rehabilitation	460,210	-
Bureau of Maine's Elderly	112,454	-
Other Human Service Programs	24,010	-
Indian Affairs	718	-
Mental Health and Corrections Department		
Community Mental Health	1,011,256	-
Food	-	-
Capital Construction, Repairs and Improvements	37,216	-
Military and Naval Children's Home	121	-
Augusta Mental Health Institute	135,240	-
Bangor Mental Health Institute	19,092	-
Community Mental Retardation Services	68,382	250,000
Pineland Center	92,071	-
Aroostook Residential Center	555	-
Elizabeth Levinson Center	42,070	-
Community Correctional Services	6,681	-
Probation and Parole	4,880	-
Correctional Improvement Fund	30,427	-
Maine Youth Center - South Portland	85,115	-
Maine Correctional Center	62,141	-

nues Unallocated	Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Carried Encumbrances	Unencumbered Balance
\$ 49,530	\$ -	\$ 49,530	\$ 47,152	\$ -	\$ 2,378
796,074	-	843,121	830,197	7,905	5,018
1,261,008	324	1,426,596	1,281,235	23,684	121,676
401,495	-	437,432	359,360	3,646	74,425
19,000	-	19,741	18,999	-	741
1,039,643	(10,000)	1,110,034	860,308	-	249,725
9,347,738	-	9,629,632	8,710,737	2,699	916,194
1,980,157	50,000	2,430,527	1,883,701	13,421	533,404
102,428	-	121,624	95,262	1,244	25,117
243,935	(3,000)	265,717	182,724	3,912	79,080
-	450,000	450,000	-	-	450,000
386,353	-	409,271	405,205	1,093	2,972
548,202	-	678,900	619,687	30,667	28,545
87,775	3,385	164,232	128,790	1,654	33,787
65,744	-	121,597	115,234	2,000	4,362
45,167,709	500,324	47,868,779	44,489,171	130,596	3,249,011
5,199,803	-	5,430,566	5,199,077	46,797	184,691
3,043,178	420	3,687,842	3,009,952	194,327	483,562
1,177,041	-	1,190,415	1,145,200	75,827	(30,612)
66,211,001	3,434,677	69,862,032	69,803,076	81,599	(22,643)
1,860,725	-	2,732,873	2,335,254	39,092	358,527
34,880,768	-	35,189,919	34,905,327	-	284,591
13,290	-	13,290	13,290	-	-
535,252	-	648,143	583,386	7,123	57,634
9,600,316	-	10,175,413	10,016,416	3,359,782	(3,200,785)
312,406	-	322,390	319,600	-	2,789
7,150,810	2,503	7,613,524	7,110,012	181,718	321,792
2,559,759	-	2,672,214	2,538,002	4,975	129,235
55,645	-	79,655	65,288	8,192	6,175
793	-	1,512	1,345	-	166
6,776,078	(4,464,618)	3,322,716	1,925,794	85,382	1,311,538
26,704	-	26,704	-	-	26,704
1,328	-	38,544	8,757	-	29,787
-	-	121	-	-	121
171,930	40,000	347,171	241,850	14,299	91,021
111,287	-	130,379	88,586	95	41,697
588,824	-	907,206	528,471	200,794	177,940
196,775	960,000	1,248,846	734,854	112,728	401,264
21,043	15,818	37,417	24,617	2,437	10,362
81,525	14,122	137,719	92,717	34,398	10,603
397,146	144,448	548,276	528,902	465,962	(446,588)
29,198	7,063	41,142	22,323	-	18,819
199	70,000	100,626	71,355	-	29,270
156,377	-	241,493	152,821	3,544	85,128
255,320	4,832	322,294	251,911	6,384	63,998

OTHER SPECIAL REVENUE FUNDS

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Reve Allocated
HUMAN SERVICES (CON'T)		
Mental Health and Corrections Department (Con't)		
State Prison	\$ 17,256	\$ -
Residential Facilities for Children - Hallowell	-	-
Independent Agencies		
Human Rights Commission	5,168	-
	<u>5,142,080</u>	<u>307,000</u>
MANPOWER		
Manpower Affairs Department		
Bureau of Labor and Industry	11,454	-
Employment Security Commission - Administration	8,858	-
Manpower Allowance	13,932	-
Manpower Development and Training	100,822	-
Benefit Account	193,603	-
Clearing Account	52,429	-
Trust Fund Account	7,517,328	-
Independent Agencies		
Governor's Committee on Employment of Handicapped	340	-
	<u>7,898,771</u>	<u>-</u>
NATURAL RESOURCES		
Conservation Department		
Central Administration	3,561	-
Capital Construction, Repairs and Improvements	296,792	-
Bureau of Forestry	815,496	-
Bureau of Geology	1,064	-
Land Use Regulation Commission	-	-
Bureau of Public Lands	149,035	35,000
Bureau of Parks and Recreation	-	110,000
Boating Facilities Fund	474,591	-
Snowmobile Trail Fund	578,615	-
Other	46,586	-
Environmental Protection		
Administration	-	-
Bureau of Air Quality Control	73,559	-
Bureau of Land Quality Control	36,137	-
Bureau of Water Quality Control	322,984	-
Maine Coastal Protection Fund	13,208	-
Inland Fisheries and Wildlife		
Administrative, Warden and Biological Services	2,029,541	-
Atlantic Sea Run Salmon Commission	92,478	-
Snowmobile Registration	95,086	-
Watercraft Registration and Safety	175,532	-
Independent Agencies		
Baxter State Park Authority	101,207	-
	<u>5,305,480</u>	<u>145,000</u>
PUBLIC PROTECTION		
Military, Civil Emergency Preparedness and Veterans Services Department		
Bureau of Civil Emergency Preparedness	125,796	-

nues Unallocated	Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Encumbrances Carried	Unencumbered Balance
\$ 72,201 200	\$ 10,983 -	\$ 100,440 200	\$ 96,097 -	\$ 960 -	\$ 3,382 200
52,572	-	57,741	48,003	-	9,738
141,539,508	240,250	147,228,839	141,862,296	4,926,425	440,117
55,058	-	66,513	43,956	-	22,557
9,998,241	-	10,007,100	9,628,665	291,030	87,404
1,306,313	-	1,320,245	1,316,102	-	4,143
598,982	-	699,804	669,921	33,721	(3,838)
14,647,761	69,531,157	84,372,522	83,976,438	-	396,084
42,778,037	(42,641,079)	189,387	-	-	189,387
14,220,755	(18,890,078)	2,848,005	-	-	2,848,005
-	-	340	340	-	-
83,605,149	8,000,000	99,503,920	95,635,424	324,752	3,543,744
-	-	3,561	-	-	3,561
179,410	-	476,203	193,880	6,727	275,595
118,424	1,391,944	2,325,864	1,239,366	153,256	933,242
58,516	-	59,580	50,706	-	8,873
13,956	-	13,956	5,126	260	8,569
448,004	-	632,039	147,285	9,520	475,234
-	-	110,000	238	-	109,762
394,472	-	869,064	304,774	49,772	514,517
229,495	117,352	925,463	221,544	2,035	701,883
23,178	-	69,765	30,813	-	38,951
70,000	-	70,000	-	-	70,000
180,000	-	253,559	170,716	38,725	44,118
40,914	-	77,051	47,794	9,643	19,614
723,351	-	1,046,335	630,219	137,372	278,743
400,000	-	413,208	405,007	116,136	(107,935)
6,058,167	86,292	8,174,001	5,650,933	451,562	2,071,504
20,020	-	112,498	24,010	403	88,085
428,257	(117,352)	405,991	74,511	-	331,480
424,379	(120,000)	479,912	120,592	-	359,319
517,062	-	618,269	544,665	23,137	50,466
10,327,610	1,358,236	17,136,326	9,862,186	998,553	6,275,586
1,055,894	-	1,181,691	874,267	114,638	192,785

OTHER SPECIAL REVENUE FUNDS

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Reve Allocated
<hr/>		
PUBLIC PROTECTION (CON'T)		
Public Safety Department		
State Police	\$ (13,851)	\$ -
Maine Criminal Justice Academy	24,624	-
State Fire Marshall	339,766	-
	<hr/> 476,336	<hr/> -
TRANSPORTATION		
Transportation Department		
Bureau of Aeronautics	11,090	-
OTHER		
Unallocated Antirecession Funds	-	-
	<hr/> \$ 27,740,201	<hr/> \$ 887,000
DETAIL OF TOTAL		
Maine Employment Security Trust Fund	\$ 7,763,362	\$ -
Antirecession Assistance Fund	-	887,000
Federal Revenue Sharing Fund	4,218	-
Other Special Revenue Funds	19,972,620	-
	<hr/> \$ 27,740,201	<hr/> \$ 887,000
<hr/>		

nues Unallocated	Transfers In (Out)	Total Available	Expenditures	Unexpended Balance June 30, 1977	
				Encumbrances Carried	Unencumbered Balance
\$ 287,399	\$ 27,120	\$ 300,669	\$ 236,495	\$ 8,909	\$ 55,264
39,001	5,654	69,280	32,544	964	35,771
368,466	13,187	721,419	471,818	2,562	247,039
1,750,762	45,961	2,273,061	1,615,125	127,074	530,860
80,294	-	91,384	67,270	9,695	14,419
2,272,236	-	2,272,236	-	-	2,272,236
\$318,545,995	\$10,345,620	\$357,518,817	\$ 328,669,022	\$ 12,788,555	\$ 16,061,240
\$ 71,646,554	\$ 8,000,000	\$ 87,409,916	\$ 83,976,438	\$ -	\$ 3,433,478
2,272,236	-	3,159,236	20,714	42,581	3,095,941
13,715,128	-	13,719,347	13,712,919	-	6,427
230,912,076	2,345,620	253,230,317	230,958,949	12,745,974	9,525,393
\$318,545,995	\$10,345,620	\$357,518,817	\$ 328,669,022	\$ 12,788,555	\$ 16,061,240

OTHER SPECIAL REVENUE FUNDS

COMPARATIVE STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	YEAR ENDED JUNE 30	
	1977	1976
PERSONAL SERVICES		
Salaries and Wages	\$ 31,460,413	\$ 31,727,802
Retirement Costs	3,366,537	3,153,681
Health Insurance	709,489	544,740
	<u>35,536,441</u>	<u>35,426,225</u>
CONTRACTUAL SERVICES		
Professional Fees and Special Services	6,519,898	5,422,323
Travel Expenses	1,790,619	1,928,495
Operating State - Owned Vehicles	578,526	595,769
Utility Services	1,324,998	1,202,751
Rents	1,800,592	1,401,796
Repairs	369,743	675,991
Insurance	208,920	156,229
General Operating Expenses	2,862,589	6,007,220
	<u>15,455,888</u>	<u>17,390,578</u>
COMMODITIES		
Foods	124,351	140,939
Fuels	93,399	105,713
Office Supplies	619,537	569,502
Clothing and Clothing Materials	54,035	61,597
Other Departmental and Institutional Supplies	1,167,240	5,616,748
	<u>2,058,564</u>	<u>6,494,501</u>
GRANTS, SUBSIDIES AND PENSIONS		
To Federal Government	9,999	10,000
To Cities, Towns and Counties	38,787,450	33,606,859
To Public and Private Organizations	40,730,343	45,002,710
To Individuals - Aid to Families with Dependent Children	32,861,007	31,841,238
To Individuals - Assistance and Medical Care	76,385,895	64,602,982
Unemployment Compensation Benefits	83,980,490	78,804,883
Miscellaneous	49,808	24,945
Pensions and Compensation for Injuries	87,397	57,625
	<u>272,892,392</u>	<u>253,951,245</u>
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS	720,126	306,503
CAPITAL OUTLAYS		
Land and Land Rights	6,600	28,043
Buildings and Improvements	620,081	666,537
Equipment	1,378,926	1,883,628
	<u>2,005,608</u>	<u>2,578,209</u>
TOTAL EXPENDITURES	<u>\$ 328,669,022</u>	<u>\$ 316,147,263</u>
DETAIL OF TOTAL		
Employment Security Trust Fund	\$ 83,976,438	\$ 78,803,234
Federal Revenue Sharing	13,712,919	13,930,000
Antirecession Assistance Fund	20,714	-
Other Special Revenue Funds	230,958,949	223,414,029
	<u>\$ 328,669,022</u>	<u>\$ 316,147,263</u>

PROCEEDS OF BONDS FUNDS

Proceeds from the sale of general obligation and self-liquidating bonds are recorded in the Proceeds of Bonds Funds pending the expenditures authorized by public referendum. The liability for the bonds is recorded in the General Long Term Debt Group of Accounts.

During the 1977 fiscal year, \$15,405,000 of general obligation bonds were sold for the following purposes:

Elementary and secondary school building construction aid	\$ 8,105,000
Planning, construction and equipment of pollution abatement facilities	5,100,000
Construction and equipment of pollution abatement facilities	1,000,000
Provide monies for student loans in higher education	200,000
Acquire land through the Inland Fisheries and Game Acquisition Fund	<u>1,000,000</u>
	<u>\$15,405,000</u>

All income realized from the temporary investment of bond proceeds of General Fund bond issues are available only for retirement of bonded indebtedness. During the year \$1,904,659 of investment income was transferred to the Treasury for debt service payments. Other revenues and transfers of \$6,072,394 included a \$900,000 bond anticipation note for construction at the University of Maine Portland-Gorham, proceeds from the use of facilities constructed from self-liquidating bonds, restricted interest income, and Federal matching funds. Expenditures totalling \$19,627,083 were made from the various special project funds.

PROCEEDS OF BONDS FUNDS

COMPARATIVE BALANCE SHEET

	JUNE 30		DETAIL OF THIS YEAR	
			General	Self
			Revenue	Liquidating
	1977	1976	Funds	Issues
ASSETS				
Equity in Treasurer's Demand				
Cash and/or Investments	\$ 17,189,187	\$ 16,213,462	\$ 16,662,394	\$ 526,792
Cash - Other	25,065	19,628	-	25,065
Federal Accounts Receivable	202,255	17,755	202,255	-
Prepaid Expense and Other				
Assets	2	-	2	-
Allocation of Temporary Note	-	75,000	-	-
	<u>\$ 17,416,510</u>	<u>\$ 16,325,845</u>	<u>\$ 16,864,652</u>	<u>\$ 551,857</u>
LIABILITIES, RESERVES				
AND FUND BALANCE				
Accounts Payable	\$ 12,973	\$ 472,849	\$ 12,973	\$ -
Other Current Liabilities	1,580,067	19,628	1,555,002	25,065
Reserve for Encumbrances	13,942,449	7,426,627	13,942,449	-
Fund Balance	1,881,019	8,406,739	1,354,227	526,792
	<u>\$ 17,416,510</u>	<u>\$ 16,325,845</u>	<u>\$ 16,864,652</u>	<u>\$ 551,857</u>

PROCEEDS OF BONDS FUNDS

SUMMARY OF ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE
EXPENDITURES AND DISPOSITION OF BALANCES YEAR ENDED JUNE 30, 1977

	Balance Forward 7-1-76 Adjusted	Allocations from Bond Issues
GENERAL GOVERNMENT		
Debt Service - General Fund Bonds	\$ 1,344,378	\$ -
Bureau of Public Improvements - Maintenance Building	113	-
Debt Service Self-Liquidating Bonds	458,293	-
	<u>1,802,785</u>	-
EDUCATION AND CULTURE		
Subsidies	1,308,203	8,105,000
Vocational Technical Institutes		
Central Maine	3,631	-
Eastern Maine	276	-
Southern Maine	1,000	-
University of Maine		
Orono, Bangor and/or Portland	417	-
Portland and Gorham	-	-
Aroostook	6,576	-
Machias	2,257	-
Student Loans	-	200,000
Maine State Cultural Building	2,844	-
	<u>1,325,206</u>	<u>8,305,000</u>
HUMAN SERVICES		
Mental Health and Corrections		
Bangor Mental Health Institute	107,082	-
Elizabeth Levinson Center	1,862	-
Maine Youth Center	173,181	-
Maine Correctional Center - South Windham	9,325	-
Pineland Center	3,416	-
Resident Facilities for Children - Hallowell	100,836	-
State Prison	251,007	-
	<u>646,713</u>	-
NATURAL RESOURCES		
Conservation		
Bureau of Parks and Recreation	3,876,570	-
Environmental Protection	6,526,901	6,100,000
Inland Fisheries and Wildlife	885,218	1,000,000
	<u>11,288,690</u>	<u>7,100,000</u>
PUBLIC PROTECTION		
Military Bureau	13,802	-
TRANSPORTATION		
Bureau of Aeronautics	806,173	-
COMPLETED PROJECTS		
	4,444	-
	<u>\$ 15,887,816</u>	<u>\$15,405,000</u>

(A) Consists of dormitory and dining facility fees from the University of Maine in the amount of \$1,555,893 and from the Vocational Technical Institutes in the amount of \$126,576.

Revenues	Transfers In (Out)	Total Available	Expenditures	JUNE 30, 1977	
				Reserve for Encumbrances	Unencumbered Balance
\$ 735,682	\$ (1,914,555)	\$ 165,504	\$ -	\$ -	\$ 165,504
-	-	113	-	-	113
1,682,469 (A)	-	2,140,763	1,613,971	-	526,792
2,418,152	(1,914,555)	2,306,382	1,613,971	-	692,410
-	-	9,413,203	8,845,005	-	568,198
-	-	3,631	1,939	500	1,192
-	-	276	-	165	111
-	-	1,000	154	1,000	(154)
-	-	417	-	-	417
-	900,000	900,000	900,000	-	-
-	-	6,576	-	-	6,576
-	-	2,257	-	-	2,257
-	-	200,000	-	-	200,000
-	-	2,844	2,844	-	-
-	900,000	10,530,206	9,749,943	1,665	778,598
-	-	107,082	-	-	107,082
-	-	1,862	1,206	-	656
-	-	173,181	6,938	-	166,242
-	-	9,325	2,215	825	6,285
-	(103)	3,313	2,542	771	-
-	-	100,836	1,067	-	99,768
-	-	251,007	13,841	93,939	143,226
-	(103)	646,610	27,812	95,535	523,262
616,119	-	4,492,690	376,700	97,963	4,018,026
2,110,240	-	14,737,141	6,926,219	13,747,285	(5,936,362)
27,882	-	1,913,100	873,017	-	1,040,083
2,754,242	-	21,142,932	8,175,937	13,845,248	(878,253)
-	-	13,802	5,026	-	8,775
-	-	806,173	54,392	-	751,781
-	-	4,444	-	-	4,444
\$ 5,172,394	\$ (1,014,659)	\$ 35,450,552	\$ 19,627,083	\$ 13,942,449	\$ 1,881,019

ENTERPRISE FUNDS

Enterprise funds are used to account for activities which provide services to the general public on a user-charge basis. Such funds are largely intended to be self-supporting, thus the enterprise accounts include fixed assets, depreciation and debt service.

The largest enterprise fund is operated by the Bureau of Alcoholic Beverages. Other significant enterprise operations include the Maine Guarantee Authority, the State Lottery, and the State-operated airport, ferry service and pier.

Outstanding debt relating to Ferry Service bonds totalled \$790,000 at June 30, 1977. The amount is repayable in varying installments through 1985.

ENTERPRISE FUNDS

COMPARATIVE BALANCE SHEET

	JUNE 30		Bureau of	Department
	1977	1976	Alcoholic	of
			Beverages	Transportation
ASSETS				
CURRENT ASSETS				
Equity in Treasurer's Demand				
Cash and/or Investments	\$ 3,533,463	\$ 3,046,266	\$ 1,030,432	\$ 1,078,872
Cash - Other	256,182	236,093	220,061	2,998
Accounts and Notes Receivable -				
Less Allowance for Possible				
Losses	5,387,248	4,473,226	15,747	22,178
Due from Other Funds	13,713	12,556	-	-
Leases Receivable	324,767	334,075	-	-
Inventories	6,513,251	5,954,008	6,021,352	109,415
Other Assets	780,296	3,723,316	48,783	4,981
Total Current Assets	16,808,923	17,779,542	7,336,377	1,218,445
PLANT AND EQUIPMENT				
Land, Building, Structures				
and Equipment	8,922,279	8,829,474	1,217,406	6,602,752
Less Allowances for Depreciation				
and Amortization	3,987,938	3,720,811	774,596	2,716,671
Net Plant and Equipment	4,934,340	5,108,662	442,809	3,886,080
	\$ 21,743,264	\$ 22,888,204	\$ 7,779,187	\$ 5,104,525
LIABILITIES, WORKING CAPITAL				
ADVANCES AND RETAINED EARNINGS				
LIABILITIES				
Accounts Payable	\$ 3,888,014	\$ 2,962,730	\$ 3,753,186	\$ 15,590
Mortgages Payable	296,653	213,722	-	-
Due to Other Funds	89,884	84,543	2,493	-
Other Current and Accrued				
Liabilities	451,065	592,336	-	1,448
Total Current Liabilities	4,725,617	3,853,333	3,755,680	17,039
Bonds Payable (Exhibit VI)	790,000	900,000	-	790,000
	5,515,617	4,753,333	3,755,680	807,039
WORKING CAPITAL ADVANCE FROM				
GENERAL FUND	3,885,000	3,950,000	3,500,000	-
CONTRIBUTIONS FROM OTHER FUNDS	33,681,144	31,747,803	523,506	11,121,213
RETAINED EARNINGS (DEFICIT)	(21,338,497)	(17,562,931)	-	(6,823,726)
	\$ 21,743,264	\$ 22,888,204	\$ 7,779,187	\$ 5,104,525

- (A) The Maine Guarantee Authority Fund is contingently liable as a guarantor of insured mortgages in the amount of \$34,226,015 and has commitments to guarantee additional mortgages amounting to \$663,450. The Authority has assumed monthly payments in support of \$10,119,742 of these guaranteed mortgages pending legal action to stabilize the operations of the mortgagee or to foreclose on the properties.
- (B) \$704,982 of the Other Assets in the Maine Guarantee Authority represents the cost of acquired property. Appraisal value of the properties held pending disposition is approximately \$500,000.

DETAIL OF THIS YEAR						
Osteopathic Loan Fund	Maine Guarantee Authority	Prison Industries	Seed Potato Board	Science Tech- nical and Mineral Fund	Veterans Small Bus. Loan Fund	State Lottery Fund
\$ 9,519	\$ 497,248	\$ 21,679	\$ 175,760	\$ 13,890	\$ 128,826	\$ 577,232
-	-	500	8,500	-	-	24,122
174,653	5,167,596	6,063	-	-	-	1,009
-	-	13,713	-	-	-	-
-	324,767	-	-	-	-	-
-	-	125,019	90,333	-	-	167,131
-	716,408 (B)	4,051	3,648	46	14	2,363
184,172	6,706,021	171,026	278,241	13,937	128,841	771,859
-	-	421,928	571,787	-	2,345	106,059
-	-	227,432	217,376	-	469	51,391
-	-	194,496	354,411	-	1,876	54,667
\$ 184,172	\$ 6,706,021	\$ 365,522	\$ 632,652	\$ 13,937	\$ 130,718	\$ 826,526

\$ -	\$ 58,066	\$ 3,493	\$ 12,904	\$ 2	\$ 43	\$ 44,726
-	296,653	-	-	-	-	-
-	15	4,051	81,000	46	14	2,262
-	1,758	3,321	-	-	-	444,537
-	356,493	10,866	93,904	48	57	491,526
-	-	-	-	-	-	-
-	356,493	10,866	93,904	48	57	491,526
-	-	-	50,000	-	-	335,000
180,000	21,427,500	203,550	10,375	15,000	200,000	-
4,172	(15,077,972)	151,106	478,373	(1,111)	(69,339)	-
\$ 184,172	\$ 6,706,021	\$ 365,522	\$ 632,652	\$ 13,937	\$ 130,718	\$ 826,526

(C) The Veterans Small Business Loan Fund is contingently liable as a guarantor of insured mortgages in the amount of \$1,110,394 and has commitments to guarantee additional mortgages amounting to \$170,000.

(D) The Maine State Lottery has purchased prize annuities at a cost of \$1,056,589 that have a matured value of \$1,885,000. These are not reflected in the statements.

ENTERPRISE FUNDS

DEPARTMENT OF TRANSPORTATION BALANCE SHEETS - JUNE 30, 1977

	Total Department of Transportation	Augusta State Airport	Maine State Ferry Service	Maine State Pier
ASSETS				
CURRENT ASSETS				
Equity in Treasurer's Demand Cash and/or Investments	\$ 1,078,872	\$ 6,439	\$ 630,719	\$ 441,712
Cash - Other	2,998	-	2,998	-
Accounts Receivable - Less Allowance for Possible Losses	22,178	1,364	4,111	16,702
Inventories	109,415	-	109,415	-
Other Assets	4,981	-	-	4,981
Total Current Assets	1,218,445	7,803	747,245	463,396
PLANT AND EQUIPMENT				
Land, Buildings, Structures and Equipment	6,602,752	1,150,631	3,151,605	2,300,515
Less Allowance for Depreciation and Amortization	2,716,671	139,865	1,710,000	866,806
Net Plant and Equipment	3,886,080	1,010,765	1,441,605	1,433,709
	\$ 5,104,525	\$ 1,018,569	\$ 2,188,850	\$ 1,897,105
LIABILITIES AND RETAINED EARNINGS				
LIABILITIES				
Accounts Payable	\$ 15,590	\$ 878	\$ 12,758	\$ 1,954
Other Current and Accrued Liabilities	1,448	-	1,448	-
Total Current Liabilities	17,039	878	14,207	1,954
Bonds Payable (Exhibit IV)	790,000	-	790,000	-
CONTRIBUTIONS FROM OTHER FUNDS	11,121,213	1,690,809	6,659,983	2,770,420
RETAINED EARNINGS (DEFICIT)	(6,823,726)	(673,117)	(5,275,340)	(875,268)
	\$ 5,104,525	\$ 1,018,569	\$ 2,188,850	\$ 1,897,105

ENTERPRISE FUNDS

BUREAU OF ALCOHOLIC BEVERAGES
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
SALES		
Retail	\$ 38,923,294	\$ 39,565,357
Wholesale to Licensees	12,617,164	8,500,219
	51,540,459	48,065,577
LESS RETURNS	14,338	10,868
Net Sales	51,526,120	48,054,708
COST OF GOODS SOLD	30,765,340	28,376,700
	20,760,780	19,678,008
SELLING AND ADMINISTRATIVE EXPENSES		
Store Operating	2,954,881	2,946,418
Warehouse and Maintenance	190,215	178,706
Accounting and Data Processing Services	102,895	95,780
General Administrative	150,446	142,116
Store Supervision	66,677	72,720
Merchandising	52,697	48,046
Commissioners	7,271	6,592
	3,525,085	3,490,381
Net Income from Operations	17,235,694	16,187,627
OTHER INCOME		
Excise Tax on Malt Beverages and Wines	7,114,041	6,746,123
Licenses and Fees	1,201,650	1,171,738
Miscellaneous	121,604	76,433
	8,437,295	7,994,296
Licensing and Malt Beverage Expenditures	127,694	113,202
	8,309,601	7,881,093
NET INCOME	25,545,295	24,068,720
Retained Earnings at Beginning of Year	-	-
Transferred to General Fund	25,529,492	24,037,724
Transferred to Bicentennial Commission	15,803	30,996
	25,545,295	24,068,720
RETAINED EARNINGS AT END OF YEAR	\$ -	\$ -

ENTERPRISE FUNDS

AUGUSTA STATE AIRPORT
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUE		
Rentals	\$ 32,345	\$ 29,731
Airport Security	21,503	22,229
Other State Departments	7,620	8,885
Other Income	10,047	23,880
	<u>71,517</u>	<u>84,727</u>
EXPENSES		
Personal Services and Retirement Costs	61,633	51,515
Airport Security	7,516	23,398
Depreciation	11,299	11,299
Rent of State Equipment	18,444	12,974
Other	35,907	35,936
	<u>134,802</u>	<u>135,124</u>
NET (LOSS)	(63,284)	(50,397)
Retained Earnings (Deficit) at Beginning of Year	(609,635)	(547,971)
Adjustment of Prior Year's Transactions	(196)	(11,267)
Adjusted Balance	<u>(609,832)</u>	<u>(559,238)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (673,117)</u>	<u>\$ (609,635)</u>

EXHIBIT E-5

MAINE STATE FERRY SERVICE
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUE		
Tolls Collected	\$ 531,134	\$ 518,800
Other	43,856	52,677
	<u>574,990</u>	<u>571,478</u>
EXPENSES		
Personal Services and Retirement Costs	562,475	529,821
Other	370,448	383,872
Amortization of Plant and Equipment Costs	110,000	110,000
(Equal to Annual Principal Debt Requirements)		
Interest	26,267	29,342
	<u>1,069,191</u>	<u>1,053,036</u>
NET (LOSS)	(494,200)	(481,558)
Retained Earnings (Deficit) at Beginning of Year	(4,776,196)	(4,288,644)
Adjustment of Prior Year's Transactions	(4,943)	(5,992)
Adjusted Balance	<u>(4,781,139)</u>	<u>(4,294,637)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (5,275,340)</u>	<u>\$ (4,776,196)</u>

ENTERPRISE FUNDS

MAINE STATE PIER FUND

COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUE		
Service and Fees	\$ 162,886	\$ 121,265
Rentals	62,859	85,304
Income from Investments	23,384	17,859
Other State Departments	16,125	31,060
Other	2,550	21,711
	<u>267,806</u>	<u>277,201</u>
EXPENSES		
Personal Services and Retirement Costs	185,208	167,109
Professional Fees and Services	131,047	82,054
Depreciation	22,307	68,760
Travel	4,130	4,013
Utilities	16,663	15,780
Insurance	12,452	13,611
Other	116,099	61,437
	<u>487,909</u>	<u>412,766</u>
NET (LOSS)	(220,103)	(135,565)
Retained Earnings (Deficit) at Beginning of Year	(654,857)	(519,291)
Adjustment of Prior Year's Transactions	(308)	-
Adjusted Balance	<u>(655,165)</u>	<u>(519,291)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (875,268)</u>	<u>\$ (654,857)</u>

ENTERPRISE FUNDS

MAINE GUARANTEE AUTHORITY
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUES		
Income from Investments	\$ 16,627	\$ 25,052
Insured Mortgage Fees	383,615	342,203
Defaulted Mortgage Payment Recoveries	822,340	470,192
Income from Acquired Properties and Miscellaneous	197,035	98,091
	<u>1,419,619</u>	<u>935,539</u>
OPERATING EXPENSES		
Personal Services and Retirement Costs	67,103	73,803
Payments on Account of Defaulted Mortgages	1,840,134	1,735,088
Maintenance of Acquired Property	122,889	176,693
Community Industrial Development	2,216	22,134
Other	94,526	72,593
	<u>2,126,870</u>	<u>2,080,313</u>
Net Loss from Operations	(707,250)	(1,144,773)
Loss on Sale of Acquired Property	(2,146,473)	(906,706)
NET (LOSS)	<u>(2,853,724)</u>	<u>(2,051,480)</u>
Retained Earnings (Deficit) at Beginning of Year	(12,224,248)	(10,177,807)
Adjustment of Prior Year's Transactions	-	5,039
Adjusted Balance	<u>(12,224,248)</u>	<u>(10,172,768)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (15,077,972)</u>	<u>\$ (12,224,248)</u>

MAINE GUARANTEE AUTHORITY
COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION

	YEAR ENDED JUNE 30	
	1977	1976
SOURCE OF FUNDS		
Proceeds from General Obligation Bonds		\$ 5,750,000
Appropriation from General Revenues	\$1,000,000	
Transfer from Contingent Account	100,000	
Decrease from Working Capital	1,753,723	
	<u>\$2,853,723</u>	<u>\$ 5,750,000</u>
APPLICATION OF FUNDS		
Net Loss	2,853,723	2,046,441
Increase in Working Capital		3,703,559
	<u>\$2,853,723</u>	<u>\$5,750,000</u>

ENTERPRISE FUNDS

PRISON INDUSTRIES
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
SALES OF INDUSTRIAL PRODUCTS		
To State Departments	\$ 87,032	\$ 69,499
To Others	171,911	170,054
	<u>258,944</u>	<u>239,554</u>
COSTS AND EXPENSES		
Material Cost of Products Sold	75,223	65,805
Personal Services and Retirement Costs	146,459	135,949
Repairs to Equipment	7,821	7,172
Fuel Oil	10,070	9,938
Electric Lights and Power	11,990	10,319
Depreciation	14,970	16,050
Miscellaneous Supplies	21,849	26,283
General Operating Expenses	5,753	6,186
	<u>294,139</u>	<u>277,707</u>
NET (LOSS) From Operations	(35,195)	(38,152)
OTHER INCOME AND DEDUCTIONS		
Profit on Sale of Capital Assets	-	1,000
Miscellaneous Income	7,659	6,359
	<u>7,659</u>	<u>7,359</u>
NET (LOSS)	(27,535)	(30,793)
Retained Earnings at Beginning of Year	182,030	213,007
Adjustment of Prior Year's Transactions	(3,388)	(184)
Adjusted Balance	<u>178,642</u>	<u>212,823</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 151,106</u>	<u>\$ 182,030</u>

ENTERPRISE FUNDS

SEED POTATO BOARD

COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
Sale of Farm Products	\$ 190,167	\$ 239,468
Cost of Goods Sold	234,766	197,819
	(44,598)	41,649
OPERATING EXPENSES		
Telephone Service	682	528
Electric Lights and Power	1,515	1,667
Payment in Lieu of Taxes	2,000	2,000
Other	12,762	9,547
	16,960	13,743
Income or (Loss) from Operations	(61,558)	27,906
OTHER OPERATIONS		
Foundation Seed Program		
Revenue	23,000	22,928
Expenditures	19,538	14,125
	3,462	8,803
Florida Testing Program		
Revenue	70,745	82,171
Expenditures	70,635	64,180
	110	17,990
Experimental Program		
Revenue	73,650	20,218
Expenditures	108,605	44,606
	(34,954)	(24,387)
OTHER INCOME AND DEDUCTIONS		
Interest Earnings	9,323	8,235
Miscellaneous Income	-	3,450
	9,323	11,685
NET INCOME (LOSS)	(83,617)	41,997
Retained Earnings at Beginning of Year	561,346	519,158
Adjustment of Prior Year's Transactions	644	190
Adjusted Balance	561,990	519,348
RETAINED EARNINGS AT END OF YEAR	\$ 478,373	\$ 561,346

ENTERPRISE FUNDS

SCIENCE, TECHNICAL AND MINERAL RESOURCES FUND
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUES		
Sale of Book and Maps	\$ 2,851	\$ 3,144
Income from Investments	868	900
	<u>3,720</u>	<u>4,045</u>
OPERATING EXPENSES		
Printing and Binding	5,058	982
Miscellaneous Fees and Supplies	402	458
	<u>5,460</u>	<u>1,441</u>
NET INCOME (LOSS)	<u>(1,740)</u>	<u>2,604</u>
Retained Earnings (Deficit) at Beginning of Year	624	(1,979)
Adjustment of Prior Year's Transactions	5	-
Adjusted Balance	<u>629</u>	<u>(1,979)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (1,111)</u>	<u>\$ 624</u>

EXHIBIT E-11

VETERANS SMALL BUSINESS LOAN FUND
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUES		
Income from Investments	\$ 8,199	\$ 10,777
Insured Fees	10,314	9,764
	<u>18,514</u>	<u>20,542</u>
OPERATING EXPENSES		
Personal Services and Retirement Costs	30,133	28,634
Payments on Account of Defaulted Mortgages	5,892	14,922
Travel Expense	2,713	2,674
Rent of Office and Buildings	2,100	2,275
General Operating Expenses	281	1,269
Miscellaneous Supplies	3,002	295
	<u>44,122</u>	<u>50,072</u>
NET (LOSS)	<u>(25,607)</u>	<u>(29,530)</u>
(Deficit) at Beginning of Year	(45,608)	(16,078)
Prior Year Adjustments	1,876	-
Adjusted Balance	<u>(43,731)</u>	<u>(16,078)</u>
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (69,339)</u>	<u>\$ (45,608)</u>

ENTERPRISE FUNDS

MAINE STATE LOTTERY FUND
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
SALE OF TICKETS	\$ 6,406,874	\$ 8,281,180
PRIZE APPORTIONMENT	2,883,397	3,728,823
	<u>3,523,477</u>	<u>4,552,357</u>
OPERATING EXPENSES		
Personal Services and Retirement Costs	393,444	379,555
Tickets	191,981	167,401
Commissions Paid	685,443	608,232
Data Processing	35,211	56,078
Rent of Buildings and Offices	30,247	34,681
Printing and Binding	32,767	47,681
Promotion	324,282	355,221
Professional Fees and Services	243,421	216,635
General Operating Expenses	83,522	74,546
Depreciation	18,274	30,919
Miscellaneous Supplies	7,085	7,338
	<u>2,045,681</u>	<u>1,978,292</u>
Net Income from Operations	1,477,795	2,574,065
OTHER INCOME		
Income from Investments	21,710	29,833
Miscellaneous	7,305	2,250
Licenses	2,416	1,712
	<u>31,431</u>	<u>33,795</u>
NET INCOME	1,509,227	2,607,860
Retained Earnings at Beginning of Year	-	2,211
Prior Year Adjustments	(18,114)	(449)
Adjusted Balance	<u>(18,114)</u>	<u>1,762</u>
Transferred to General Fund	1,491,113	2,609,623
RETAINED EARNINGS AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>

EXHIBIT E-13

DEBT SERVICE REQUIREMENTS TO MATURITY
MAINE STATE FERRY SERVICE

Fiscal Year	Principal	Interest
1978	\$ 110,000	\$ 23,010
1979	110,000	19,570
1980	110,000	16,130
1981	110,000	12,690
1982	110,000	9,250
1983	110,000	5,810
1984	110,000	2,370
1985	20,000	325
	<u>\$ 790,000</u>	<u>\$ 89,155</u>

INTRAGOVERNMENTAL SERVICE FUNDS

Intragovernmental Service Funds provide centralized services for all other funds. Revenues are derived from user agencies on a cost reimbursement basis. Working capital advances have been provided from the Highway and General Funds.

The principal Intragovernmental Service Funds include:

Surplus Property Pool - Acquires, warehouses and sells Federal surplus property to health and educational institutions and other eligible recipients in the State.

Highway Garage - Operates the central motor pool for the Department of Transportation and other State agencies. Inventories consist of repair parts and fuels recorded at average cost. Vehicles and maintenance garages are recorded at cost less allowance for straight-line depreciation computed over the estimated useful lives of the assets.

State Plane - Accounts for the operation of the State aircraft. Service fees charged to using agencies have been supplemented by legislative appropriations in prior years.

Insurance Reserve Fund - Provides a reserve to indemnify the State for self-insured retention losses and related loss adjustment perils. The fund balance shall not exceed 2% of the insurable value of all State property (including the University of Maine) which at June 30, 1977 was approximately \$500 million.

Postal Printing and Supply Fund - Provides in-house reprographics and postal services. The fund also maintains a central warehouse of office supplies which are recorded at cost.

Schooling of Children in Unorganized Territories - Funds the cost of maintaining educational facilities and equipment in the unorganized territory of the State.

Central Computer Services - Supplies data processing services. Leases covering the rental of the major computer equipment have been capitalized (exclusive of interest) and are being depreciated on a straight-line basis over the estimated useful lives of the equipment. The corresponding lease rental obligations represent the balance of the equity payments which are due in varying monthly installments through July 1981. Interest is payable at five percent.

INTRAGOVERNMENTAL SERVICE FUNDS

COMPARATIVE BALANCE SHEET

	JUNE 30	
	1977	1976
ASSETS		
CURRENT ASSETS		
Equity in Treasurer's Demand Cash and/or Investments	\$ 5,457,813	\$ 5,876,358
Accounts and Notes Receivable - Less Allowance for Possible Losses	15,037	16,188
Due from Other Funds	706,616	434,912
Prepaid Expenses and Other Current Assets	38,144	4,250
Inventories	3,088,003	2,862,645
Total Current Assets	9,305,616	9,194,355
PLANT AND EQUIPMENT		
Land, Building and Improvements	2,843,315	2,757,736
Machinery and Equipment	24,647,508	22,647,582
	27,490,823	25,405,318
Less Allowance for Depreciation	14,256,887	12,664,366
Net Plant and Equipment	13,233,935	12,740,952
	\$ 22,539,552	\$ 21,935,308
LIABILITIES, WORKING CAPITAL ADVANCES AND RETAINED EARNINGS		
LIABILITIES		
Accounts Payable	\$ 791,637	\$ 740,968
Due to Other Funds	693	3,645
Lease Purchase Payable	4,085,879	4,328,211
Total Liabilities	4,878,209	5,072,824
WORKING CAPITAL ADVANCES		
From General Fund	700,106	750,106
From Highway Fund	10,691,614	10,691,614
	11,391,720	11,441,720
CONTRIBUTED BY OTHER FUNDS OR GOVERNMENTAL UNITS	4,048,268	4,024,098
RETAINED EARNINGS (DEFICIT)	2,221,353	1,396,663
	\$ 22,539,552	\$ 21,935,308

DETAIL OF THIS YEAR						
Surplus Property Pool	Highway Garage	State Plane	Insurance Reserve Fund	Postal Printing Supply Fund	Schooling of Children in Unorg. Terr.	Central Computer Services
\$ 15,430	\$ 1,540,868	\$ 2,111	\$ 2,838,584	\$ 347,333	\$ 214,012	\$ 499,471
10,240	3,023	-	-	1,051	-	721
-	129,358	-	-	185,543	264,614	127,099
-	243	-	-	36,133	-	1,766
-	2,795,441	-	-	263,130	-	29,432
25,671	4,468,936	2,111	2,838,584	833,193	478,627	658,490
-	2,833,315	10,000	-	-	-	-
-	18,035,061	944	-	163,462	2,747	6,445,293
-	20,868,376	10,944	-	163,462	2,747	6,445,293
-	11,683,664	-	-	50,695	-	2,522,527
-	9,184,712	10,944	-	112,766	2,747	3,922,765
\$ 25,671	\$13,653,649	\$ 13,055	\$ 2,838,584	\$ 945,959	\$ 481,374	\$ 4,581,256
\$ 8,736	\$ 292,613	\$ 1,588	\$ 184	\$ 35,617	\$ 392	\$ 452,503
-	243	-	-	408	-	40
-	-	-	-	-	-	4,085,879
8,736	292,857	1,588	184	36,026	392	4,538,423
2,000	-	100,000	-	254,000	344,106	-
-	10,691,614	-	-	-	-	-
2,000	10,691,614	100,000	-	254,000	344,106	-
-	2,105,404	498,439	1,224,424	64,298	130,000	25,701
14,935	563,773	(586,972)	1,613,975	591,634	6,876	17,131
\$ 25,671	\$13,653,649	\$ 13,055	\$ 2,838,584	\$ 945,959	\$ 481,374	\$ 4,581,256

INTRAGOVERNMENTAL SERVICE FUNDS

HIGHWAY GARAGE

COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
RENTAL OF EQUIPMENT		
Department of Transportation	\$ 8,152,363	\$ 7,659,042
Other State Departments	37,704	24,882
Within Department	232,232	220,595
Others	220	113
Total Rentals	8,422,521	7,904,633
AUTOS AND WORKING EQUIPMENT EXPENSES		
Miscellaneous Auto Expense	88,309	71,097
Gasoline, Oil and Grease	1,768,791	1,673,730
Repairs, Parts and Supplies	3,616,073	3,331,527
Depreciation	1,284,103	1,282,035
Other Expenses	-	201
Total Auto and Working Expenses	6,757,278	6,358,591
INCOME FROM EQUIPMENT RENTAL	1,665,243	1,546,041
GENERAL OVERHEAD EXPENSE		
Personal Services and Retirement Costs	690,388	670,727
Heat Light and Power	299,204	270,871
Insurance	71,686	61,398
Repairs to Buildings and Grounds	64,489	31,099
Travel Expenses	5,021	22,175
Rents of Buildings and Offices	2,782	3,133
Caretaker and Messenger Services	48,183	36,391
General Operating	261,539	208,051
Cleaning and Watching	36,433	36,364
Depreciation on Buildings, Furniture and Fixtures	101,614	99,166
Miscellaneous Supplies and Expenses	137,562	99,984
Telephone and Telegraph	28,738	28,510
Repairs to Equipment	5,873	12,668
Total General Overhead Expenses	1,753,520	1,580,543
Stockroom and Shop Overhead Variation - Net	(88,276)	(34,501)
Income from Operations	328,676	37,223
	240,399	2,721
OTHER INCOME AND EXPENSE		
Profit from Sale of Capital Assets	67,004	28,889
Interest and Miscellaneous	140,072	177,048
	207,077	205,937
NET INCOME	447,477	208,659
Retained Earnings (Deficit) at Beginning of Year	115,173	(93,513)
Adjustment of Prior Year's Transactions	1,122	27
Adjusted Balance	116,296	(93,485)
RETAINED EARNINGS AT END OF YEAR	\$ 563,773	\$ 115,173

INTRAGOVERNMENTAL SERVICE FUNDS

STATE PLANE
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUES		
Services and Fees Charged State Departments	\$ 13,081	\$ 17,892
Other Income	577	1,073
	<u>13,658</u>	<u>18,966</u>
EXPENSES		
Personal Services and Retirement Costs	13,779	31,533
Gasoline, Oil and Grease and Repairs	23,898	15,466
Other	6,929	5,870
	<u>44,607</u>	<u>52,870</u>
NET (LOSS)	(30,948)	(33,903)
Retained Earnings (Deficit) at Beginning of Year	(556,024)	(522,120)
RETAINED EARNINGS (DEFICIT) AT END OF YEAR	<u>\$ (586,972)</u>	<u>\$ (556,024)</u>

EXHIBIT F-4

INSURANCE RESERVE FUNDS
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUE		
Services and Fees Charged State Departments	\$ 10,879	\$ 207,384
Income from Investments and Use of Money	158,342	160,906
	<u>169,222</u>	<u>368,290</u>
EXPENSES		
Insurance Claims Paid	34,533	63,987
NET INCOME	<u>134,688</u>	<u>304,303</u>
Retained Earnings at Beginning of Year	1,479,286	1,174,983
RETAINED EARNINGS AT END OF YEAR	<u>\$ 1,613,975</u>	<u>\$ 1,479,286</u>

INTRAGOVERNMENTAL SERVICE FUNDS

CENTRAL COMPUTER SERVICES
COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
REVENUES		
Services and Fees Charged State Departments	\$ 2,582,976	\$ 2,045,045
Other Income	17,664	20,419
	<u>2,600,640</u>	<u>2,065,464</u>
EXPENSES		
Personal Services and Retirement Costs	536,177	474,127
Rental of Data Processing Equipment	389,219	107,280
Interest on Lease Purchases	208,066	218,180
Repairs to Equipment	352,866	373,140
Depreciation	854,830	758,955
General Operating Expense	124,730	93,918
Miscellaneous Supplies and Expense	142,757	146,087
	<u>2,608,647</u>	<u>2,171,689</u>
NET (LOSS)	(8,006)	(106,225)
Retained Earnings at Beginning of Year	25,138	142,211
Adjustment on Prior Year's Transactions	-	(10,847)
Adjusted Balance	<u>25,138</u>	<u>131,364</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 17,131</u>	<u>\$ 25,138</u>

INTRAGOVERNMENTAL SERVICE FUNDS

POSTAL, PRINTING AND SUPPLY FUND

COMPARATIVE STATEMENT OF OPERATIONS AND ANALYSIS OF RETAINED EARNINGS

	YEAR ENDED JUNE 30	
	1977	1976
SALES		
State Departments	\$ 3,436,329	\$ 3,030,579
Other	5,205	11,986
	3,441,535	3,042,566
COST OF GOODS SOLD	2,779,127	2,389,993
	662,408	652,573
OPERATING EXPENSES		
Personal Services and Retirement Costs	404,657	370,075
Casual Labor	60	19,565
Depreciation	16,660	13,106
Rental of Office Machines and Equipment	11,306	14,629
Repairs to Equipment	18,761	19,370
General Operating Expense	42,699	36,596
Miscellaneous Supplies and Expenses	7,252	29,095
	501,397	502,438
NET INCOME	161,010	150,134
Retained Earnings at Beginning of Year	420,179	315,209
Adjustment on Prior Year's Transactions:		
Inventory Adjustment	6,209	-
Prior Year's Depreciation	-	(28,777)
Other	4,234	(16,386)
Adjusted Balance	430,623	270,045
RETAINED EARNINGS AT END OF YEAR	\$ 591,634	\$ 420,179

TRUST AND AGENCY FUNDS

The Trust and Agency Funds are a grouping of various funds which are administered by the State as trustee or as an agent for the general public. Trust and Agency Funds are classified as either expendable or nonexpendable funds.

Expendable funds include the accounts of the Maine State Retirement System, the State Employees Group Life Insurance Fund, interest and other revenue from nonexpendable trusts, and various private trusts.

Nonexpendable trust funds consist of endowments for maintenance and preservation of public lands and other donor restrictions. The Lands Reserved for Public Uses Fund consists of revenues from the sale of timber in unorganized territories which are held for the future benefit of towns when organized. The Permanent School Fund represents the proceeds from the sale of 20 townships of public lands in 1828 which are reserved for the benefit of primary schools - only the interest can be expended. The Baxter State Park Trust Fund provides for the perpetual maintenance of forest lands including Baxter State Park.

TRUST AND AGENCY FUNDS

COMPARATIVE BALANCE SHEET

	TOTAL FUNDS	
	JUNE 30	
	1977	1976
ASSETS		
Equity in Treasurer's Demand Cash and/or Investments	\$ 27,984,285	\$ 17,990,716
Cash - Other	2,545,595	8,099,329
Accounts Receivable - Less Allowance for Possible Losses	8,514	5,339
Due from Other Funds	50,000	50,000
Investments (A)	219,202,536	199,755,757
Other Assets	153,472	152,994
	<u>\$ 249,944,403</u>	<u>\$226,054,137</u>
LIABILITIES, WORKING CAPITAL ADVANCES AND RESERVES AND FUND BALANCES		
LIABILITIES		
Accounts Payable	\$ 1,753,607	\$ 1,862,481
Due to Other Funds	3,360	-
Other Current Liabilities	121,078	42,289
Reserve for Authorized Expenditures	415,098	293,675
Total Liabilities	<u>2,293,144</u>	<u>2,198,446</u>
WORKING CAPITAL ADVANCES FROM GENERAL FUND	50,000	50,000
CONTRIBUTIONS FROM GENERAL FUND	10,000	10,000
RESERVES AND FUND BALANCE		
Retirement Contribution and Allowance Reserves	223,136,972	198,994,587
Future Losses Reserve	1,806,962	1,868,658
Future Premiums Reserve	3,340,443	2,646,115
Fund Balance	19,306,880	20,286,329
	<u>247,591,259</u>	<u>223,795,690</u>
	<u>\$ 249,944,403</u>	<u>\$226,054,137</u>

(A) Investments are recorded at cost less amortization of bond premium plus accretion of discounts on bonds and mortgages. The market value of the securities at June 30, 1977 was approximately \$223 million.

Total Expendable Funds	Total Non- Expendable Funds	DETAIL OF NON-EXPENDABLE FUNDS			
		Land Reserved Trust Fund	Permanent School Fund	Baxter State Park Trust Fund	Other Trust Funds
\$ 27,962,078	\$ 22,206	\$ 1,467	\$ 55	\$ -	\$ 20,682
2,440,523	105,072	34,234	-	2,524	68,313
8,514	-	-	-	-	-
50,000	-	-	-	-	-
213,079,478	6,123,057	2,775,573	578,442	1,877,718	891,323
153,410	62	62	-	-	-
\$243,694,005	\$ 6,250,398	\$ 2,811,337	\$ 578,498	\$1,880,243	\$ 980,319
\$ 1,753,607	\$ -	\$ -	\$ -	\$ -	\$ -
3,360	-	-	-	-	-
121,078	-	-	-	-	-
415,098	-	-	-	-	-
2,293,144	-	-	-	-	-
50,000	-	-	-	-	-
10,000	-	-	-	-	-
223,136,972	-	-	-	-	-
1,806,962	-	-	-	-	-
3,340,443	-	-	-	-	-
13,056,482	6,250,398	2,811,337	578,498	1,880,243	980,319
241,340,860	6,250,398	2,811,337	578,498	1,880,243	980,319
\$243,694,005	\$ 6,250,398	\$ 2,811,337	\$ 578,498	\$1,880,243	\$ 980,319

TRUST AND AGENCY FUNDS

BALANCE SHEET OF EXPENDABLE FUNDS

	Total June 30 1977	Maine State Retirement System (A)
ASSETS		
Equity in Treasurer's Demand Cash and/or Investments	\$ 27,962,078	\$ 15,533,894
Cash - Other	2,440,523	1,645,171
Accounts Receivable - Less Allowance for Possible Losses	8,514	1,854
Due from Other Funds	50,000	-
Investments (Note A)	213,079,478	206,401,915
Other Assets	153,410	3,410
	<u>\$243,694,005</u>	<u>\$223,586,246</u>
LIABILITIES AND RESERVES AND FUND BALANCE		
LIABILITIES		
Accounts Payable	\$ 1,753,607	\$ 224,725
Due to Other Funds	3,360	3,360
Other Current Liabilities	121,078	-
Reserve for Authorized Expenditures	415,098	221,189
	<u>2,293,144</u>	<u>449,274</u>
WORKING CAPITAL ADVANCE FROM GENERAL FUND	50,000	-
CONTRIBUTION FROM GENERAL FUND	10,000	-
RESERVES AND FUND BALANCE		
Members Contribution Reserve	168,960,559	168,960,559
Allowance Fund Reserve (Note B)	45,149,879	45,149,879
Future Losses Reserve	1,806,962	-
Future Premium Reserve	3,340,443	-
Teachers Savings Reserve	515,102	515,102
Survivors Benefit Reserve	8,511,430	8,511,430
Fund Balance	13,056,482	-
	<u>241,340,860</u>	<u>223,136,972</u>
	<u>\$243,694,005</u>	<u>\$223,586,246</u>

- (A) The Maine State Retirement System is a contributory, defined benefit plan covering all full time permanent State employees, public school teachers and employees of participating local districts. Consult the Maine State Retirement System's Annual Report for detailed information as to the actuarial assumptions and retirement benefits.

PUBLIC TRUSTS			AGENCY FUNDS	
Group Life Insurance Fund	Revenue of Non-expendable Trusts	Private Trusts	Payroll Taxes and Deductions Fund	Other
\$ 5,428,537	\$ 584,837	\$ 5,146,454	\$ 1,241,717	\$ 26,637
-	30,440	764,910	-	-
6,660	-	-	-	-
50,000	-	-	-	-
-	-	6,677,562	-	-
-	-	-	150,000	-
\$ 5,485,197	\$ 615,278	\$12,588,927	\$ 1,391,717	\$ 26,637
\$ 287,791	\$ 19,160	\$ 34,122	\$ 1,187,808	\$ -
-	-	-	-	-
-	121,078	-	-	-
-	-	-	193,909	-
287,791	140,238	34,122	1,381,717	-
50,000	-	-	-	-
-	-	-	10,000	-
-	-	-	-	-
-	-	-	-	-
1,806,962	-	-	-	-
3,340,443	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	475,039	12,554,805	-	26,637
5,147,406	475,039	12,554,805	-	26,637
\$ 5,485,197	\$ 615,278	\$12,588,927	\$ 1,391,717	\$ 26,637

TRUST AND AGENCY FUNDS

ANALYSIS OF CHANGES IN TRUST AND AGENCY FUNDS BALANCE
YEAR ENDED JUNE 30, 1977

	Total
Balance July 1, 1976	\$ 224,704,016
Adjustments of Balance Forward	20,156
	<u>224,724,172</u>
Additions:	
Interest Earned (Net After Amortization of Premiums)	11,045,193
Profit or (Loss) on Sale of Securities	4,209,884
Revenue of Reserved Lands	18,665
Individual Contribution of Pensions, Plus Interest Allowed	32,363,763
Contributions from University of Maine	324,180
Park and Recreation and Snowmobile Fees	489,383
Deposits by Federal Government, Cities, Towns and Individuals	65,643,354
Sale of Timber, Gravel or Grass	113,602
Contributions from Other Funds:	
From General Fund	27,896,580
From Highway Fund	4,066,542
From Other Special Revenue Funds	3,357,737
From Enterprise Funds	373,455
From Intragovernmental Service Funds	371,386
From Other Funds	36,228
Group Life Insurance Dividends	219,768
Other Additions	20
	<u>150,529,746</u>
Deductions:	
Administrative Expenses	1,096,885
Distribution to Cities, Towns, Counties, Districts & Individuals	1,586,790
Payments of Payroll Taxes and Deductions	50,302,511
Hospital Construction - Federal Aid	606,616
Growth and Improvement of Public Lots	6,995
Refunds of Trust Deposits, Other Disbursements and Transfers	2,533,726
Interest Allowed on Individual Contributions	6,473,634
Group Life Insurance Premiums	3,321,916
Pensions and Survivor Benefits Payments:	
State Employees	19,009,729
Teachers	29,892,460
Employees in Participating Districts	6,433,032
Refunds on Individual Contributions Plus Interest	5,092,929
Distribution of Income from Non-Expendable Trusts:	
University of Maine	11,426
Other Beneficiaries	153,874
Interest on Lands Reserved Trust Fund Paid to Plantations	62,952
Baxter State Park	373,819
Passamaquoddy Indians Trust Fund	20,682
General Fund	84,051
Special Revenue Funds	435,772
Additions to Reserves and Other Charges and Credits	162,852
	<u>127,662,660</u>
Fund Balance June 30, 1977	<u>\$ 247,591,259</u>

Total Expendable Funds	Total Non-Expendable Funds	NON-EXPENDABLE FUNDS			
		Land Reserved Trust Funds	Permanent School Fund	Baxter State Park Trust Fund	Other Trust Funds
\$218,219,408	\$ 6,484,607	\$ 3,099,479	\$ 578,498	\$ 1,824,964	\$ 981,665
23,793	(3,637)	(3,637)	-	-	-
218,243,202	6,480,970	3,095,842	578,498	1,824,964	981,665
11,036,878	8,314	-	-	-	8,314
4,269,373	(59,488)	(92,738)	-	55,278	(22,028)
-	18,665	18,665	-	-	-
32,363,763	-	-	-	-	-
324,180	-	-	-	-	-
489,383	-	-	-	-	-
65,643,354	-	-	-	-	-
101,234	12,367	-	-	-	12,367
27,896,580	-	-	-	-	-
4,066,542	-	-	-	-	-
3,357,737	-	-	-	-	-
373,455	-	-	-	-	-
371,386	-	-	-	-	-
36,228	-	-	-	-	-
219,768	-	-	-	-	-
20	-	-	-	-	-
150,549,887	(20,140)	(74,073)	-	55,278	(1,345)
1,096,885	-	-	-	-	-
1,376,359	210,430	210,430	-	-	-
50,302,511	-	-	-	-	-
606,616	-	-	-	-	-
6,995	-	-	-	-	-
2,533,726	-	-	-	-	-
6,473,634	-	-	-	-	-
3,321,916	-	-	-	-	-
19,009,729	-	-	-	-	-
29,892,460	-	-	-	-	-
6,433,032	-	-	-	-	-
5,092,929	-	-	-	-	-
11,426	-	-	-	-	-
153,874	-	-	-	-	-
62,952	-	-	-	-	-
373,819	-	-	-	-	-
20,682	-	-	-	-	-
84,051	-	-	-	-	-
435,772	-	-	-	-	-
162,852	-	-	-	-	-
127,452,229	210,430	210,430	-	-	-
\$ 241,340,860	\$ 6,250,398	\$ 2,811,337	\$ 578,498	\$ 1,880,243	\$ 980,319

TRUST AND AGENCY FUNDS

ANALYSIS OF CHANGES IN EXPENDABLE TRUST AND AGENCY FUNDS BALANCE
YEAR ENDED JUNE 30, 1977

	Total	Maine State Retirement System
Balance July 1, 1976	\$218,219,408	\$ 198,994,587
Adjustment of Balance Forward	23,793	18,134
	218,243,202	199,012,721
Additions:		
Interest Earned (Net After Amortization of Premiums)	11,036,878	10,052,862
Profit or (Loss) on Sale of Securities	4,269,373	4,269,373
Individual Contributions for Pensions, Plus Interest Allowed	32,363,763	32,363,763
Contributions from University of Maine	324,180	324,180
Park and Recreation and Snowmobile Fees	489,383	-
Deposits by Federal Government, Cities, Towns and Individuals	65,643,354	9,462,185
Sale of Timber, Gravel and Grass	101,234	-
Contributions and Transfers from Other Funds:		
From General Fund	27,896,580	27,487,580
From Highway Fund	4,066,542	4,066,542
From Other Special Revenue Funds	3,357,737	3,357,737
From Enterprise Funds	373,455	373,455
From Intragovernmental Service Funds	371,386	371,386
From Other Funds	36,228	36,228
Group Life Insurance Dividend	219,768	-
Other Additions	20	20
	150,549,887	92,165,316
Deductions:		
Administration Expenses	1,096,885	1,064,225
Distribution to Cities, Towns, Counties and Individuals	1,376,359	-
Payments of Payroll Taxes and Deductions	50,302,511	-
Hospital Construction - Federal Aid	606,616	-
Growth and Improvement of Public Reserved Lots	6,995	-
Refunds of Trust Deposits, Other Disbursements and Transfers	2,533,726	-
Interest Allowed on Individual Contributions	6,473,634	6,473,634
Group Life Insurance Premiums	3,321,916	-
Pensions and Survivor Benefits Payments:		
State Employees	19,009,729	19,009,729
Teachers	29,892,460	29,892,460
Employees of Participating Districts	6,433,032	6,433,032
Refunds of Individual Contributions Plus Interest	5,092,929	5,092,929
Distribution of Income from Non-Expendable Trusts:		
University of Maine	11,426	-
Other Beneficiaries	153,874	-
Interest on Lands Reserved Trust Fund Paid to Plantations	62,952	-
Baxter State Park	373,819	-
Passamaquoddy Indians Trust Fund	20,682	-
General Fund	84,051	-
Special Revenue Funds	435,772	-
Additions to Reserves and Other Charges and Credits	162,852	75,054
	127,452,229	68,041,065
Fund Balance June 30, 1977	\$ 241,340,860	\$223,136,972

Group Life Insurance Funds	REVENUE RECEIPTS ON NON-EXPENDABLE TRUSTS				AGENCY FUNDS	
	Lands	Permanent	Other	Private	Payroll Taxes	Other
	Reserved Trust Fund	School Fund	Trust Funds	Trusts	and Deductions Fund	
\$ 5,495,485	\$ 77,963	\$ -	\$ 433,422	\$12,295,136	\$ 908,325	\$ 14,488
-	-	-	-	5,659	-	-
5,495,485	77,963	-	433,422	12,300,795	908,325	14,488
331,697	150,497	35,772	165,137	217,071	83,839	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	489,383
2,663,347	-	-	323,819	2,629,740	50,381,940	182,322
-	-	-	101,234	-	-	-
409,000	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
219,768	-	-	-	-	-	-
-	-	-	-	-	-	-
3,623,813	150,497	35,772	590,190	2,846,811	50,465,779	671,705
32,660	-	-	-	-	-	-
617,316	-	-	-	270,262	-	488,781
-	-	-	-	-	50,302,511	-
-	-	-	-	606,616	-	-
-	6,995	-	-	-	-	-
-	-	-	59,274	1,315,924	987,753	170,774
-	-	-	-	-	-	-
3,321,916	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	11,426	-	-	-
-	-	-	153,874	-	-	-
-	62,952	-	-	-	-	-
-	-	-	373,819	-	-	-
-	-	-	20,682	-	-	-
-	84,051	-	-	-	-	-
-	-	35,772	-	400,000	-	-
-	3,959	-	-	-	83,839	-
3,971,892	157,958	35,772	619,076	2,592,802	51,374,104	659,556
\$ 5,147,406	\$ 70,502	\$ -	\$ 404,536	\$12,554,805	\$ -	\$ 26,637

GENERAL LONG TERM DEBT

The General Long Term Debt accounts are utilized to account for the long term liabilities which are intended to be repaid by appropriations, income from short term investments and student fees. Debt of Enterprise Funds is not included even though it is of a general obligation nature because it is only contingently payable from the operating funds.

GENERAL LONG TERM DEBT

COMPARATIVE BALANCE SHEET

	JUNE 30	
	1977	1976
ASSETS AND AMOUNTS TO BE PROVIDED FOR THE RETIREMENT OF GENERAL BONDS		
Amounts to be Provided from Future Revenue for Retirement of Bonds	\$274,060,000	\$278,325,000
Amount Necessary to Retire Notes	900,000	-
Bonds Authorized - Not Issued	50,868,000	66,073,000
Bonds Authorized - Not Issued - Contingent (A)	64,453,725	77,653,725
	<u>\$390,281,725</u>	<u>\$422,051,725</u>
LIABILITIES AND RESERVES		
Bonds Payable	\$274,060,000	\$278,325,000
Notes Payable	900,000	-
Amount Due Funds from Proceeds of Bonds Authorized - Not Issued:		
Allocated	44,500,000	36,100,000
Unallocated	6,368,000	29,973,000
Contingent (A)	64,453,725	77,653,725
	<u>\$390,281,725</u>	<u>\$422,051,725</u>

- (A) Issuance contingent upon default by the borrower. Amount guarantees a maximum of \$57,000,000 for the Maine Guarantee Authority, \$10,000,000 for the Maine School Building Authority, \$4,000,000 for Student Loans, \$4,000,000 for loans to Veterans and \$1,000,000 for Loans for Housing for Indians. Bonds totaling \$15,301,500 have been issued for the Maine Guarantee Authority, \$1,000,000 for Student Loans and \$17,220,000 for the Maine School Building Authority. At June 30, 1977 the outstanding Bonds for the Maine School Building Authority was \$8,611,000. Chapter 8 Constitutional Resolves of 1975, as ratified by the voters on November 2, 1976, reduced the maximum amount guaranteed by the Maine School Building Authority from \$25,000,000 to \$10,000,000 and increased the amount for loans to Veterans from \$2,000,000 to \$4,000,000.

DETAIL OF THIS YEAR			
General Fund Bonds	Highway Fund Bonds	University of Maine Bonds	Student Housing Bonds
\$ 188,270,000	\$ 60,515,000	\$ 12,995,000	\$ 12,280,000
-	-	-	900,000
28,568,000	21,400,000	-	900,000
64,453,725	-	-	-
\$ 281,291,725	\$ 81,915,000	\$ 12,995,000	\$ 14,080,000
\$ 188,270,000	\$ 60,515,000	\$ 12,995,000	\$ 12,280,000
-	-	-	900,000
22,200,000	21,400,000	-	900,000
6,368,000	-	-	-
64,453,725	-	-	-
\$ 281,291,725	\$ 81,915,000	\$ 12,995,000	\$ 14,080,000

GENERAL FIXED ASSETS

The General Fixed Assets Group of Accounts provides a record for the cost of land, buildings, improvements and equipment which are not accounted for in Enterprise, Intragovernmental Service or Trust and Agency Funds.

Although prior annual reports have included such detailed schedules since 1971, the reports have not been as complete as desired. While some progress has been made toward the goal of complete and accurate reporting of General Fixed Assets, a current survey of State agency fixed asset records indicated that more research is required to reach this goal. Therefore, until a complete evaluation of state agency records is accomplished, the schedule previously included in this report will be temporarily discontinued.

STATISTICAL DATA

STATISTICAL DATA

OPERATING FUNDS COMPARATIVE STATEMENT OF REVENUES LAST FIVE FISCAL YEARS

Fiscal Year	*Taxes	From Federal Government	From Cities, Towns and Counties	Service Charges	Transferred From Bureau of Alcoholic Beverages	Other Revenue	Transfers From Other Operating Funds
1973	\$308,824,041	\$168,570,482	\$ 3,913,297	\$ 8,560,618	\$ 19,891,804	\$ 9,096,555	\$ 10,621,889
1974	335,885,426	181,691,078	5,397,422	9,615,346	20,134,352	17,283,080	2,804,718
1975	373,866,303	225,523,379	5,789,729	11,885,590	21,768,362	17,893,056	863,482
1976	**539,121,530	260,789,309	5,552,931	10,230,044	24,069,696	17,195,752	863,391
1977	482,292,337	273,925,189	6,835,545	16,145,056	25,545,295	16,766,032	1,852,131

*See Exhibit S-2 for further detail of Taxes

114

OPERATING FUNDS TAX REVENUE BY SOURCE LAST FIVE FISCAL YEARS

Fiscal Year	Sales and Use Tax	Income Tax	Gas Tax	Cigarette Tax	Motor Vehicle Registration and Drivers' Licenses	Unemployment Compensation Tax	All Other Taxes	Total Taxes (As Above)
1973	\$117,577,970	\$ 41,351,471	\$50,488,124	\$19,438,210	\$ 16,227,317	\$27,769,420	\$ 35,971,526	\$308,824,041
1974	126,846,806	50,180,362	49,989,934	19,991,671	20,905,200	29,055,748	38,915,702	335,885,426
1975	137,369,006	64,784,500	50,272,779	22,976,832	19,783,963	29,327,836	49,351,383	373,866,303
1976	151,335,808	84,831,972	51,955,178	23,935,432	21,832,063	35,537,656	**169,693,419	539,121,530
1977	169,664,878	110,357,494	55,292,831	24,296,239	23,042,851	42,728,233	56,909,809	482,292,337

**Includes one time tax for Uniform Property Tax of \$115,078,309

STATISTICAL DATA

BONDED DEBT ALL FUNDS
 UNMATURED BONDS AT JUNE 30
 LAST TEN FISCAL YEARS

FISCAL YEAR	TOTALS	GENERAL, FUND BONDS	HIGHWAY AND BRIDGE BONDS	ALL OTHER
1968	\$100,900,000	\$ 25,525,000	\$ 43,770,000	\$ 31,605,000
1969	130,700,000	48,645,000	50,015,000	32,040,000
1970	166,005,000	88,470,000	46,130,000	31,405,000
1971	191,420,000	103,110,000	57,595,000	30,715,000
1972	219,230,000	128,185,000	61,045,000	30,000,000
1973	257,225,000	158,020,000	69,945,000	29,260,000
1974	257,210,000	163,990,000	64,720,000	28,500,000
1975	277,570,000	179,765,000	70,095,000	27,710,000
1976	279,225,000	187,010,000	65,305,000	26,910,000
1977	274,850,000	188,270,000	60,515,000	26,065,000

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