

# MAINE STATE LEGISLATURE

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# STATE OF MAINE

## BUDGETARY FINANCIAL REPORT



ANGUS S. KING, JR.  
Governor

JANET E. WALDRON  
Commissioner  
Department of Administrative  
And Financial Services

CAROL F. WHITNEY  
State Controller

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*For the Fiscal Year Ended June 30, 1997*



**STATE OF MAINE**

**BUDGETARY**

**FINANCIAL REPORT**

**For Fiscal Year Ended**  
**June 30, 1997**



**Carol F. Whitney, State Controller**

Prepared by the Office of the State Controller

Department of Administrative & Financial Services

FEB 26 1999

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be made available in alternative formats upon request, to ensure that it is  
accessible to people with disabilities.

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or write to:  
State of Maine  
Bureau of Accounts & Control  
Administration Division  
14 State House Station  
Augusta, ME 04333-0014

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This publication printed under Appropriation #010 18F 0056

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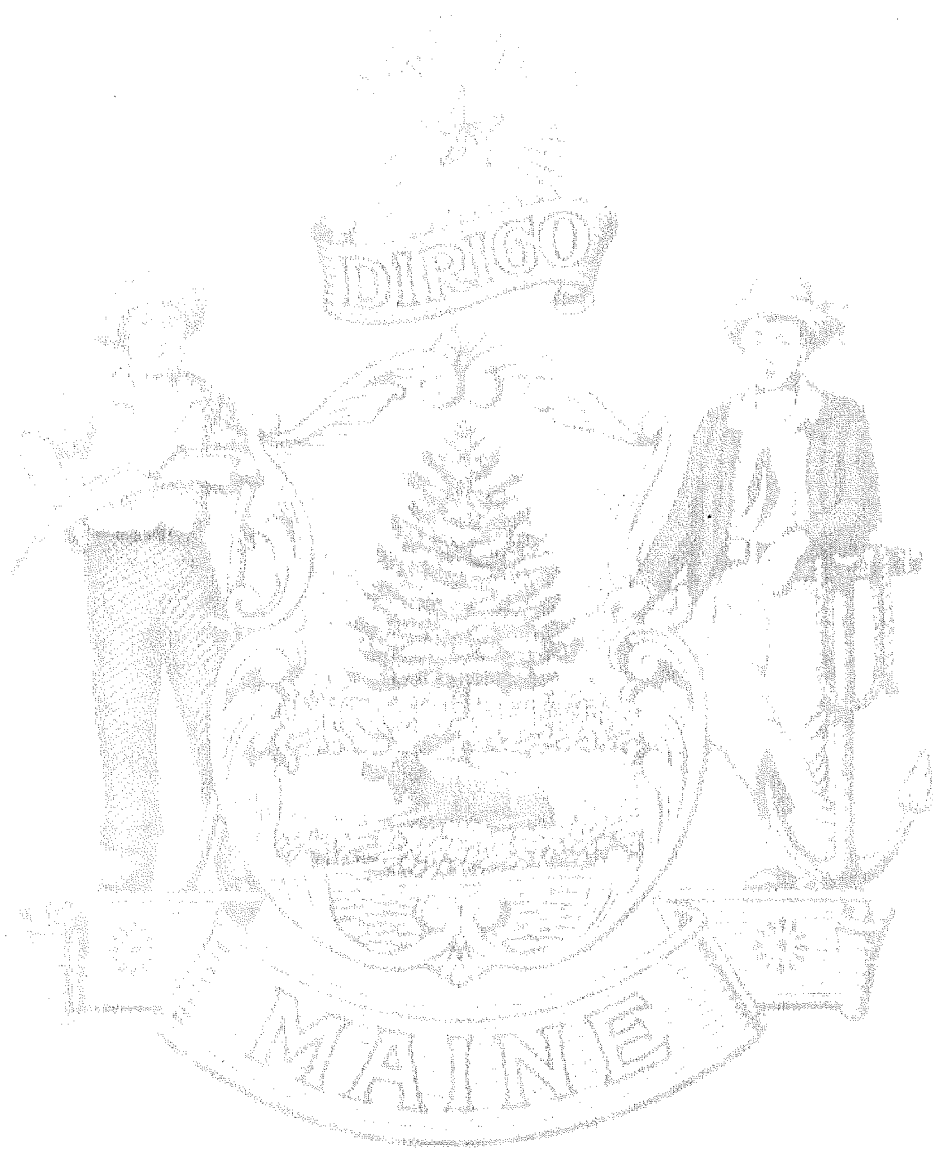
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# INTRODUCTORY SECTION





# STATE OF MAINE

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Bureau of Accounts & Control  
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Augusta, ME 04333-0014  
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*To the Citizens, Governor and Members of the Legislature  
of the State of Maine:*

We are pleased to present the Budgetary Financial Report for the State of Maine for the fiscal year ended June 30, 1997. This report is prepared on a budgetary basis by the Bureau of Accounts and Control staff within the Department of Administrative and Financial Services. We believe that the information presented is accurate in all material respects and fairly represents the results of operations of the State.

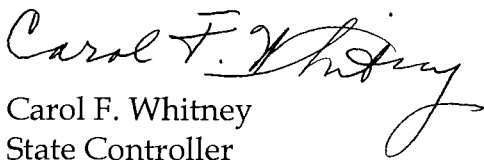
This Budgetary Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes the State's organizational chart and certain financial highlights. The Financial Section includes the financial statements and the combining statements and schedules prepared on a budgetary basis. The Statistical Section includes fiscal, social, and demographic information about the State.

The Budgetary Report for FY98 is in production and will follow within sixty days. We are also in production with the FY98 General Purpose Financial Statements (GPRS) prepared on a GAAP basis. The GPRS report will be published upon receipt of an opinion letter from the Department of State Audit.

The preparation of the State's Annual Financial Reports, both budgetary and GAAP, are possible due to the experienced and dedicated staff within the Bureau of Accounts and Control, with cooperation of State Agencies and Component Units.

Please contact us directly with related questions or requests for additional copies.

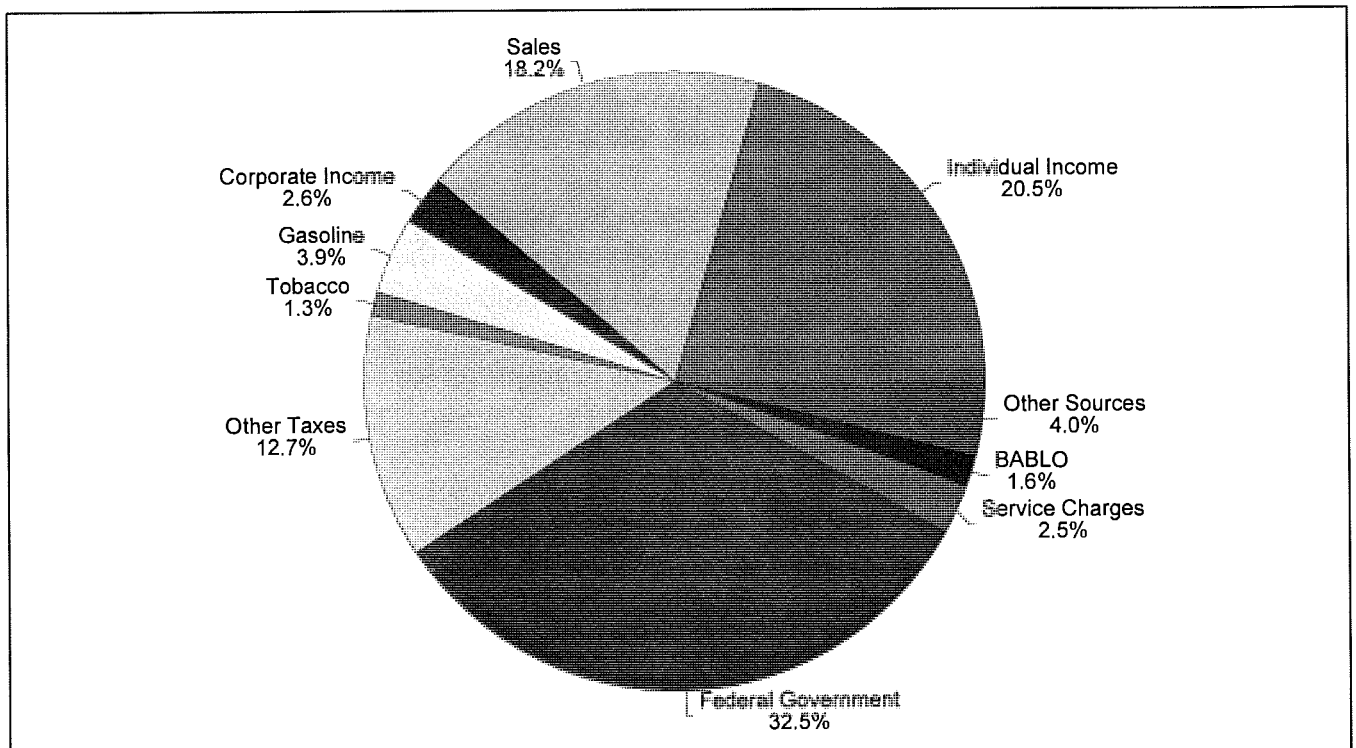
Sincerely,

  
Carol F. Whitney  
State Controller

# Selected Revenue by Source

For the Fiscal Years 1997 and 1996

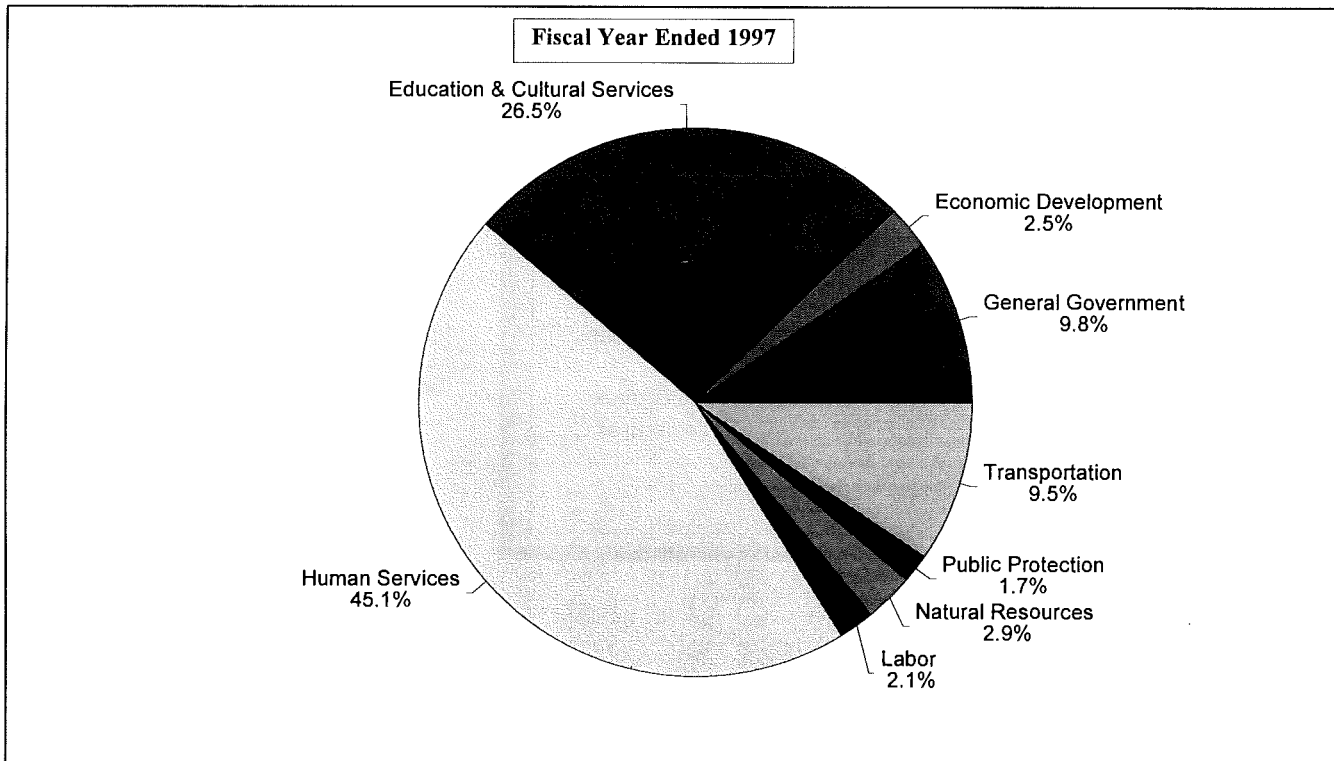
Revenue by Source			As Percent of Total		Increase/ (decrease) from 1996	% of Incr (decr)
	1997	1996	1997	1996		
Taxes:						
Individual Income	\$771,847	\$709,491	20.5%	19.7%	\$62,356	8%
Sales	683,152	726,821	18.2%	20.2%	(43,669)	-6%
Corporate Income	97,146	71,062	2.6%	2.0%	26,084	27%
Gasoline	147,896	147,140	3.9%	4.1%	756	1%
Tobacco	48,048	47,602	1.3%	1.3%	446	1%
Other Taxes	478,541	339,710	12.7%	9.4%	138,831	29%
Federal Government	1,221,712	1,168,803	32.5%	32.5%	52,909	4%
Service Charges	95,537	131,968	2.5%	3.7%	(36,431)	-38%
Alcoholic Beverages and Lottery Operations (BABLO)	61,599	59,184	1.6%	1.6%	2,415	4%
Other Sources	151,080	196,936	4.0%	5.5%	(45,856)	-30%
Total Revenues	<u>\$3,756,558</u>	<u>\$3,598,717</u>	<u>100%</u>	<u>100%</u>	<u>\$157,841</u>	<u>-1%</u>



# Selected Expenditures by Function

For the Fiscal Years 1997 and 1996  
(Dollars Expressed in Thousands)

Expenditure by Function			As Percent of Total		Increase/ (Decrease) from 1996	% of Incr (-Decr)
	1997	1996	1997	1996		
General Government	\$365,027	\$352,450	9.8%	9.9%	\$12,577	3.4%
Economic Development	94,543	96,049	2.5%	2.7%	(1,506)	-1.6%
Education & Cultural Services	985,952	974,989	26.5%	27.4%	10,963	1.1%
Human Services	1,680,462	1,553,781	45.1%	43.7%	126,681	7.5%
Labor	77,794	54,529	2.1%	1.5%	23,265	29.9%
Natural Resources	107,109	109,259	2.9%	3.1%	(2,150)	-2.0%
Public Protection	63,357	56,733	1.7%	1.6%	6,624	10.5%
Transportation	353,030	356,164	9.5%	10.0%	(3,134)	-0.9%
Total Expenditures	<u>\$3,727,274</u>	<u>\$3,553,954</u>	<u>100%</u>	<u>100%</u>	<u>\$173,320</u>	<u>48.0%</u>



STATE of MAINE  
**OFFICIALS OF STATE GOVERNMENT**  
AS OF JUNE 30, 1997

**EXECUTIVE**

Angus S. King, Jr.  
Governor

**LEGISLATURE**

Mark W. Lawrence  
President of the  
Senate

Elizabeth H. Mitchell  
Speaker of the House

**CONSTITUTIONAL  
OFFICERS**

Andrew Ketterer  
Attorney General

Gail Chase  
State Auditor

Dan A. Gwadowsky  
Secretary of State

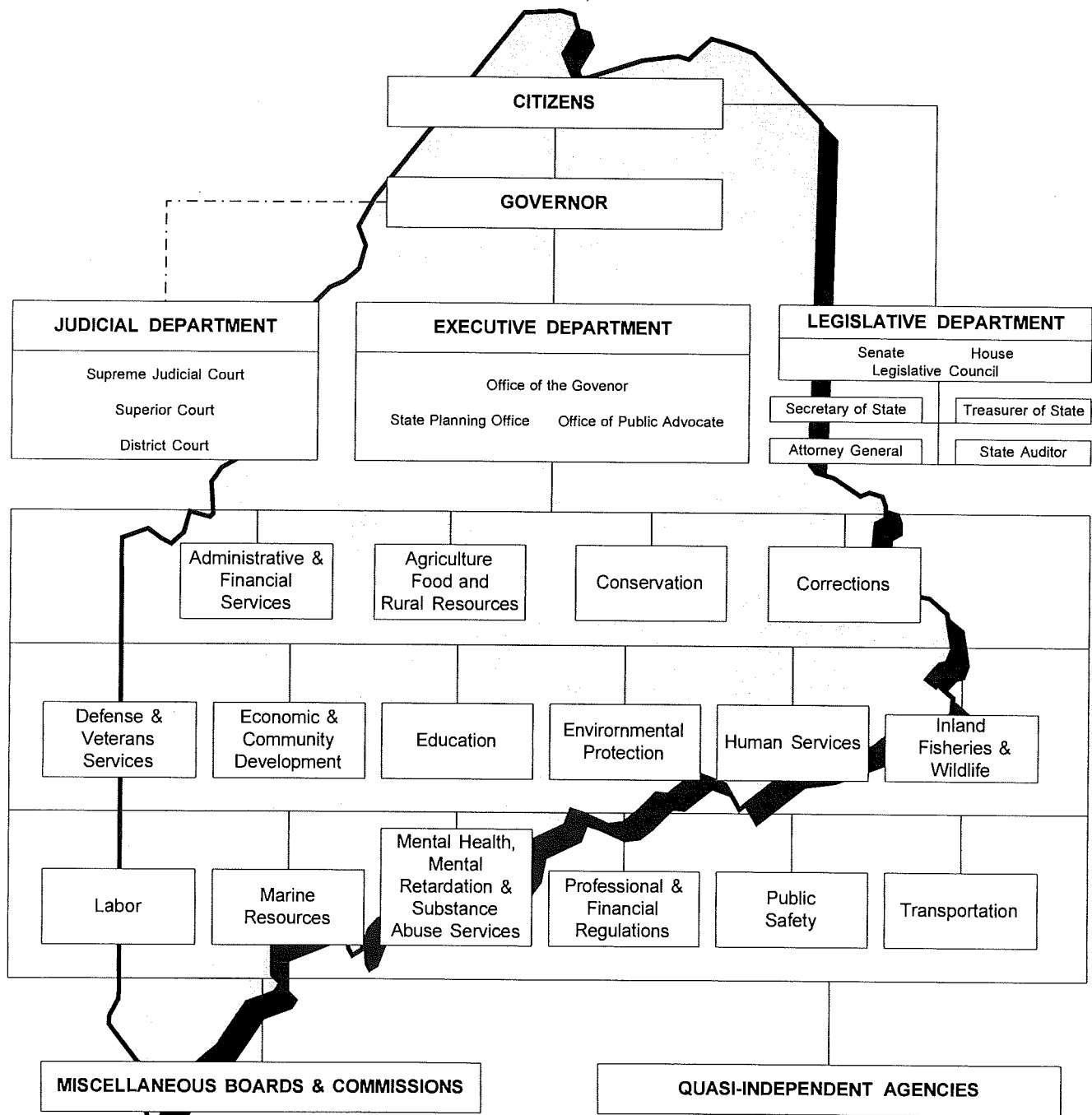
Dale McCormick  
State Treasurer

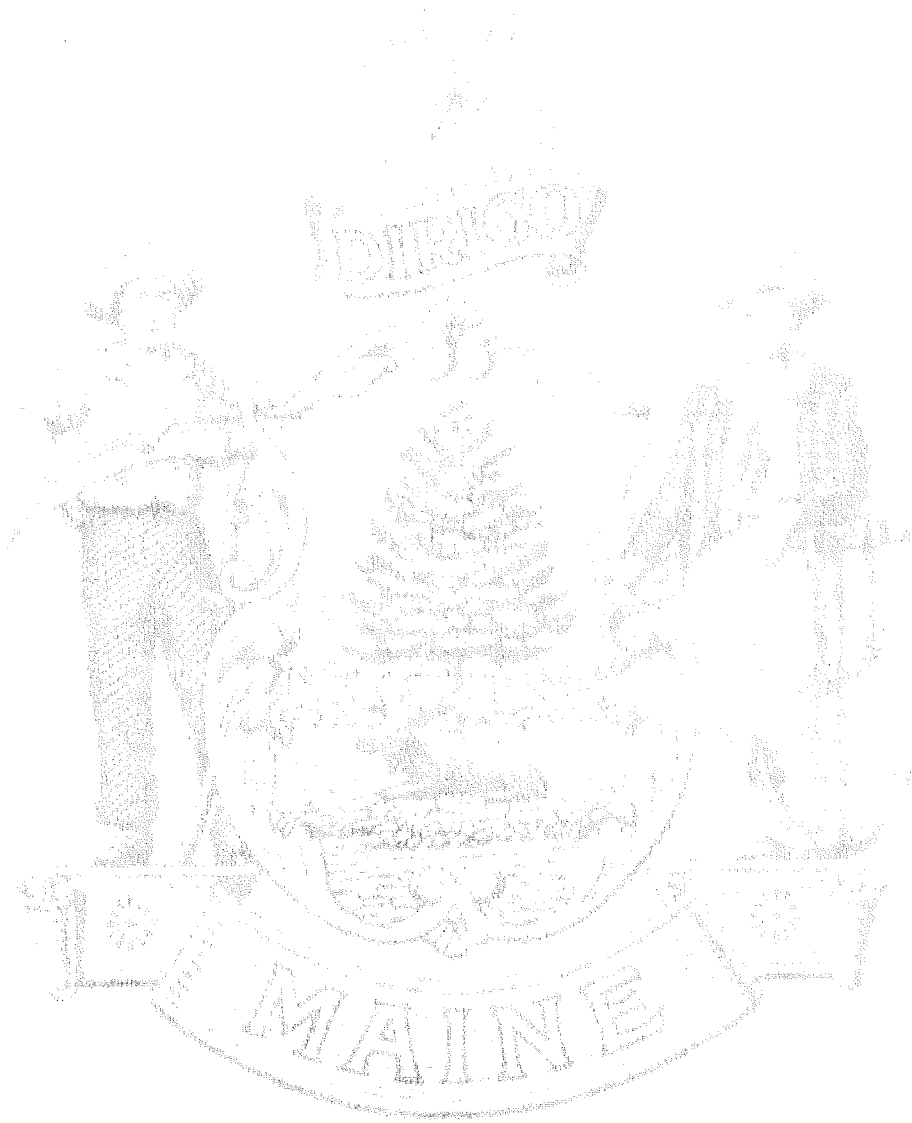
**JUDICIAL**

Daniel E. Wathan  
Chief Justice  
State Supreme Court

# STATE OF MAINE ORGANIZATION CHART OF STATE GOVERNMENT

As of June 30, 1997



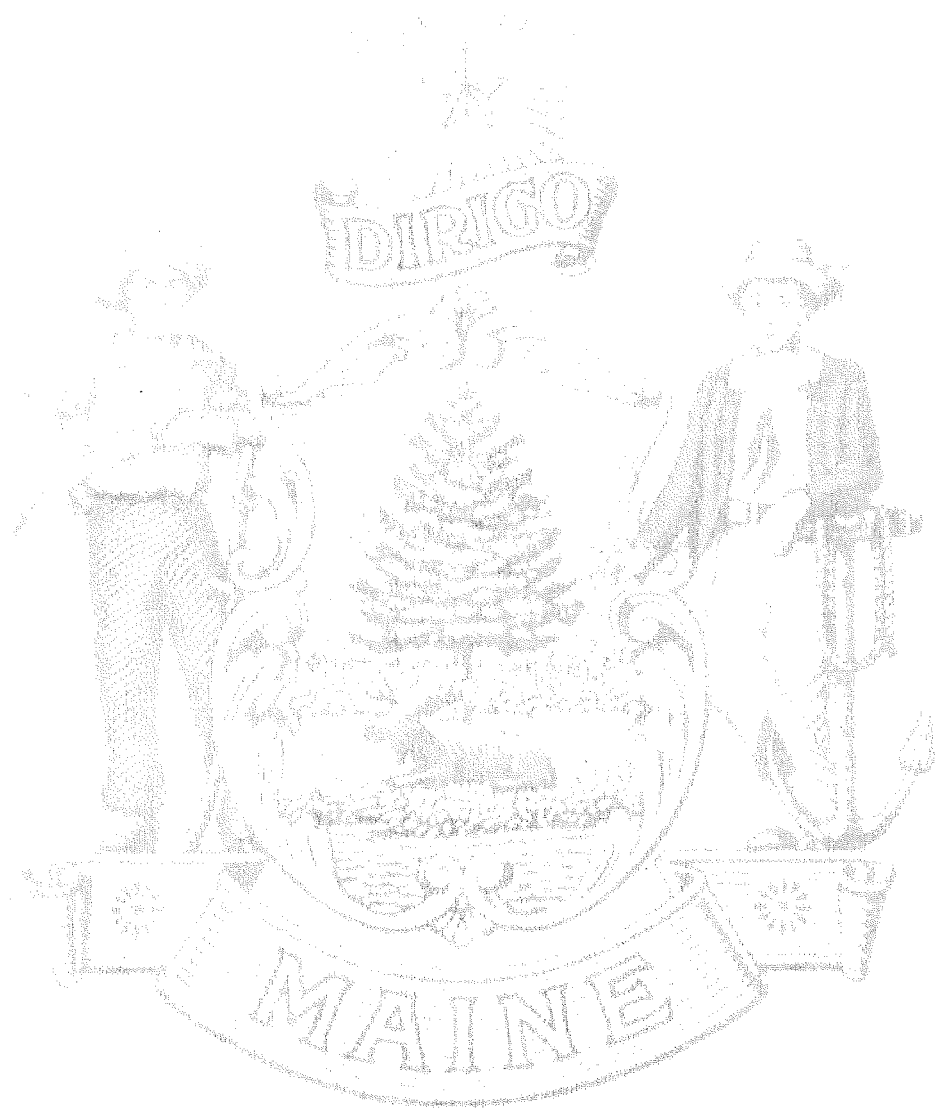




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# NOTES TO THE FINANCIAL STATEMENTS

June 30, 1997

Annual Report on the Budgetary Basis

## NOTE 1

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The State of Maine issues two financial reports each year. One report is on a budgetary basis and one is on a GAAP basis. The budgetary report presents all governmental funds of the primary government as they are recorded on the official accounting system maintained in the Bureau of Accounts and Control. Statistical and economic information are presented as well. Financial information for proprietary and trust funds are the same in the two reports. The Budgetary report presents combining financial statements for all funds. Component Units are not included in the budgetary report, with one exception. Component units are legally separate organizations for which the State is financially accountable, or for which the nature and significance of its relationship with the State is such that exclusion would cause the State's financial statements to be misleading or incomplete. The one exception is the Maine State Retirement System, notes for which are included. (See Note 7)

The GAAP report presents financial information on the accrual basis of accounting, recognizing amounts owed but not paid at the end of the fiscal year, as well as amounts due but not received by the end of the fiscal year as necessary to conform to standards set by the Governmental Accounting Standards Board. The combined financial statements - budgetary basis do not include component units. Component units are included only in the combined financial statements on a GAAP basis.

#### Basis of Presentation - Fund Accounting

The State reports its financial position and results of operations in funds and account groups. A fund is a separate accounting entity with a self-balancing set of accounts. Cash and other financial resources, all related liabilities and residual equities, or balances, and changes therein, are recorded and segregated.

Each fund's purpose is to carry on specific activities or attain certain objectives in accordance with special regulations, restrictions or limitations. Transactions between funds, if any, have not been eliminated.

*Account groups* are accounting entities used to provide accountability for the State's general fixed assets and general long-term obligations. They are not considered funds because they do not report resources available to finance current operations or debt that will require use of current resources.

The State has established the following fund categories, further divided by fund types and account groups:

#### Governmental Funds:

These funds account for the general governmental activities of the State.

The *General Fund* is the primary operating fund. It is used to account for all governmental transactions not accounted for in another fund.

*Special Revenue Funds* account for specific revenue sources and the related current liabilities, other than expendable trusts or major capital projects, that are legally restricted to expenditures for specified purposes. Special revenue funds include the following:

*Highway Fund* is used to account for revenues derived from registration of motor vehicles, operator licenses, gasoline tax, and other dedicated revenues (except for federal matching funds and bond proceeds used for capital projects). The Legislature allocates this fund for the operation of various Department of Transportation programs including construction and maintenance of highways and bridges, for a portion of state police administration, and for other state programs.

*Other Special Revenue Funds* is a fund of which a major portion consists of federal funds received. Also included are a grouping of various special purpose funds that have been established on a self-supporting basis. Revenues are generated by taxes, licenses, fees, and federal matching funds and grants. Expenditures of these funds can only be made in accordance with restrictions imposed by the source of the revenues.

The *Debt Service Fund* is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources as well as revenues collected from the Maine Veterans Home and the Maine Technical Colleges to pay principal and interest on revenue bonds.

*Capital Project Funds* account for financial resources used to acquire or construct major capital assets other than those financed by proprietary funds. These resources are derived primarily from proceeds of general obligation bonds. Also included in this fund type are proceeds from bond issues for uses other than major capital facilities.

#### **Proprietary Funds:**

These funds are used to account for ongoing activities that are similar to those found in the private sector. The measurement focus is on the determination of net income rather than the disclosure of current expendable financial resources. Proprietary funds include the following two fund types:

*Enterprise Funds* account for transactions related to resources received and used to finance self-supporting activities. These activities offer products and services on a user-charge basis to the general public.

*Internal Service Funds* account for transactions related to the financing and sale of goods or services between state agencies. The costs associated with these goods or services are billed to the recipient agency as user charges.

#### **Fiduciary Funds:**

These funds are used to account for assets held by the State acting as either a trustee or an agent for

individuals, organizations or other funds. The fiduciary funds include:

*Expendable Trust Funds* account for those assets held in a trustee capacity where the principal and income may be expended in the course of the funds' designated operations.

*Nonexpendable Trust Funds* account for those assets held in a trustee capacity by the State for which only income derived from the trust principal may be expended for designated operations. The principal must be preserved intact.

*Agency Funds* account for assets the State holds on behalf of others. Agency funds are custodial in nature and do not involve measurement of operations.

#### **General Long-Term Debt Account Group:**

This account group is used to show the liability for outstanding general obligation bonds.

#### **Measurement Focus and Basis of Accounting**

Governmental and expendable trust Funds are accounted for using a flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. "Available" means earned and collected or expected to be collected within the current period or soon enough thereafter to be used to pay liabilities of the current period (2 months). The major taxes subject to accrual are individual income tax, and property tax on telecommunications equipment. Taxes on telecommunications equipment are recognized as revenue in the year for which they are levied. Such taxes are levied by April 1; prepayment of one-half of the telecommunications tax is due on June 1, and all other property taxes are due on October 1. Formal collection procedures begin on November 1. Unpaid property taxes become a lien on March 15 of the fiscal year for which they are levied. Revenues from other sources are recognized when received and expenditures are recorded when paid.

Proprietary Fund types and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus and the accrual basis of accounting. With this measurement focus, revenues are recorded when earned and expenses

are recorded at the time liabilities are incurred. This measurement focus emphasizes the determination of net income. For all proprietary funds, the State applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or prior to November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Agency Fund assets and liabilities are reported using the modified accrual basis of accounting. They are custodial in nature and do not measure results of operations or have a measurement focus.

#### **Equity in Treasurer's Cash Pool**

The State follows the practice of pooling cash and cash equivalents. Cash equivalents consist of short-term, highly liquid investments that are both readily convertible to known amounts of cash and are near maturity. These are comprised primarily of commercial paper, U.S. Treasury bills, bank Certificates of Deposit, and repurchase agreements. The balances pooled are reported at cost, which approximates market value. Interest earned on pooled cash is allocated to the various funds based on their average equity balances. "Cash - Other" includes petty cash and cash with fiscal agent that will be used for bond payments.

#### **Investments**

Other investments are carried at the lower of cost or market except for investments of the deferred compensation plan, which are carried at market value. Donated investments are stated at fair market value at the date of donation.

#### **Deposits with United States Treasury**

Deposits represent unemployment tax receipts deposited with the United States Treasury. Funds are drawn down as benefits are paid.

#### **Receivables**

Accounts receivable in the governmental funds consist primarily of the accrual of taxes, amounts due back from service providers for various reasons, payments required to be made into the unemployment security trust fund, and amounts due from private persons or organizations for goods and services furnished by the State.

Accounts receivable of the enterprise funds are primarily amounts due but not yet remitted from lottery sales by agents, and low interest agricultural loans made for the construction and modernization of storage facilities. All

receivables are stated net of estimated allowances for uncollectible amounts, which are determined based upon aging of the accounts and past collection experience.

#### **Interfund Transactions**

During the course of operations, the State has numerous transactions between funds to finance operations, provide services, and construct assets. To the extent that certain transactions between funds were not completed as of June 30, 1996, interfund receivables or payables have been recorded. Receivables and payables resulting from transactions between funds are classified as "Due from Other Funds" or "Due to Other Funds" on the balance sheet. "Due to Other Funds" and "Due from Other Funds" will not balance because accruals have been made to proprietary funds but not to governmental funds.

"Advances To/From Other Funds" are long-term operating advances made by one fund to another. The advances are offset by a fund balance reserve to indicate they do not constitute expendable financial resources. These also will not balance because of accruals made to proprietary funds that are not made to governmental funds.

Title 28-A, § 64 and Title 8, § 387, of the M.R.S.A. require the Bureau of Alcoholic Beverages and Lottery Operations to transfer all net earnings to the general fund.

#### **Inventories**

The cost of materials and supplies of the governmental funds are reported as expenditures when purchased. Inventories of materials and supplies in the proprietary funds are determined by physical counts and by perpetual inventory systems. Proprietary fund inventories are stated at cost or average cost, except for the Bureau of Alcoholic Beverages which maintains its inventory on a current replacement cost basis.

#### **Fixed Assets**

For governmental funds, fixed asset acquisitions are recorded as expenditures in the acquiring fund.

Fixed assets of proprietary funds are accounted for in the acquiring fund. Depreciation is recorded on a straight-line basis over the assets' estimated useful lives which are 2-25 years for equipment and 10-40 years for buildings and improvements.

### **Accrued Liabilities**

Accounts payable consist primarily of amounts due outside vendors for goods and services provided. Other liabilities in the governmental funds consist of miscellaneous loans payable and amounts in suspense awaiting identification. Other liabilities of proprietary funds include accrued payroll, compensated absences, deferred revenue, lottery prizes payable, actuarial liabilities of the workers' compensation and risk management funds, amounts owed pursuant to Certificates of Participation and other financing arrangements for fixed assets.

### **Long-Term Debt**

Long-term bonded debt of governmental funds are recorded in the General Long-Term Debt Account Group. Long-term debt and other obligations financed by proprietary funds, as well as the related interest payments, are recorded as liabilities in the appropriate funds.

### **Fund Balances**

Fund balances are reported as reserved where legally restricted for a specific future use. Otherwise, these balances are considered unreserved. The State has the following reservations:

*Reserved for Encumbrances and Authorized Expenditures* - identifies unexpended amounts in appropriations and encumbrances which the Legislature has specifically authorized to be carried into the next fiscal year.

*Working Capital Advances to Other Funds* - is an amount relating to a long-term receivable that cannot be appropriated.

*Reserved for Nonexpendable Trusts* - identifies the nonexpendable amount of the trust principal.

*Reserved for Unemployment Benefits* - identifies amounts reserved for payment of unemployment compensation.

The reservation for *Tax Relief for Maine Residents* - indicates the amount to be used to increase the personal exemption amount.

*Designated for Other Purposes* - identifies the amount of fund balance reserved for other specified purposes including working capital

needs, long-term loans to other funds and contingency funds from which the Governor may allocate sums for various purposes.

The *Rainy Day Fund* was set up to create a reserve for operating deficits or other emergencies. Fifty percent of the excess of total general fund revenues received over accepted estimates in that fiscal year goes from unappropriated surplus of the general fund to the rainy day fund. The maximum amount allowed by law is four percent of the total general fund revenues received in the immediately preceding fiscal year

### **Total Column-Memorandum Only**

The total column on the Combined Statement of Revenues, Resources, Expenditures and Changes in Fund Balances (Exhibit II) is captioned "memorandum only" to indicate that it is presented only to facilitate financial analysis.

Data in this column does not present a consolidated financial position. Interfund eliminations have not been made in the

### **Accounting Disclosures**

During the fiscal year ended June 30, 1997, the State changed its method of reporting risk financing activities. In fiscal year 1996, risk management activities were reported in two funds. The primary government activities were reported in an Internal Service Fund and the activities of outside entities were presented as a risk pool within the Enterprise Fund. Since approximately 95 percent of the equity in the risk pool is due to legally separate organizations for which the State are financially accountable, the two funds are now reported as one.

The effect of this change is to decrease current year excess of revenues over expenses and other nonoperating revenues/expenses in the Enterprise Fund and increase the current year excess of revenues over expenses and other nonoperating revenues/expenses in the Internal Service Fund.

**NOTE 2****BUDGETARY PROCESS**

In accordance with statute, the Governor presents a biennial budget for the General Fund and the Special Revenue Fund to the Legislature for enactment or revision. Effective November 27, 1995, a State Constitutional Amendment provided the Governor a "line item" veto of dollar amounts, allowing a dollar substitution for those amounts disapproved, as long as an appropriation or allocation is not increased (or a deappropriation or deallotment decreased) either in the specified line or in any other line in the legislative document. Another Constitutional Amendment requires the State to fund at least 90 percent of the annual cost of future mandates imposed on local governments; any exception requires a two-thirds vote of the elected members of the House and Senate.

Once passed and signed, the budget becomes the financial plan for the next biennium. It includes proposed expenditures for all departments and agencies, interest and debt redemption charges, and expenditures for capital projects to be undertaken and executed during each fiscal year. The budget also includes projected revenues and any other means of financing expenditures. In 1995, the Revenue Forecasting Committee was established. The Committee submits revenue projections for the General Fund and Highway Fund for the upcoming fiscal biennium and recommends adjustments to the current biennium.

Budgetary control is maintained at the account level at which appropriations and allocations are approved by the Legislature, principally through a quarterly allotment system. Budget revisions during the year, reflecting program changes or intradepartmental administrative transfers, must be approved by the Budget Officer, or by Executive. Except in specific instances, only the Legislature may transfer appropriations between departments. Increases in appropriation, allocation, or funding for new programs are presented to the Legislature as a supplemental budget. In order to provide sufficient funding for several programs during the year ended June 30, 1997, supplemental appropriations of \$29.8 million were required.

Encumbrance accounting, which requires that purchase orders, contracts, and other commitments be recorded to reserve a portion of an appropriation or allocation for expenditure, is employed as an extension of formal budgetary

control. Appropriated and allocated balances are available for subsequent expenditure to the extent that encumbrances have been approved by the end of a fiscal year. Encumbrances outstanding at year-end are reported as reservations of fund balances representing those portions of fund balances that are not available for allocation or expenditure, or that are legally segregated for specific future uses. Unencumbered appropriations in the General Fund and in the Highway Fund lapse at year-end unless, by law, they are carried forward to a subsequent year.

**NOTE 3****DEFICIT FUND BALANCES/RETAINED EARNINGS**

Two Internal Service Funds, the Workers' Compensation Fund and the Retiree Health Insurance Fund, had deficit Retained Earnings for the fiscal year ended June 30, 1997. The \$44.5 million deficit in the Workers' Compensation Fund reflects the accrual of a \$51.9 million actuarial liability for claims payable. The \$2.1 million deficit in the Retiree Health Insurance Fund is the result of reclassifying a residual equity transfer to Contributed Capital from Retained Earnings. Overall equity in the Retiree Health Insurance Fund is positive. Funds shown as Contributed Capital are available for program purposes.

**NOTE 4****DEPOSITS AND INVESTMENTS**

The deposit and investment policies of the State of Maine, Office of the Treasurer, are governed by Title 5 of the Maine Revised Statutes Annotated. Per § 135, "The Treasurer of the State may deposit the money, including trust funds of the State, in any of the banking institutions or trust companies or state or federal savings and loan associations or mutual savings banks organized under the laws of this State or in any national bank or banks or state or federal savings and loan associations located in the State." "When there is excess money in the State Treasury which is not needed to meet current obligations, the Treasurer of State may invest, with the concurrence of the State Controller or the Commissioner of Administrative and Financial Services and with the consent of the Governor, those amounts in bonds, notes, certificates of



indebtedness or other obligations of the United States which mature not more than 24 months from the date of investment or in repurchase agreements secured by obligations of the United States which mature within the succeeding 24 months, prime commercial paper, tax-exempt obligations or bankers' acceptances." State funds may also be deposited as required by the terms of custodial contracts or agreements negotiated in accordance with the laws of Maine.

Investment policies of the permanent trust funds are governed by Title 5, § 138, M.R.S.A. According to this statute, "The Treasurer of State, with the approval of the Commissioner of Administrative and Financial Services, the Superintendent of Banking and the Attorney General, shall invest all permanent funds held in trust by the State in such securities as are legal investments for savings banks under Title 9-B, M.R.S.A. For purposes of this section, those investments include, without limitation, shares of an investment company registered under the Federal Investment Company Act of 1940, whose shares are registered under the United States Securities Act of 1933, only if the investments of the investment company are limited to obligations of the United States or any agency or instrumentality, corporate or otherwise, of the United States or repurchase agreements secured by obligations of the United States or any agency or instrumentality, corporate or otherwise, of the United States."

The investment policies of the Percival P. Baxter Expendable Trusts, as stated in the late Governor's last will and testament, provide only that the funds may be managed, invested, reinvested and administered within the trustee's discretion.

The State Treasurer may also participate in the securities loan market by lending State-owned bonds, notes, or other certificates of indebtedness of the federal government, if the loans are fully collateralized by treasury bills or cash. In addition, the State Treasurer may invest up to four million dollars annually in lending institutions at a two percent lower-than-market yield, provided the financial institutions lend at least the same amount in operating funds to agricultural enterprises in this State at the same rate. The same provisions apply to non-agricultural commercial enterprises approved by the State Treasurer.

No amounts exceeding 25% of the capital, surplus, and undivided profits of any trust company or national bank or 25% of the reserve fund and undivided profits of a mutual savings bank or state or federal savings and loan association shall be on deposit therein at any one time. The restriction does not apply to deposits subject to immediate withdrawal to meet the payment of any bonded debts, or interest, or to pay current bills or expenses of the State. Also exempt are those deposits secured by the pledge of certain securities as collateral, and deposits fully covered by insurance. The collateral shall be in an amount equal to the deposit. The value of the securities pledged shall be determined by the Treasurer of State on the basis of market value.

A cash and short-term investment pool is maintained and is available for use by all funds and certain quasi-state agencies. Each fund type's net equity in this pool is displayed on the combined balance sheet as "Equity in Treasurer's Cash Pool." Equity of quasi-state agencies is reported in the Trust and Agency Funds. The pooled cash and short-term investments at June 30, 1997 are as follows:

**Investments of the Treasurer's Cash Pool**  
June 30, 1997

(Dollars in Thousands)

<u>Investment Description</u>	<u>Amount Invested</u>
Repurchase Agreements	\$ 90,000
Certificates of Deposit	22,116
Treasury Bills	178,960
Commercial Paper	<u>164,405</u>
Total	<u>\$ 455,481</u>

**NOTE 5****LONG-TERM OBLIGATIONS**

Liability for bonds is recorded in the General Long-Term Debt Account Group. Other general long-term obligations recognized are obligations under Certificates of Participation, capital leases, and other financing arrangements.

**General Obligation Bonds**

Bonds are issued pursuant to Sections 14, 14-A, 14-B, 14-C, and 14-D of Article 9 of the Maine State Constitution. Bonds issued pursuant to Section 14 have been authorized by two-thirds of the House and Senate and by the citizens of Maine through bond referenda. They are general obligation bonds, backed by the full faith and credit of the State. These bonds are retired through the use of appropriations and are repaid in annual installments beginning not more than one year after issuance. Debt service principal and interest payments for General Fund and Highway Fund bonds are appropriated and paid from the General Fund and Highway Fund, respectively.

Self-liquidating bonds are general obligation bonds issued for quasi-state agencies. Transfers

from the Maine Veterans' Home and The Maine Technical College System are made for the required debt service.

Programs for which the State issues general obligation bonds include adaptive equipment loan programs, environmental cleanup and highway projects, and the acquisition, construction, and renovation of major capital facilities. General obligation bonds are secured by the full faith and credit of the State. Debt service requirements are provided by legislative appropriation from the State's general tax revenues and are repaid in annual installments beginning not more than one year after issuance.

In June, 1997, the State issued \$42.7 million of general obligation bonds, \$37.7 million of which will be repaid from the General Fund and \$5 million of which will be repaid from the Highway Fund. As of June 30, 1997, the State had \$53.5 million of authorized but unissued general obligation bonds.

The following schedule presents the changes in general obligation bonds:

**Changes in General Obligation Bonds**

June 30, 1997

(Dollars in Thousands)

	Balance July 1, 1996	Retirements	Additions	Balance June 30, 1997
General Fund	\$ 369,458	\$ 67,538	\$ 37,700	\$ 339,620
Highway Fund	144,440	20,380	5,000	129,060
Self-Liquidating	1,792	262	-	1,530
Total	<u>\$ 515,690</u>	<u>\$ 88,180</u>	<u>\$ 42,700</u>	<u>\$ 470,210</u>

The future debt service requirements for the bonds are as follows:

### Future Debt Service on General Obligation Bonds

June 30, 1997

(Dollars in Thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1998	\$ 76,665	\$ 25,226	\$101,891
1999	71,095	20,855	91,950
2000	65,065	17,229	82,294
2001	62,805	13,617	76,422
2002	58,420	10,163	68,583
Thereafter	<u>136,160</u>	<u>15,673</u>	<u>151,833</u>
Total	<u>\$ 470,210</u>	<u>\$ 102,763</u>	<u>\$572,973</u>

#### Authorized Unissued Bonds

Any bonds not issued within five years of the date of ratification may not be issued after that date. Within two years after expiration of the five-year period, the Legislature may extend, by a majority vote, the five-year period for an additional five years or may deauthorize the bonds. If the Legislature fails to take action within those two years, the bond issue shall be considered to be deauthorized and no further bonds may be issued. At June 30, 1997, general obligations bonds authorized and unissued totaled \$53.5 million.

#### Bond and Tax Anticipation Notes

During fiscal year 1997, bond anticipation notes (BAN's) totaling \$14.7 million were issued by the State. Interest rates ranged from 4.00 percent to 5.90 percent. The BAN's were issued as a temporary financing vehicle for new projects that were ultimately financed with bond issuance proceeds. The BAN's are backed by the full faith and credit of the State. Tax anticipation notes (TAN's) totaling \$150 million were issued during fiscal year 1997. As of June 30, 1997, there were no BAN's or TAN's outstanding.

#### Certificates of Participation and Other Financing Arrangements

The State uses financing companies and Certificates of Participation (COP's) to finance the construction of certain State buildings, and to purchase equipment and vehicles. Certificates of Participation are issued through a trustee and the State is responsible for payments to the trustee that approximate the interest and principal payments made to the certificate holders. The State maintains custody and use of the assets; however, the trustee holds a lien as security until such time as the certificates are fully paid. Neither Certificates of Participation nor the other financing arrangements constitute a legal debt or liability, or a contractual obligation in excess of amounts appropriated. The State's obligation to make minimum payments or any other obligation under agreements is subject to, and dependent upon, appropriations being made by the Legislature.

The Legislature has no obligation to appropriate the money for future minimum payments or other obligations under any agreement.

**Changes in Certificates of Participation, Capital Leases, and Other Financing Arrangements -  
Governmental and Proprietary Fund Types**  
June 30, 1997

(Dollars in Thousands)

	Balance <u>July 1, 1996</u>	<u>Payments</u>	Additions and Other <u>Adjustments</u>	Balance <u>June 30, 1997</u>
Certificates of Participation and Other Financing Arrangements:				
Governmental Funds	\$ 8,045	\$ 1,995	\$ 844	\$ 6,894
Proprietary Funds	22,885	7,312	4,344	19,917
Maine Court Facilities Authority (Capital Lease)	<u>18,075</u>	<u>795</u>	<u>3,314</u>	<u>20,594</u>
Total	<u>\$ 49,005</u>	<u>\$ 10,102</u>	<u>\$ 8,502</u>	<u>\$ 7,405</u>

The following is a summary of the future minimum rental payments for the lease purchase financing of court facilities and capital assets of the governmental and proprietary funds:

**Future Debt Service on Certificates of Participation, Capital Leases, and Other Financing  
Arrangements**  
June 30, 1997

(Dollars in Thousands)

	<u>Minimum Payments</u>		
	<u>Primary Government</u>		Maine Court Facilities <u>Authority</u>
Year ending June 30	<u>Governmental Fund Types</u>	<u>Proprietary Fund Types</u>	<u>Capital Leases</u>
1998	\$ 2,098	\$ 8,502	\$1,995
1999	2,000	6,549	1,993
2000	1,900	5,702	1,989
2001	1,793	967	1,986
2002			1,990
Thereafter			<u>19,711</u>
Total minimum payments	7,791	21,720	29,664
Less: Amount representing interest	<u>897</u>	<u>1,803</u>	<u>9,070</u>
Present value of future minimum payments	<u>\$ 6,894</u>	<u>\$ 19,917</u>	<u>\$20,594</u>

**NOTE 6****FIXED ASSETS**

The State is in the process of installing a fixed assets module to interface with its central accounting system. When this project is completed, approximately June 30, 1999, all fixed

assets will be recorded as well as certain inventory items such as personal computers, cameras, and handguns.

The following schedule details fixed assets that are recorded in funds other than the General Fixed Assets Account Group:

**Summary of Fixed Assets in Proprietary Funds**

June 30, 1997

(Dollars in Thousands)

	Enterprise Funds	Internal Service Funds
Land	\$ 1,523	\$ 243
Buildings	10,608	6,131
Equipment	40,407	111,725
Improvements Other Than Buildings	19,977	220
Construction in Progress	3,864	-
Less:		
Accumulated Depreciation	<u>(22,232)</u>	<u>(72,152)</u>
Total Fixed Assets	<u>\$ 54,147</u>	<u>\$ 46,167</u>

**NOTE 7****MAINE STATE RETIREMENT SYSTEM**

The Maine State Retirement System is the administrator of an agent, multiple-employer, defined benefit public employee retirement system established and administered under the Maine State Retirement System Laws, Title 5 M.R.S.A., C. 421, 423, and 425. The System is a component unit of the State. Financial information for the System is included on the combined balance sheet and in the statement of changes in net assets available for pension benefits in the General Purpose Financial Statements of the State which are prepared on a GAAP basis. Condensed financial statement information is presented in Note 14 in the same reference.

The System provides pension, death, and disability benefits to its members, which include employees of the State, public school employees who are defined by Maine law as teachers for whom the State is the employer for retirement contribution purposes, and employees of approximately 250 local municipalities and other public entities in Maine, each of which contracts for participation in the System under provisions of relevant statutes.

Membership is a condition of employment for State employees and teachers. Membership ceases upon withdrawal of contributions, retirement, or death.

The System's retirement programs provide retirement benefits based on members' average final compensation and creditable service. The standard retirement benefit is 1/50 of the average of the employees' three highest earning years multiplied by years of membership service and up to 25 years of prior service, reduced for retirement before age 60. Vesting occurs upon the earning of ten year's service credit or the earning of one year's service credit immediately preceding retirement at or after normal retirement age. Normal retirement age is age 60 or 62, determined by whether a member had at least 10 years of creditable service on June 30, 1993.

The System also provides death and disability benefits, which are established by statute for State and public school employees, and by contract with other participating employers under applicable statutory provisions. Group life insurance is provided under a plan that is administered by a third party insurance company. Premiums are set and collected by the System.

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited for a five-year period for non-vested members and through the date of refund for vested members.

Withdrawal of accumulated contributions results in forfeiture of all benefits. The annual rate of interest credited to members' accounts is set by the

System's Board of Trustees and is currently 6.50 percent.

The total covered payroll for the year ended June 30, 1997, is shown in the following table. The employer's current year covered payroll is 100 percent of the total current year payroll for all employees.

**Payroll Covered by MSRS**  
(Dollars in Thousands)

	<u>State Employees</u>	<u>Teachers</u>	<u>Judicial &amp; Legislative</u>	<u>Total</u>
Vested	\$248,649	\$500,888	\$2,321	\$ 751,858
Non-Vested	<u>147,566</u>	<u>212,196</u>	<u>3,847</u>	<u>363,609</u>
Totals	\$396,215	\$713,084	\$6,168	\$1,115,467

The amount shown in the next table as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the retirement plan on a going-concern basis, gauge the progress made in accumulating sufficient assets to pay

benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits and is independent of the funding method used to determine contributions to the retirement plan.

As of June 30, 1997, the total unfunded pension benefit obligation was \$2.4 billion, as shown in the following table:

**MSRS Pension Benefit Obligation**  
June 30, 1997

(Dollars in Thousands)

	<u>State Employees</u>	<u>Teachers</u>	<u>Judicial &amp; Legislative</u>	<u>Total</u>
<b>Pension benefit obligation:</b>				
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$ 1,225,764	\$ 1,426,233	\$ 17,396	\$ 2,669,393
<b>Current employees:</b>				
Accumulated employee contributions, including allocated investment earnings	391,843	644,167	3,894	1,039,904
Employer-financed for vested employees	202,513	795,777	6,202	1,004,492
Employer-financed for nonvested employees	<u>355,632</u>	<u>813,092</u>	<u>2,596</u>	<u>1,171,320</u>
Total pension benefit obligation	2,175,752	3,679,269	30,088	5,885,109
Net assets available for benefits, at cost*	<u>1,461,843</u>	<u>1,987,628</u>	<u>26,390</u>	<u>3,475,861</u>
<b>Total unfunded pension benefit obligation</b>	<u>\$ 713,909</u>	<u>\$ 1,691,640</u>	<u>\$ 5,314</u>	<u>\$ 2,409,248</u>
 * Net assets available at market	 \$ 1,679,027	 \$ 2,282,927	 \$ 30,311	 \$ 3,992,265

Retirement benefits are funded by contributions from members and employers, and earnings from investments. Disability and death benefits are funded by employer contributions and investment earnings. Member and employer contributions are a percentage of member compensation. Member contribution rates are defined by law and depend on the terms of the plan under which a member is covered. Employer contribution rates are determined by annual actuarial valuations.

The employer contribution rate is developed using the entry age normal cost method (based on a level percentage of covered payroll). Under this funding method, a total contribution rate is determined that consists of two elements: the normal cost rate and the unfunded actuarial liability rate. The accrued liability and the present value of future normal costs are determined by summing the individual entry age results for each participant. The normal cost is then determined in aggregate by spreading the present value of future normal costs as a level percentage of expected future covered payroll. Entry age is defined as the first day service is credited under the plan.

Significant actuarial assumptions used to compute contribution requirements are the same as those used in calculating the actuarial liability.

Funds managed by the System are constitutionally restricted to be held in trust for the payment of pension and related benefits to participants. The System's Board of Trustees, in its fiduciary capacity, establishes the System's investment policies and their overall implementation.. The System maintains separate reserves and accounts for each participating entity and performs separate actuarial valuations for each participating entity's respective plan. There is no legal requirement that any portion of the total assets managed by the System be accumulated and utilized solely for the benefit of certain classes of members or for members who are employees of certain participating entities. Nevertheless, each of the participating entities is responsible for the funding of benefits related to that entity.

The contributions to the System required of employers and employees are based on percentages of covered employees' gross salaries. The actuarially determined contribution rates are as follows:

	<u>1997</u>	<u>1996</u>
State:		
Employees	7.65 - 8.65%	7.65 - 8.65%
Employer	16.09%	16.13%
Teachers:		
Employees	7.65%	7.65%
Employers	19.42%	19.36%

The actuarial liability is that portion of the present value of projected benefits that will not be paid by future employer normal costs or member contributions. The difference between this liability and funds accumulated as of the same date is referred to as the unfunded actuarial liability. The unfunded actuarial accrued liability had been amortized on a level percentage of payroll over a 35 year closed period that commenced June 30, 1993.

In November, 1995, voters in the State approved a constitutional amendment that requires the State to retire the unfunded liabilities of the System that

are attributed to State employees and teachers over a period of 31 years or less. The creation of new unfunded liabilities is prohibited, except those arising from experience losses, which must be funded over a period of not more than ten years. In addition, the amendment requires use of actuarially sound current-cost accounting, reinforcing the existing statutory requirements. It is effective at the beginning of the 1998 fiscal year.

Actuarially determined contribution requirements and contributions actually made for the 1997 fiscal year are as follows:



	<u>State Employees</u>	<u>Teachers</u>	<u>Judicial</u>	<u>Legislative</u>
Actuarially determined contribution requirement:				
Normal Cost	6.65 %	7.25%	16.00%	0.47%
Unfunded actuarially-determined liability	<u>8.51</u>	<u>12.05</u>	<u>9.57</u>	<u>-</u>
Total	<u>15.16 %</u>	<u>19.30%</u>	<u>25.57%</u>	<u>0.47%</u>
Employer contribution rates applied:				
Normal Cost	6.45%	7.45%	16.59%	9.10%
Unfunded actuarially-determined liability	8.52	12.61	12.13	-
Administration	1.00	0.42	1.00	1.00
Unfunded actuarially-determined liability adjustment	<u>1.98</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>17.95%</u>	<u>20.48%</u>	<u>29.72%</u>	<u>10.10%</u>

Contributions for the 1997 fiscal year were as follows:

State	\$ 73.5 million
Teachers	\$133.0 million
Judicial	\$ 1.1 million
Legislative	\$ 0.1 million
Employee Contributions	\$ 25.3 million

Additionally, the State is required by statute to remit 25 percent of the excess of total General Fund revenue received over accepted budget employees. Accordingly, for the 1997 fiscal year, the State recorded additional contributions of \$18.5 million, of which \$14.9 million was due to the System at June 30, 1997.

Three-year trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Combined trend information for the three years ended June 30, 1997, 1996, and 1995 is presented in the next table.

	<u>1997</u>	<u>1996</u>	<u>1995</u>
Net assets available for benefits, as a percentage of pension benefit obligation	59.1%	41.1%	38.9%
Unfunded pension benefit obligation, as a percentage of covered payroll	216.0%	309.0%	278.0%
Employer contributions, as a percentage of covered payroll	18.5%	17.9%	13.0%

Employer contributions met or exceeded actuarially determined contribution requirements.

#### **NOTE 8**

#### **OTHER POST EMPLOYMENT EMPLOYEE BENEFITS**

##### **Post Retirement Health Care Benefits**

The State of Maine funds health care benefits for most retirees. Pursuant to 5 M.R.S.A., § 285, most retired State employees, Legislators, and

employees of the Maine Turnpike Authority, the Maine Technical College System, the Maine Maritime Academy, and the Maine State Retirement System are eligible for this benefit. Specifically excluded (5 M.R.S.A., § 285 1-B) are members of the Maine Municipal Association and the Maine Teachers Association, and employees of counties and municipalities and their instrumentalities.

The State pays 25 percent of health insurance premiums for retired teachers. Benefits for retired teachers are addressed in 20-A M.R.S.A., § 13451 et seq.

The State pays 100 percent of post retirement health insurance premiums for retirees who were first employed before July 1, 1991. A pro rata portion, ranging from zero percent for retirees with less than 5 years participation to 100 percent for retirees with 10 or more years of participation, is paid for eligible individuals first employed after July 1, 1991. Retirees eligible for Medicare are covered under supplemental insurance policies. The retiree must pay for Medicare Part B coverage to be eligible to participate in the State-funded Companion Plan. Coverage for retirees who are not eligible for Medicare includes basic hospitalization, supplemental major medical and prescription drugs, and costs for treatment of mental health, alcoholism, and substance abuse.

Retiree health care benefits are funded on a pay-as-you go basis. For retired State employees, the State estimates the total amount necessary to pay health insurance premiums. This amount results in an employer contribution rate (4.08 percent for the 1997 fiscal year) that is applied against current employee payrolls. The amounts contributed are reported as expenditures/expense in each of the various funds. For retired teachers, the State estimates the total annual amount necessary to pay its 25 percent share of health insurance premiums. This amount, less any accumulated funds remaining from prior years' estimates, is appropriated and reported as expenditures in the General Fund. Contributions resulting from both sources are accumulated in and reported as revenue of the Retiree Health Insurance Internal Service Fund. The State's share of the premium expense is paid from that fund when retiree payrolls are processed.

For the fiscal year ended June 30, 1997, there were 7,880 retired eligible State and Technical College System employees and 5,800 retired teachers. In the 1997 fiscal year, the State paid into the Retiree Health Insurance Fund \$15.9 million for retired employees and \$2.6 million for retired teachers. Premium charges paid were \$13.7 million and \$2.5 million, respectively. Overall fund equity increased by \$3.3 million, to \$8.3 million at June 30, 1997.

### **Post Retirement Life Insurance Benefits**

The Maine State Retirement System (MSRS) provides certain life insurance benefits for retirees who, as active employees, participated in the Group Life Insurance Program for a minimum of 10 years. Payments of claims are made by the MSRS from a fund containing a percentage of the life insurance premiums of active State employees and teachers, plus earnings on the investments of the fund. In addition to the cost of claims, the State pays a monthly retention fee to a life insurance company. Retired State employee and retired teacher life insurance claims totaled \$2.5 million for the fiscal year ended June 30, 1997. The number of participants eligible to receive benefits at fiscal year end cannot be readily determined.

## **NOTE 9**

### **DEFERRED COMPENSATION**

The State offers its employees a Deferred Compensation Plan created in accordance with Internal Revenue Code § 457. The plan, available to all State employees, permits deferral of a portion of salary, before taxes, until future years. Compensation deferred is not available to employees until the employees retire, resign, or otherwise leave State employment.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the State (without being restricted to the provisions of benefits under the plan), subject only to the claims of the State's general creditors. Participants' rights under the plan are equal to those of the general creditors of the State in an amount equal to the fair market value of the deferred compensation account for each participant.

The financial liability of the State is limited in each instance to the payment of premiums and the purchase of shares under the deferred compensation program while the participant remains an employee of the State, and only to the amount of the compensation or portion of compensation held for payment of such premiums or shares. In the past, plan assets have been used only to pay benefits. The State believes that it is highly unlikely that it will use the assets to satisfy the claims of general creditors.

During fiscal 1997, legislation was enacted at the federal and state levels that, under the provisions of Internal Revenue Code §457, will transfer the ownership and rights to the employee or beneficiary if certain procedures are followed, which include establishing a trust for the assets held in the plan. The State is planning on changing the current trust document in fiscal year 1998, at which time it is anticipated that the deferred compensation will not be reported in the State's financial statements

## NOTE 10

### SELF-INSURANCE

#### A. Risk Management

The State maintains several types of self-insurance plans and accounts for them in an Internal Service Fund. This coverage includes property, vehicle, boat and aircraft, tort, civil rights, employee bonds, and police professionals.

The plan recovers the cost of providing claims servicing and claims payment by charging a premium to each agency based on a review of past losses and estimated losses for the current period. All risk financing liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims liabilities are actuarially determined based on

estimates of the ultimate cost of claims, including future claim adjustment expenses that have been incurred but not reported, and claims reported but not settled. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount.

Commercial insurance has been purchased for losses that exceed the following limits: buildings, \$1 million per occurrence subject to a \$2 million annual aggregate, after which a \$100,000 per occurrence retention applies; boat hulls, \$100,000; aircraft, \$50,000; and boat liability, \$10,000.

Aircraft liability is insured from the first dollar. There is a fund depletion policy that contributes money to the fund when the year's claims exceed \$300,000 per occurrence, subject to a \$2.5 million aggregate for police professionals, foster parents, vehicle liability, civil rights, and tort.

At June 30, 1997, \$3.6 million was reported as the estimated claims payable for the State's self-insurance plan. The discounted amount is \$3.1 million and was calculated based on a 6 percent yield on investments.

#### Risk Management Fund Changes in Claims Payable

June 30, 1997  
(Dollars in Thousands)

	<u>1997</u>	<u>1996</u>	
	<u>Combined</u>	<u>Internal</u>	<u>Enterprise</u>
	<u>Fund</u>	<u>Service</u>	<u>Fund</u>
Liability at beginning of year	\$2,179	\$1,727	\$546
Current year claims and changes in estimate	2,403	1,554	104
Claims payments	(1,753)	(1,102)	(344)
Other Adjustment	* 306	-	-
Liability at end of year	<u>\$3,135</u>	<u>\$2,179</u>	<u>\$306</u>

\* Risk management activities were reported in two separate funds in 1996. Component units were not part of the reporting entity in that year; therefore, risk management activities for those agencies were shown separately in an Enterprise Fund and risk management activities for the primary government were reported in an Internal Service Fund. Approximately 95 percent of entities reported in the risk pool are now included as part of the reporting entity.

## B. Unemployment Insurance

The State is self-insured for unemployment compensation. As a direct reimbursement employer, the State recognizes all costs for unemployment compensation as claims are paid. These costs totaled \$1.37 million for the fiscal year ended June 30, 1997.

## C. Workers' Compensation

Workers' compensation is accounted for in an Internal Service Fund. Interfund premiums are

treated as quasi-external transactions. Each State agency is charged a premium based on the number of employees to be covered plus an added amount to reduce the unfunded liability. The Legislature, Legislative Council, and Law Library employees are self-insured for workers' compensation purposes. The State assumes the full risk of all claims filed for workers' compensation.

Changes in the balance of claims and judgments liabilities during fiscal 1997 were as follows:

### Workers' Compensation Fund Changes in Claims Payable

June 30, 1997  
(Dollars in Thousands)

	<u>1997</u>	<u>1996</u>
Liability at Beginning of Year	\$ 50,200	\$ 63,874
Current Year Claims and Changes in Estimates	14,468	(1,318)
Claims Payments	<u>(12,790)</u>	<u>(12,356)</u>
Liability at End of Year	<u>\$ 51,878</u>	<u>\$ 50,200</u>

Based on actuarial calculations as of June 30, 1997, the State is liable for unfunded claims, and incurred but not reported claims, of approximately \$71.1 million. The discounted amount is \$51.9 million and was calculated based on a 6 percent yield on investments.

## D. Health Care

The State of Maine's health insurance plan provides insurance coverage for the active employees of the State and several quasi-governmental agencies, including the Maine Technical College System and the Maine Turnpike Authority. The State is insured as a group plan under a policy from a commercial insurer.

Rates were set to generate working premiums totaling \$93.5 million, of which the State was 93 percent. The contract agreement is effective from July 1, 1996 through December 31, 1997. At the termination of the contract, a final cost settlement will be determined. The carrier assumes all risk of any loss. If a gain results, the group receives 75 percent and the carrier retains 25 percent. Contract claims experience through June 30, 1997, indicate that no material receivable will result. For the past three fiscal years, contracts were not fully insured and contract settlements exceeded insurance coverage as follows:

<u>Fiscal Year</u>	<u>Cumulative Deficit</u> <u>(Dollars in Millions)</u>
1994	\$6.7 <sup>1</sup>
1995	\$5.1 <sup>2</sup>
1996	\$0.6

<sup>1</sup> For the year ended June 30, 1994, the accumulated plan deficit was \$10.2 million. Of this deficit, stop loss insurance coverage funded \$3.5 million, resulting in a \$6.7 million cumulative deficit.

<sup>2</sup> Prior year surpluses of \$5.6 million, held by the insurer, were applied to the \$6.7 million deficit. Deficits for the year ended June 30, 1995, were \$4 million, resulting in a \$5.1 million cumulative deficit.

Medicare contributions have been required for all employees hired since April, 1986 as required by a change in the IRS code.

### **E. Disability**

State law allows confidential employees who become temporarily disabled to receive 66.67 percent of their salary for up to 335 calendar days. There were a total of 893 confidential employees at June 30, 1997. The expenditure amount for this benefit cannot be determined.

### **NOTE 11**

#### **SEGMENT INFORMATION**

The State uses enterprise funds to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The State has nine enterprise funds.

The Alcoholic Beverages Fund was established to license and regulate the sale of alcoholic beverages. The net profit from the fund is transferred to the State's General Fund and is used for general government purposes.

The Lottery Fund was established to account for all operations of the Maine State Lottery. This includes the Tri-State Lotto Commission, which was established in 1985, and is a joint venture between the states of Maine, New Hampshire, and Vermont. The Commission is authorized and empowered to promulgate rules and regulations regarding the conduct of lottery games, including the price or prices of tickets, the number and size of prizes for winning tickets, and the licensing of agents.

The Potato Marketing Improvement Fund provides low interest loans to potato growers for the modernization of storage facilities and improvements in the handling of the product.

The Seed Potato Board Fund accounts for the growing of nuclear seed for sale to potato growers, for research in disease control, and the development of new product lines.

The State Ferry Service Fund accounts for the operation of ferry services between the mainland and various islands for the purpose of transporting vehicles, freight, and passengers to and from those islands.

The State Airport Fund accounts for all operations and maintenance of the Maine State Airport. The State, through the Department of Transportation, entered into a lease/purchase agreement with the City of Augusta to operate and eventually own the airport.

The Marine Ports Fund is used to account for the operation and maintenance of port facilities within the jurisdiction of the Department of Transportation.

The Prison Industries Fund accounts for a self-supporting program of job training through the employment of inmates in manufacturing and selling products.

The Community Industrial Building Fund is used to assist a local development corporation to construct a community industrial building by loaning money when the project can reasonably be expected to create new employment. Preference is given to projects in economically deprived areas.

# Segment Information

June 30, 1997

(Dollars in Thousands)

	<u>State Lottery</u>	<u>Alcoholic Beverages</u>	<u>Transportation Related</u>	<u>Agriculture Related</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>
Operating Revenues	\$ 147,538	\$ 70,575	\$ 2,211	\$ 330	\$ 823	\$ 221,477
Depreciation Expense	15	77	3,770	63	13	3,938
Operating Income (Loss)	41,827	22,251	(4,114)	(1,617)	16	58,361
Net Non-operating Revenues	232	-	311	243	19	803
Net Income (Loss)	-	-	(1,680)	(1,140)	35	(2,785)
Net Operating Transfers In (Out)	(42,055)	(22,251)	2,123	235	-	(61,948)
Additions To (From) Property, Plant and Equipment	23	-	4,453	(6)	19	4,489
Total Assets	8,657	6,156	53,856	10,866	835	80,370
Total Long-Term Liabilities	-	1,000	-	-	-	1,000
Total Liabilities	8,657	6,156	435	1,639	139	17,026
Total Equity	-	-	53,421	9,227	696	63,344
Net Working Capital	(59)	775	615	(966)	508	874
Current Capital Contributions	-	-	2,618	-	-	2,618

## NOTE 12

### JOINT VENTURES

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose. The only material joint venture in which the State participates is the Tri-State Lotto Commission.

The Tri-State Lotto Commission (Commission) was established in 1985 pursuant to passage into law of the Tri-State Lotto Compact by the States of Maine, New Hampshire, and Vermont. The Commission is authorized and empowered to promulgate rules and regulations regarding the conduct of lottery games, including ticket prices, prizes, and the licensing of agents.

The Commission is composed of one member from each of the participating states. Each member state's commission appoints one of its members to serve on the Commission. Each member holds office at the pleasure of his or her appointing authority. The Commission annually elects a chairman from among its members.

The Commission has designated that 50 percent of its operating revenue be aggregated in a common prize pool. A prize award liability is established when the winning ticket number is selected. If no

winning ticket is selected, the available jackpot is carried over to the following drawing. The Tri-State Lotto Compact requires that prizes not claimed within one year from the date of the drawing are forfeited. All unclaimed prizes are credited to future prize pools. The Commission funds its jackpots through annuity contracts purchased from insurance companies and zero-coupon U.S. Government Treasury Strips.

A proportional share of revenues and expenses are allocated to each State based on the amount of ticket sales made by each State. Exceptions are the facility's management fee, which is based on a contracted percentage of operating revenue that varies from state to state, Daily Number expenses that are allocated to each State based on Daily Number ticket sales, and certain other miscellaneous costs that are based on actual charges generated by each state.

The financial statements of the Tri-State Lotto Commission may be obtained from the Bureau of Alcoholic Beverages and Lottery Operations, 8 State House Station, Augusta, ME 04333.

As of and for the year ended June 30, 1997, the following selected financial information was reported in the audited financial statements of the Tri-State Lotto Commission:

## Tri-State Lotto Commission

June 30, 1997

(Dollars in Thousands)

Current Assets	\$ 38,883
Noncurrent Assets	<u>218,748</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 257,631</u></b>
Current Liabilities	\$ 34,531
Long-term Liabilities	<u>218,104</u>
<b>TOTAL LIABILITIES</b>	<b>252,635</b>
Retained Earnings (designated prize reserves)	<u>4,996</u>
<b>TOTAL LIABILITIES AND RETAINED EARNINGS</b>	<b><u>\$ 257,631</u></b>
Total Revenue	\$ 87,318
Total Expenses	\$ 56,478
Allocation of Funds to Member States	\$ 30,840
Increase in Retained Earnings	-

### NOTE 13

#### COMMITMENTS AND CONTINGENCIES

##### Federal Grants

The State receives significant financial assistance from the federal government. The receipt of grants is generally dependent upon compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of resources for allowable purposes. Grants are subject to the Federal Single Audit Act. Disallowances by federal officials as a result of these audits may become liabilities of the State. The amount of expenditures that may be disallowed by the grantor agencies cannot be determined at this time.

##### Municipal Solid Waste Landfills

Title 38 M.R.S.A., § 1310-F, establishes within the Department of Environmental Protection a cost-sharing program for the closure and remediation of solid waste landfills that pose an actual or potential hazard to the environment and public health. The State's obligation to provide cost sharing to municipalities is subject to the availability of general obligation bond funds approved for that purpose. At June 30, 1997, \$68 million had been authorized for solid waste landfill closure and remediation, of which \$66 million had been issued, with \$63 million expended or encumbered. In fiscal year 1997, \$8.3 million in bond funds was expended for solid waste landfill projects.

##### Sand and Salt Storage Program

The State estimates the potential aggregate cost to comply with the environmental requirements associated with the sand and salt storage program to be \$38 million through the year 2003. This consists of approximately \$18 million for State owned facilities and \$20 million for the State's share, under a cost sharing arrangement, for municipal facilities. Program funding depends upon appropriations being made by the State Legislature.

##### Construction Commitments

A portion of the payment that is made to municipalities for General Purpose Aid to Local Schools is allocated for debt service. This portion represents the subsidy for debt service resulting from local outstanding indebtedness for school construction and renovation projects. As of June 30, 1997, outstanding commitments by municipalities for school bond issues that are eligible for state subsidy totaled \$645.6 million.

At June 30, 1997, the Department of Transportation had contractual commitments of approximately \$80 million for construction of various highway projects. The State's share of that amount is expected to be approximately \$17 million. Funding for these future expenditures is expected to be provided from federal funds, State funds, and bond proceeds.

At June 30, 1997, the Department of Environmental Protection had contractual commitments for pollution abatement construction projects as provided by Title 13 MSRA §411.



Subject to approval by the Commissioner, the State may contribute to the design, engineering and construction of municipal pollution abatement facilities. At June 30, 1997, \$108 million general obligation bond funds had been authorized for pollution abatement construction projects, \$100.7 million had been issued and \$94.5 million expended. The amount of bond funds committed in contracts to these projects at June 30, 1997, was \$3.7 million. The estimated cost of future pollution abatement construction projects is not known. In the 1997 fiscal year, \$9.4 million in bond funds was expended on pollution abatement projects.

#### **Treatment of Wastewater From the State's Correctional Facilities**

At June 30, 1997, the Department of Corrections (DOC) had a contractual commitment with the Warren Sanitary District to provide treatment of wastewater from the State's correctional facilities located in Warren, Maine. Under the terms of the agreement, the DOC is required to make annual payments to the District for the DOC's prorated share of capital costs, debt service, and operation and maintenance costs. Fiscal year 1997 expenditures totaled \$317,000. The agreement with the District shall be in effect for as long as the DOC uses the wastewater treatment facility. If the DOC ceases its use, the agreement is in effect until (a) the DOC has paid off its share of the local capital costs of the project and (b) another user acceptable to the Warren Sanitary District assumes the DOC's share of the operations and maintenance costs.

#### **Constitutional Obligations**

Article 9, § 14-A, of the Maine State Constitution provides that the State may insure the payment of mortgage loans on real estate and personal property within the State for industrial, manufacturing, fishing, agricultural and recreational enterprises. The aggregate of these obligations may not exceed \$90 million at any one time. As of June 30, 1997, \$61.5 million was committed pursuant to this authorization.

Article 9, § 14-C, of the Maine State Constitution provides that the State may insure the payment of mortgage loans for the acquisition, construction, repair and remodeling of houses owned or to be

owned by members of two tribes on several Indian reservations. These loans may not exceed \$1 million in the aggregate at any one time. As of June 30, 1997, \$73,000 was committed pursuant to this authorization.

Article 9, § 14-D, of the Maine State Constitution provides that the State may insure the payment of any mortgage loan to resident Maine veterans of the Armed Forces of the United States, including loans to a business organization owned in whole or in part by a resident Maine veteran. These loans may not exceed \$4 million in the aggregate at any one time. As of June 30, 1997, \$1.6 million was committed pursuant to this authorization.

Article 8, § 2, of the Maine State Constitution provides that the State may secure funds, through the issuance of bonds authorized by the Governor, for loans to Maine students attending institutions of higher education. The amount of bonds issued and outstanding shall not at any one time exceed \$4 million in the aggregate. As of June 30, 1997, there were no amounts issued pursuant to these authorizations.

#### **Moral Obligations**

Statutes governing certain public Authorities provide for Capital Reserve Provisions. These provisions authorize the State to make up any deficiencies in their debt service reserve funds, subject to legislative appropriation, effectively constituting a moral obligation to back the Authorities' credit. Since such moral obligations do not constitute full faith and credit obligations of the State, voter approval of such obligations is not required. The State has never been called upon to make any direct payments pursuant to such provisions. As of June 30, 1997, approximately \$2.8 billion in moral obligation bonds were outstanding and the required debt service reserve was \$278.5 million.

The following table shows the issuing Authorities, the amount of their moral obligation bonds outstanding, the required debt reserve, the debt limit on moral obligation bonds, and the legal citation.

## Moral Obligation Bonds

June 30, 1997

(Dollars in Thousands)

<u>Issuer</u>	<u>Bonds Outstanding</u>	<u>Required Debt Reserve</u>	<u>Obligation Debt Limit</u>	<u>Legal Citation</u>
Finance Authority of Maine	\$235,553	\$34,063	\$757,000	10 MRSA § 1032, 1053
Maine Educational Loan Authority	29,040	2,154	50,000	20-A MRSA § 11424
Maine Municipal Bond Bank	839,675	99,461	No Limit	30-A MRSA § 6006
Maine Health and Higher Education Facilities Authority	619,820	58,806	No Limit	22 MRSA § 2075
Loring Development Authority	-	-	100,000	5 MRSA § 13080-N
Maine State Housing Authority	<u>1,137,533</u>	<u>83,982</u>	1,650,000	30-A MRSA § 4906
Total	<u>\$2,861,621</u>	<u>\$278,466</u>		

### NOTE 14

#### LITIGATION

The State of Maine, its units and employees are parties to numerous legal proceedings, many of which normally occur in governmental operations. In the opinion of the Attorney General and other legal counsel representing the State, in all of the cases listed, except in the Consent Decrees, the State or its agencies or employees have valid defenses, and that, even if liability is found, the damages awarded will be far less than the amounts sought. The Attorney General is unaware of any case in which it is both probable that the State will incur liability and that the amount of such liability can be reasonably estimated to exceed \$1 million. In any given case, however, it is possible that the State could incur a large judgment against it.

*Bates v. Peet, et al.*, is a class action suit that was settled in 1990 by a Consent Decree, applicable to the mental health and mental retardation services provided by the Department of Mental Health and Mental Retardation. On September 7, 1994, the Superior Court found the defendants in contempt for their failure to live up to certain of the obligations contained in the Decree. On March 8, 1996, the Court found that the defendants had not purged themselves of the contempt previously found in the September 1994 order. A receivership was imposed but was stayed on condition that the defendants complied with further milestones by October 31, 1996. On February 8, 1997, the Court determined that the defendants had substantially complied with the term of the March 8, 1996, order and therefore

purged themselves of civil contempt. However, the defendants remain under the obligations of the underlying Consent Decree, which may result in costs to the State that cannot be determined at this time.

*Consumer Advisory Board, et al., v. Glover* was the Consent Decree entered into September 28, 1994. In this case, the Department of Mental Health and Mental Retardation currently expects to be able to comply with terms of the Decree under its existing budget, but it is possible that additional funds could be required as a result of further court orders.

*Parker v. Wakelin* and *Dzialo v. Perrier* are two lawsuits seeking declaratory judgments that certain legislative changes made to save money in the State Retirement System are unconstitutional. The *Parker* case involves teachers who work for local school districts but who are members of the Maine State Retirement System. The *Dzialo* lawsuit, which involves similar legislative changes as they impact directly on State employees, was filed in December of 1996. On May 4, 1998, the United States Supreme Court denied the petition for certiorari in *Parker v. Wakelin* and, accordingly, the First Circuit's decision upholding the 1993 amendments to the State Retirement statute has become final. The Attorney General believes that the successful outcome of the *Parker* case will be largely dispositive of the claims made in the companion case of *Dzialo v. Perrier*, which raises mostly the same arguments. The *Dzialo* plaintiffs, however, have raised one argument that was not addressed in *Parker*. If that argument

were found to be valid, it would affect the constitutionality of only one of the legislative changes made in 1993 – the cap on average final compensation for purposes of computing retirement benefits. The amount at issue would be a fraction of the total amount that was at issue in the *Parker* litigation. At this time, the Attorney General does not believe that, in light of the outcome of *Parker*, it is probable that the State would incur any liability in *Dzialo*.

*Central Maine Medical Center (CMMC)* has challenged \$12.3 million in hospital taxes imposed on CMMC for 1996-1998. CMMC challenges the tax based on both procedural and constitutional grounds. In certain respects, CMMC's situation is similar to that of other hospitals; in other respects, CMMC's situation appears to be unique. If the tax were invalidated on the grounds that were applicable to other hospitals, and if no replacement tax were enacted, it is possible that other hospitals could seek refunds of several hundred million dollars. This case is currently in the discovery stage.

*Jackson Brook Institute, Inc. (JBI)* has challenged the \$2.3 million in hospital taxes imposed on JBI for 1996-1998. JBI challenges the tax based on both procedural and constitutional grounds. Although JBI purports to challenge the entire hospital tax, only one other hospital's tax was calculated in the same manner as JBI's tax. This case is currently in the discovery stage. On March 27, 1998, JBI filed for bankruptcy, and JBI and the State entered into a 90-day standstill agreement to discuss the possible resolution of this and other issues.

At this time, the State has defenses to the challenges from both CMMC and JBI, but the outcome of these cases is uncertain. If the hospital taxes in question were invalidated in whole or in part, however, the Legislature could address the problem by amending and reenacting the taxes in question so as to avoid any major revenue loss to the State.

*Bourre, et al., v. State Tax Assessor* is an appeal of the State Tax Assessor's decision denying an abatement with respect to Maine income taxes, sought by a New Hampshire resident working at the Portsmouth Naval Shipyard in Kittery, Maine. Bourre has raised a number of constitutional issues and has asserted that the shipyard is in New Hampshire rather than Maine, preventing Maine from taxing his income. This is a test case, and

the potential loss of income taxes if the State loses could run in excess of several million dollars. The Attorney General has advised management that the State has valid defenses to this action.

*New Hampshire v. Maine.* The Attorney General has advised us that the State of New Hampshire is preparing to file a lawsuit in the U.S. Supreme Court contending that the Kittery Shipyard is actually located in New Hampshire. The Attorney General believes that if such a suit is filed, the State of Maine will prevail.

*The Federal Department of Health and Human Services (HHS)* brought an administrative reimbursement action against the State, arising out of a dispute concerning the proper allocation of pension contribution costs between the State and federal government as a result of a federal audit for fiscal years 1992 and 1993. On May 5, 1998, the HHS Departmental Appeals Board ruled against the State on its appeal with respect to the proper allocation of pension contribution costs between the state and federal government. This will cost the State approximately \$7 million unless the State goes to court and overturns the agency's decision. At this time, the Attorney General believes that the State has a viable basis for challenging the decision, but the outcome of the court case could go either way.

*The Federal Internal Revenue Service* has audited various agencies of the State and the IRS has taken the position that the State owes employment taxes on those independent contractors that the IRS believes qualify as employees under federal tax law. This dispute is currently pending before the IRS at the administrative level. It has been estimated that approximately \$450,000 is at issue for tax year 1993, and the outcome of the dispute might have an effect on other open tax years.

There are also numerous workers' compensation claims now pending against various State agencies. Since most claims involve the possibility for significant long-term damages, and since the test for demonstrating a causal relationship between the employment and the illness or injury is not as rigorous as in ordinary civil cases, these cases involve the possibility of significant liability for the State. Since possible damages include future medical costs and wage replacements for the employee (and in some cases spouse), it is difficult to estimate the total potential liability to the State.

All other legal proceedings are not, in the opinion of management after consultation with the Attorney General, likely to have a material adverse effect on the financial position of the State.

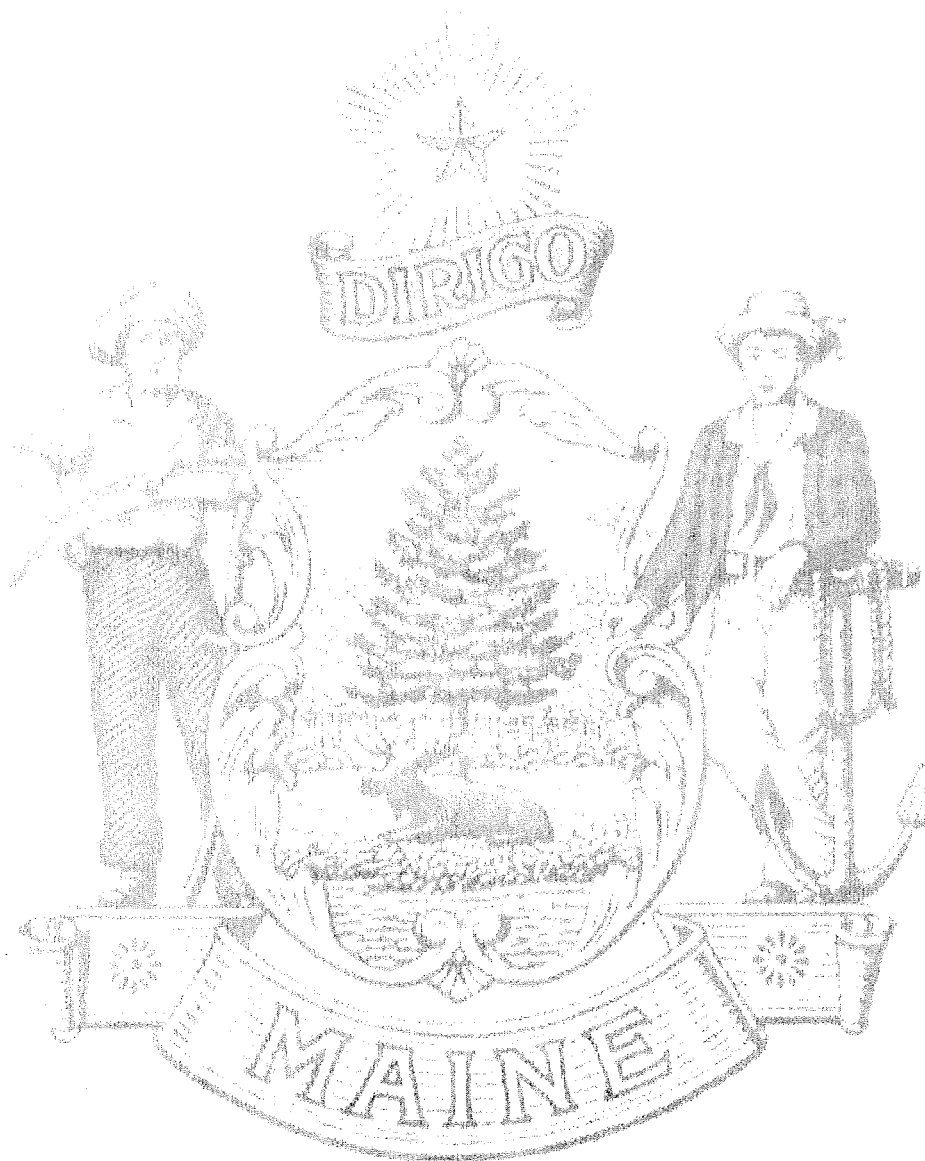
## **NOTE 15**

### **SUBSEQUENT EVENTS**

Subsequent to June 30, 1997, the State issued \$46.5 million of bond anticipation notes with interest rates ranging from 4.00 percent to 6.25 percent.

In February, 1998, the State entered into a lease financing arrangement for the purchase of approximately 250 vehicles, recorded in the Internal Service Fund. The amount financed was \$3.2 million, the term of the lease is 42 months and the interest rate is a fixed 4.50 percent.

The State Legislature enacted legislation effective September, 1997, that created a successor organization to the Maine Court Facilities Authority, a blended component unit. The Maine Governmental Facilities Authority will assume all rights, liabilities, indebtedness and duties of the Court Facilities Authority. The Governmental Facilities Authority may issue securities up to a limit of \$60 million outstanding at any one time, of which \$30 million must be specifically allocated to projects relating to the Judicial Branch, except for certain refunding securities.



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BUDGETARY

## ALL FUNDS

## COMBINED BALANCE SHEET

For the Year Ended June 30, 1997

	Governmental Funds			
	General Fund	Highway Fund	Other Special Revenue	Capital Projects
<b>ASSETS</b>				
Equity in Treasurer's Cash Pool	\$175,018,581	\$26,289,730	\$109,762,343	\$55,653,962
Cash - Other	17,310,312	9,245,078	32,057	-
Investments	-	-	-	-
Investment of Deferred Compensation	-	-	-	-
Assets held in Trust	-	-	-	-
Deposits with United States Treasury	-	-	-	-
Accounts, Notes, and Grants Receivable, Net of Reserves for Uncollectible	-	-	-	-
Accounts	74,590,950	1,034,874	32,049,784	-
Due from Other Funds	14,925,393	18,548	1,310,186	-
Inventories	-	-	-	-
Working Capital Advances to Other Funds	2,027,261	13,182,115	-	-
Prepaid Expenses and Other Assets	31,181	510,512	10,817,464	905
Land, Buildings and Equipment	-	-	-	-
Amount Available in Debt Service Funds	-	-	-	-
Amount to be Provided for Retirement of General Long Term Debt	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$283,903,678</b>	<b>\$50,280,857</b>	<b>\$153,971,834</b>	<b>\$55,654,867</b>
<b>LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$19,542,333	\$3,422,149	\$24,091,231	\$5,438,489
Due to Other Funds	23,009,447	0	10,913	-
Other Liabilities	22,053,374	150,839	3,143,326	-
Bonds Payable	-	-	-	-
Working Capital Advances Payable	-	-	916,261	-
<b>TOTAL LIABILITIES</b>	<b>64,605,154</b>	<b>3,572,988</b>	<b>28,161,731</b>	<b>5,438,489</b>
<b>EQUITY</b>				
Investments in General Fixed Assets	-	-	-	-
Reserved for Unemployment	-	-	-	-
Reserved for Expendable Trusts	-	-	-	-
Reserved for Encumbrances	25,866,818	3,845,366	52,619,636	6,529,389
Reserved for Authorized Expenditures	72,088,051	27,500,868	73,190,466	43,686,989
Reserve for Utility Loans	-	498,701	-	-
Working Capital Advances to Other Funds	2,027,261	13,182,115	-	-
Designated for Other Purposes	7,850,000	-	-	-
Reserves for Future Benefits	-	-	-	-
Rainy Day Fund	45,724,219	-	-	-
Tax Relief for Maine Residents	44,676,565	-	-	-
Contributed Capital	-	-	-	-
Retained Earnings	-	-	-	-
Unappropriated Surplus	21,065,608	1,680,818	-	-
<b>TOTAL EQUITY</b>	<b>219,298,522</b>	<b>46,707,868</b>	<b>125,810,102</b>	<b>50,216,378</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$283,903,676</b>	<b>\$50,280,856</b>	<b>\$153,971,833</b>	<b>\$55,654,867</b>

Debt Service	Other Funds			General Long - Term Debt
	Enterprise Funds	Internal Service Funds	Trust and Agency	
\$3,014,877	\$6,426,679	\$33,234,381	\$18,841,627	\$ -
2,678,798	-	114,600	747,752	-
-	-	-	44,494,271	-
-	-	-	133,988,389	-
-	-	-	40,384,515	-
-	-	-	118,405,489	-
-	16,466,032	1,634,851	5,765,052	-
-	21,248	8,679,845	-	-
-	3,181,682	4,476,475	501	-
-	-	-	-	-
-	127,202	434,992	25,170	-
-	54,147,488	46,166,787	-	-
-	-	-	-	3,014,877
-	-	-	-	467,195,123
<u>\$5,693,675</u>	<u>\$80,370,331</u>	<u>\$94,741,931</u>	<u>\$362,652,766</u>	<u>\$470,210,000</u>
\$ -	\$5,505,095	\$6,482,862	\$7,202,579	\$ -
-	1,555,580	991,085	5,428,118	-
2,663,798	8,964,977	78,755,098	180,926,960	-
15,000	-	-	-	470,210,000
-	1,000,000	13,293,115	-	-
<u>2,678,798</u>	<u>17,025,652</u>	<u>99,522,160</u>	<u>193,557,657</u>	<u>470,210,000</u>
-	-	-	-	-
-	-	-	101,693,136	-
-	-	-	12,355,207	-
3,014,877	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	56,646,243	15,327,790	-	-
-	6,698,436	(20,108,019)	-	-
-	-	-	55,046,766	-
<u>3,014,877</u>	<u>63,344,679</u>	<u>(4,780,229)</u>	<u>169,095,109</u>	<u>-</u>
<u>\$5,693,675</u>	<u>\$80,370,331</u>	<u>\$94,741,931</u>	<u>\$362,652,766</u>	<u>\$470,210,000</u>



## GOVERNMENTAL FUNDS

COMBINED STATEMENT OF REVENUES, RESOURCES,  
EXPENDITURES AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 1997

	Total (Memorandum) (Only)	General Fund
<b>REVENUES</b>		
Taxes		
Individual Income Tax	\$771,847,077	\$733,066,992
Sales and Use Tax	683,151,802	648,558,103
Gross Receipts Tax	58,795,882	58,795,882
Gasoline, Use Fuel and Motor Carrier Tax	147,896,269	-
Corporate Income Tax	97,145,747	92,816,774
Vehicle Registration and Drivers Licenses	61,803,595	-
Cigarette Tax	48,047,995	48,047,995
Insurance Tax	53,598,884	39,642,756
Public Utilities Tax	37,975,781	28,600,511
Hunting, Fishing and Related Licenses	12,699,714	12,503,674
Unorganized Territories Tax	12,989,774	8,388,418
Other	240,677,105	57,249,078
Total Taxes	2,226,629,625	1,727,670,183
Income from Investments	17,219,296	9,875,895
From Federal Government	1,221,712,470	6,042,746
From Cities Towns and Counties	6,172,747	103,860
Service Charge for Current Services	95,536,830	15,425,839
Transferred from Bureau of Alcoholic Beverages	20,661,837	20,661,837
Transferred from Lottery Commission	40,937,096	40,937,096
Other Revenues	127,687,833	42,368,846
<b>TOTAL REVENUES</b>	1,529,928,109	135,416,119
<b>OTHER FINANCIAL RESOURCES</b>		
Proceeds of General Obligation Bonds	42,700,000	-
Other	(11,541,738)	(13,119,827)
<b>TOTAL REVENUES AND RESOURCES</b>	3,787,715,996	1,849,966,475
<b>EXPENDITURES</b>		
General Government	365,027,282	235,210,437
Economic Development	94,542,937	30,290,458
Education and Culture	985,952,277	891,457,678
Human Services	1,680,461,622	545,414,721
Labor	77,793,831	11,274,493
Natural Resources	107,109,387	38,891,554
Public Protection	63,356,789	13,336,402
Transportation	353,030,051	2,776,792
<b>TOTAL EXPENDITURES</b>	3,727,274,176	1,768,652,535
<b>EXCESS REVENUES AND RESOURCES   OVER (under) EXPENDITURES</b>	60,441,820	81,313,940
<b>FUND EQUITY JULY 1, 1996</b>	384,605,927	137,984,582
<b>FUND EQUITY JUNE 30, 1997</b>	\$445,047,747	\$219,298,522

<u>Highway Fund</u>	<u>Other Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>
\$ -	\$38,780,085	\$ -	\$ -
-	34,593,699	-	-
-	-	-	-
145,177,674	2,718,595	-	-
-	4,328,973	-	-
61,803,595	-	-	-
-	-	-	-
-	13,956,128	-	-
-	9,375,270	-	-
-	196,040	-	-
-	4,601,356	-	-
487,832	182,940,195	-	-
<u>207,469,101</u>	<u>291,490,341</u>	<u>-</u>	<u>-</u>
966,740	2,339,177	20,669	4,016,816
-	1,215,669,724	-	-
733	6,068,154	-	-
10,115,098	69,601,695	-	394,198
-	-	-	-
-	-	-	-
2,390,946	82,928,041	-	-
<u>13,473,517</u>	<u>1,376,606,791</u>	<u>20,669</u>	<u>4,411,014</u>
-	-	42,700,000	-
358,704	5,221,083	236,695	(4,238,393)
<u>221,301,322</u>	<u>1,673,318,215</u>	<u>42,957,364</u>	<u>172,621</u>
23,999,153	100,006,281	5,811,411	-
162,060	64,090,419	-	-
-	89,165,380	5,329,219	-
-	1,133,830,335	1,216,566	-
-	66,519,338	-	-
-	48,367,812	19,850,021	-
22,758,657	27,261,730	-	-
195,215,460	133,564,942	21,472,857	-
<u>242,135,330</u>	<u>1,662,806,237</u>	<u>53,680,074</u>	<u>-</u>
(20,834,008)	10,511,978	(10,722,711)	172,621
<u>67,541,877</u>	<u>115,298,124</u>	<u>60,939,088</u>	<u>2,842,256</u>
<u>\$46,707,869</u>	<u>\$125,810,102</u>	<u>\$50,216,378</u>	<u>\$3,014,877</u>

## GOVERNMENTAL FUNDS

**COMPARATIVE STATEMENT OF REVENUES, RESOURCES AND EXPENDITURES  
GENERAL FUND, HIGHWAY FUND AND OTHER SPECIAL REVENUE FUND  
ACTUAL VS. BUDGET**

**For the Year Ended June 30, 1997**

	<b>General Fund</b>	
	<b>Actual</b>	<b>Budget</b>
<b>REVENUES</b>		
Taxes	\$1,715,166,506	\$1,663,670,527
Fines, Forfeits and Penalties	23,318,463	22,673,330
Hunting and Fishing Licenses and Fees	12,503,674	13,050,882
Income from Investments	9,875,895	4,829,000
Intergovernmental Revenue	6,146,606	9,744,153
Revenue from Private Sources	2,128,805	1,395,300
Charges for Current Services	15,425,839	16,680,728
Transferred from Bureau of		
Alcohol Beverages	20,661,837	20,504,971
Transferred from Lottery Commission	40,937,096	37,362,275
Other Revenues	16,921,578	13,606,380
<b>TOTAL REVENUES</b>	<u>1,863,086,299</u>	<u>1,803,517,546</u>
<b>OTHER FINANCING RESOURCES (USES)</b>	<u>(13,119,827)</u>	<u>16,227,477</u>
<b>TOTAL REVENUES AND RESOURCES</b>	<u>1,849,966,472</u>	<u>1,819,745,023</u>
<b>EXPENDITURES</b>		
General Government	235,210,437	262,054,726
Economic Development	30,290,458	31,703,225
Education and Culture	891,457,678	900,755,263
Human Services	545,414,721	596,629,807
Labor	11,274,493	15,006,840
Natural Resources	38,891,554	40,728,422
Public Protection	13,336,402	15,731,417
Transportation	2,776,792	3,028,092
<b>TOTAL EXPENDITURES</b>	<u>1,768,652,535</u>	<u>1,865,637,792</u>
<b>EXCESS RESOURCES OVER (UNDER) EXPENDITURES</b>	<u>81,313,937</u>	<u>(45,892,769)</u>
<b>FUND EQUITY JULY 1, 1996</b>	<u>137,984,582</u>	<u>137,984,582</u>
<b>FUND EQUITY JUNE 30, 1997</b>	<u><u>\$219,298,519</u></u>	<u><u>\$92,091,813</u></u>

Highway Fund		Other Special Revenue Fund	
Actual	Budget	Actual	Budget
\$207,469,100	\$208,785,866	\$291,490,341	\$311,177,628
2,022,436	1,250,000	3,417,076	2,970,742
-	-	-	-
966,740	1,200,000	2,339,177	1,060,890
733	2,000	1,221,737,878	1,529,785,511
-	-	75,976,895	84,714,835
10,115,098	10,805,066	69,601,695	96,151,831
-	-	-	-
-	-	-	-
368,510	255,000	3,534,070	10,284,849
220,942,617	222,297,932	1,668,097,132	2,036,146,286
358,704	-	5,221,083	-
221,301,321	222,297,932	1,673,318,215	2,036,146,286
23,999,153	26,424,592	100,006,281	121,538,588
162,060	49,757	64,090,419	93,170,563
-	-	89,165,380	97,756,882
-	-	1,133,830,335	1,300,039,698
-	-	66,519,338	112,650,960
-	-	48,367,812	80,563,035
22,758,657	23,790,807	27,261,730	36,147,592
195,215,460	209,028,321	133,564,942	193,090,982
242,135,330	259,293,477	1,662,806,237	2,034,958,300
(20,834,009)	(36,995,545)	10,511,978	1,187,986
67,541,877	67,541,877	115,298,124	115,298,124
\$46,707,868	\$30,546,332	\$125,810,102	\$116,486,110

# GOVERNMENTAL FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
<b>GENERAL GOVERNMENT</b>		
Attorney General	\$1,789,181	\$7,283,995
State Auditor	154,343	1,340,002
Executive Department	10,053,383	3,796,553
Department of Administration & Financial Services	17,838,719	57,249,088
Tax Relief Programs	3,264,778	28,476,048
Compensation and Benefit Plans	789,435	2,777,267
Judicial	537,587	35,166,443
Legislature	1,729,973	15,694,505
Secretary of State	2,566,582	24,588,881
Treasurer of State	33,111	981,071
Debt Service - General Fund	-	90,185,613
Municipal Revenue Sharing	-	-
Capital Projects	6,643,635	-
Other	580,770	10,572,647
<b>TOTAL GENERAL GOVERNMENT</b>	<b>45,981,497</b>	<b>278,112,113</b>
<b>ECONOMIC DEVELOPMENT</b>		
Department of Agriculture, Food & Rural Resources	4,237,687	9,737,427
Department of Economic and Community Development	147,315	7,271,112
Department of Professional & Financial Regulation	15,056,594	-
Department of Marine Resources	2,523,298	7,524,897
Finance Authority of Maine	40	10,043,394
Independent Agencies	6,283,488	735,294
Other	140,080	169,449
<b>TOTAL ECONOMIC DEVELOPMENT</b>	<b>28,388,502</b>	<b>35,481,573</b>
<b>EDUCATION AND CULTURAL SERVICES</b>		
Department of Education		
Administration	294,258	17,682,510
General Purpose Aid for Local Schools	6,029,280	544,460,070
Teachers Retirement	-	135,599,057
Governor Baxter School for the Deaf	204,333	4,653,449
Local School Nutrition Program	52,614	-
Schooling in Unorganized Territories	295,003	9,734,918
Capital Projects	8,861,750	-
Other Programs	547,604	4,554,195
Total Department of Education	16,284,842	716,684,199
Cultural Agencies		
Maine State Museum	\$61,410	\$1,032,188
Maine State Library	93,140	2,362,119
Maine Arts Commission	94,770	526,512
Maine Historical Society	-	24,761
Maine Historic Preservation Commission	10,882	229,376
State Historian	508	496
Independent Agencies		
University of Maine	-	135,453,698
Maine Maritime Academy	-	6,569,930
Maine Vocational Technical College System	-	29,674,910
<b>TOTAL EDUCATION AND CULTURAL SERVICES</b>	<b>16,545,552</b>	<b>892,558,189</b>

Revenues Transfers and Other Resources	Total Available	Expenditures	Unexpended Balance June 30, 1997	
			Lapsed	Carried
\$5,716,581	\$14,789,757	\$12,405,495	\$225,150	\$2,159,112
715,647	2,209,992	2,026,885	8,187	174,920
4,510,631	18,360,567	8,387,270	408,789	9,564,508
8,559,601	83,647,408	52,287,139	280,596	31,079,673
-	31,740,826	22,759,965	38,457	8,942,404
(1,219,136)	2,347,566	-	-	2,347,566
1,620,773	37,324,803	36,217,221	7,083	1,100,499
7,212	17,431,690	16,737,438	1,505	692,747
1,136,826	28,292,289	24,814,962	74,928	3,402,399
(20,938)	993,244	975,273	16,651	1,320
3,507,730	93,693,343	93,693,343	-	-
77,702,772	77,702,772	77,702,623	-	149
8,594,425	15,238,060	5,811,411	-	9,426,649
1,135,028	12,288,445	11,208,257	34,626	1,045,562
<u>111,967,152</u>	<u>436,060,762</u>	<u>365,027,282</u>	<u>1,095,972</u>	<u>69,937,508</u>
11,001,280	24,976,394	20,538,001	331,500	4,106,893
18,287,333	25,705,760	22,758,570	101,696	2,845,494
13,557,936	28,614,530	12,971,419	-	15,643,111
4,079,921	14,128,116	11,101,324	23,538	3,003,254
-	10,043,434	10,043,391	3	40
20,410,103	27,428,885	15,738,962	-	11,689,923
1,951,816	2,261,345	1,391,270	5,978	864,097
<u>69,288,389</u>	<u>133,158,464</u>	<u>94,542,937</u>	<u>462,715</u>	<u>38,152,812</u>
3,010,707	20,987,475	20,430,832	126,340	430,303
-	550,489,350	545,910,025	-	4,579,325
-	135,599,057	135,599,057	-	-
158,234	5,016,016	4,273,938	522,978	219,100
20,950,834	21,003,448	20,927,362	-	76,086
191,307	10,221,228	8,074,864	-	2,146,364
2,600,000	11,461,750	5,329,219	-	6,132,531
62,162,889	67,264,688	66,619,799	20,588	624,301
<u>89,073,971</u>	<u>822,043,012</u>	<u>807,165,096</u>	<u>669,906</u>	<u>14,208,010</u>
\$210,839	\$1,304,437	\$1,231,517	\$16,315	\$56,605
1,196,018	3,651,277	3,470,808	54,900	125,569
462,481	1,083,763	981,389	1,229	101,145
-	24,761	24,761	-	-
705,464	945,722	862,989	1,865	80,868
-	1,004	8	-	996
-	135,453,698	135,453,698	-	-
-	6,569,930	6,569,930	-	-
517,171	30,192,081	30,192,081	-	-
<u>92,165,944</u>	<u>1,001,269,685</u>	<u>985,952,277</u>	<u>744,215</u>	<u>14,573,193</u>

# GOVERNMENTAL FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
<b>HUMAN SERVICES</b>		
Department of Human Services		
Administration	602,659	36,491,064
Medical Payments	7,802,276	156,584,282
Aid to Families with Dependent Children	4,500,073	20,377,132
General Assistance	3,443	5,759,670
Purchased Services	2,925,634	28,369,464
Child Welfare Services	541,529	21,373,908
Other	8,217,488	68,022,337
Total Department of Human Services	24,593,102	336,977,857
Department of Mental Health and Retardation		
Departmental Operations	108,889	6,254,351
Augusta Mental Health Institute	1,797,979	8,507,682
Consent Decree Reinvestment	6,111,706	8,775,614
Bangor Mental Health Institute	1,780,851	9,066,295
Medicaid Match	466,456	38,636,902
Pineland Center	214,065	1,966,163
Community Mental Retardation Service	385,415	17,974,364
Community Mental Health Programs	3,265,011	38,734,672
Office of Substance Abuse	1,228,204	7,076,161
Capital Projects		
Other	1,138,873	20,555,853
Total Department of Mental Health and Retardation	16,497,449	157,548,057
Department of Corrections		
Administration	\$101,583	\$2,794,276
State Prison	485,373	19,883,251
Maine Correctional Center	241,450	11,790,334
Maine Youth Center - South Portland	290,690	11,200,466
Downeast & Charleston Correctional Center	9,224	3,292,640
Probation and Parole	824,137	6,759,654
Capital Projects	2,123,711	-
Other	1,593,700	9,925,320
Total Department of Corrections	5,669,868	65,645,941
Independent Agencies	2,434,839	606,060
<b>TOTAL HUMAN SERVICES</b>	49,195,258	560,777,915
<b>LABOR</b>		
Department of Labor		
Bureau of Labor & Industry	1,073,968	125,121
Employment Security Offices	263,995	-
Employment, Training and Rehabilitation Programs	3,676,614	11,806,954
Other	135,638	1,357,681
<b>TOTAL LABOR</b>	5,150,215	13,289,756
<b>NATURAL RESOURCES</b>		
Department of Conservation		
Administration	330,788	1,710,179
Bureau of Forestry	1,083,622	9,653,707

Revenues Transfers and Other Resources	Total Available	Expenditures	Unexpended Balance June 30, 1997	
			Lapsed	Carried
				-
				-
19,866,054	56,959,777	54,133,794	1,109,303	1,716,680
796,654,527	961,041,085	955,792,124	8,366	5,240,595
116,409,682	141,286,887	134,176,346	-	7,110,541
-	5,763,113	5,723,080	6,681	33,352
42,529,459	73,824,557	70,685,463	216,957	2,922,137
5,360,411	27,275,848	24,929,516	-	2,346,332
96,145,220	172,385,045	161,325,320	1,786,343	9,273,382
<u>1,076,965,353</u>	<u>1,438,536,312</u>	<u>1,406,765,643</u>	<u>3,127,650</u>	<u>28,643,019</u>
(108,635)	6,254,605	6,078,442	-	176,163
16,921,193	27,226,854	26,139,773	200	1,086,881
(14,887,320)	-	-	-	-
17,199,844	28,046,990	25,426,274	4,443	2,616,273
1,968,325	41,071,683	40,682,222	-	389,461
(35,782)	2,144,446	2,128,835	-	15,611
2,624,860	20,984,639	17,043,933	-	3,940,706
14,238,365	56,238,048	44,599,531	-	11,638,517
8,485,089	16,789,454	14,325,295	546,133	1,918,026
			-	
6,846,859	28,541,585	25,422,875	-	3,118,710
<u>53,252,798</u>	<u>227,298,304</u>	<u>201,847,180</u>	<u>550,776</u>	<u>24,900,348</u>
(\$629,705)	\$2,266,154	\$2,233,992	\$3,572	\$28,590
492,198	20,860,822	20,384,155	10,718	465,949
(266,761)	11,765,023	11,512,185	81,360	171,478
(1,014,545)	10,476,611	10,249,754	5,781	221,076
59,000	3,360,864	3,343,009	5,083	12,772
(105,100)	7,478,691	7,268,167	209,283	1,241
-	2,123,711	1,216,566	-	907,145
4,372,275	15,891,295	12,961,548	64,106	2,865,641
<u>2,907,362</u>	<u>74,223,171</u>	<u>69,169,376</u>	<u>379,903</u>	<u>4,673,892</u>
1,133,015	4,173,914	2,679,423	217	1,494,274
<u>1,134,258,528</u>	<u>1,744,231,701</u>	<u>1,680,461,622</u>	<u>4,058,546</u>	<u>59,711,533</u>
2,250,091	3,449,180	2,514,386	1	934,793
27,051,667	27,315,662	26,976,964	-	338,698
31,304,601	46,788,169	41,670,461	745,020	4,372,688
5,261,662	6,754,981	6,632,020	39,039	83,922
<u>65,868,021</u>	<u>84,307,992</u>	<u>77,793,831</u>	<u>784,060</u>	<u>5,730,101</u>
490,969	2,531,936	2,052,161	35,641	444,134
1,428,280	12,165,609	10,094,102	24,034	2,047,473



# GOVERNMENTAL FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
Bureau of Geology	252,001	924,198
Bureau of Parks and Recreation	292,610	5,451,626
Capital Projects	1,441,844	-
Other	7,797,746	1,603,769
Total Department of Conservation	<u>11,198,611</u>	<u>19,343,479</u>
Department of Environmental Protection	19,541,184	4,311,120
Capital Projects	12,659,434	-
Department of Inland Fisheries and Wildlife	7,173,927	16,374,523
Capital Projects	2,934	-
Independent Agencies	164,379	145,747
<b>TOTAL NATURAL RESOURCES</b>	<u>50,740,469</u>	<u>40,174,869</u>
 <b>PUBLIC PROTECTION</b>		
Department of Defense and Veterans' Services	\$1,431,366	\$5,446,887
Department of Public Safety	3,736,678	32,588,137
<b>TOTAL PUBLIC PROTECTION</b>	<u>5,168,044</u>	<u>38,035,024</u>
 <b>TRANSPORTATION</b>		
Department of Transportation		
Administration	1,669,881	15,643,312
Construction of Highways & Bridges	37,423,822	37,951,220
Maintenance of Highways & Bridges	2,255,622	99,816,931
Bureau of Transportation Services	262,606	206,940
Debt Service - Highway Fund	-	27,589,143
Capital Projects	32,894,816	-
Other	955,870	3,259,536
<b>TOTAL TRANSPORTATION</b>	<u>75,462,617</u>	<u>184,467,082</u>
<b>TOTAL GOVERNMENTAL FUND</b>	<u>\$276,632,154</u>	<u>\$2,042,896,521</u>
 <b>DETAIL OF FUNDS</b>		
General Fund	\$62,211,234	\$1,812,491,126
Highway Fund	43,059,890	230,405,395
Other Special Revenue Funds	106,732,906	-
Capital Projects Fund	64,628,124	-
<b>TOTAL DETAIL OF FUNDS</b>	<u>\$276,632,154</u>	<u>\$2,042,896,521</u>

Revenues Transfers and Other Resources	Total Available	Expenditures	Unexpended Balance June 30, 1997	
			Lapsed	Carried
162,936	1,339,135	1,158,676	691	179,768
470,887	6,215,123	5,758,185	95,942	360,996
3,120,335	4,562,179	679,183	-	3,882,996
6,505,041	15,906,556	8,232,429	1,596	7,672,531
12,178,448	42,720,538	27,974,736	157,904	14,587,898
				-
28,300,551	52,152,855	35,127,578	9,197	17,016,080
23,808,587	36,468,021	19,170,838	-	17,297,183
8,012,973	31,561,423	22,625,474	-	8,935,949
178	3,112	-	-	3,112
1,941,674	2,251,800	2,210,761	19,112	21,927
74,242,411	165,157,749	107,409,387	186,213	57,862,149
\$13,639,109	\$20,517,362	\$17,834,385	\$82,467	\$2,600,510
13,910,352	50,235,167	45,522,404	586,679	4,126,084
27,549,461	70,752,529	63,356,789	669,146	6,726,594
3,412,880	20,726,073	16,383,088	21,942	4,321,043
117,015,735	192,390,777	170,407,631	-	21,983,146
8,844,995	110,917,548	107,225,824	-	3,691,724
4,275,431	4,744,977	4,500,392	-	244,585
911,086	28,500,229	28,500,221	8	-
5,007,232	37,902,048	21,472,857	-	16,429,191
1,541,186	5,756,592	4,540,038	10,800	1,205,754
141,008,545	400,938,244	353,030,051	32,750	47,875,443
\$1,716,348,451	\$4,035,877,126	\$3,727,274,176	\$8,033,617	\$300,569,333
(\$227,092)	\$1,874,475,268	\$1,768,652,535	\$7,916,839	\$97,905,894
133,058	273,598,343	242,135,330	116,778	31,346,235
1,673,311,728	1,780,044,634	1,662,806,237	-	117,238,397
43,130,757	107,758,881	53,680,074	-	54,078,807
\$1,716,348,451	\$4,035,877,126	\$3,727,274,176	\$8,033,617	\$300,569,333

## GOVERNMENTAL FUNDS

## COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	For the Years Ended June 30,	
	1997	1996
<b>PERSONAL SERVICES</b>		
Salaries and Wages	\$383,678,671	\$384,275,451
Retirement Costs	29,374,074	75,658,005
Health Insurance and Other Fringe Benefits	136,448,468	84,009,272
Unemployment Reimbursements	1,319,428	1,596,134
	<u>550,820,641</u>	<u>545,538,862</u>
<b>CONTRACTUAL SERVICES</b>		
Professional Fees and Special Services	103,330,739	93,309,532
Traveling Expenses	9,790,484	8,824,006
Operating State-Owned Vehicles	2,667,499	2,677,610
Utility Services	21,287,589	23,870,723
Rents	49,811,872	49,313,575
Repairs and Insurance	15,814,049	16,176,335
General Operating Expenses	36,090,458	35,914,923
	<u>238,792,690</u>	<u>230,086,704</u>
<b>COMMODITIES</b>		
Foods	2,808,348	2,899,182
Fuels	2,800,854	2,559,322
Highway Materials	13,301,047	9,821,315
Office and Other Supplies	18,982,992	17,953,416
	<u>37,893,241</u>	<u>33,233,235</u>
<b>GRANTS, SUBSIDIES AND PENSIONS</b>		
To Other Governmental Agencies	763,578,279	737,367,537
To Public and Private Organizations	402,072,407	393,355,508
To Individuals:		
Aid to Families with Dependent Children	152,677,331	154,667,135
Supplemental Social Security Income	24,215,428	19,574,069
Medicaid	1,110,489,195	1,006,046,645
Property Tax Relief	10,110,917	9,728,146
Unemployment, Pension and Compensation for Injuries	139,531,462	121,512,377
	<u>2,602,675,019</u>	<u>2,442,251,417</u>
<b>CAPITAL OUTLAYS</b>	162,234,693	167,416,948
<b>DEBT SERVICE</b>		
Principal	87,917,345	76,789,408
Interest	36,524,152	37,062,273
	<u>124,441,497</u>	<u>113,851,681</u>
<b>CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS</b>		
Maine State Retirement System	0	10,564,083
Transfers to Other Funds	10,416,395	11,011,388
	<u>10,416,395</u>	<u>21,575,471</u>
<b>TOTAL EXPENDITURES</b>	<u>\$3,727,274,176</u>	<u>\$3,553,954,319</u>

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# *General Fund*

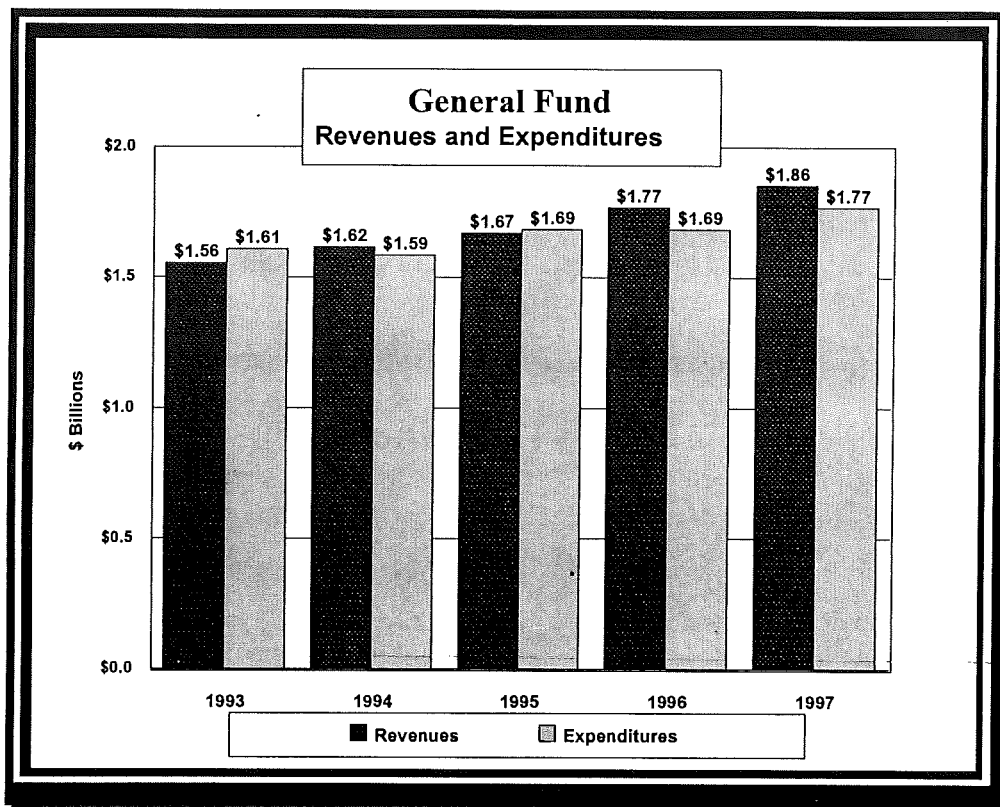
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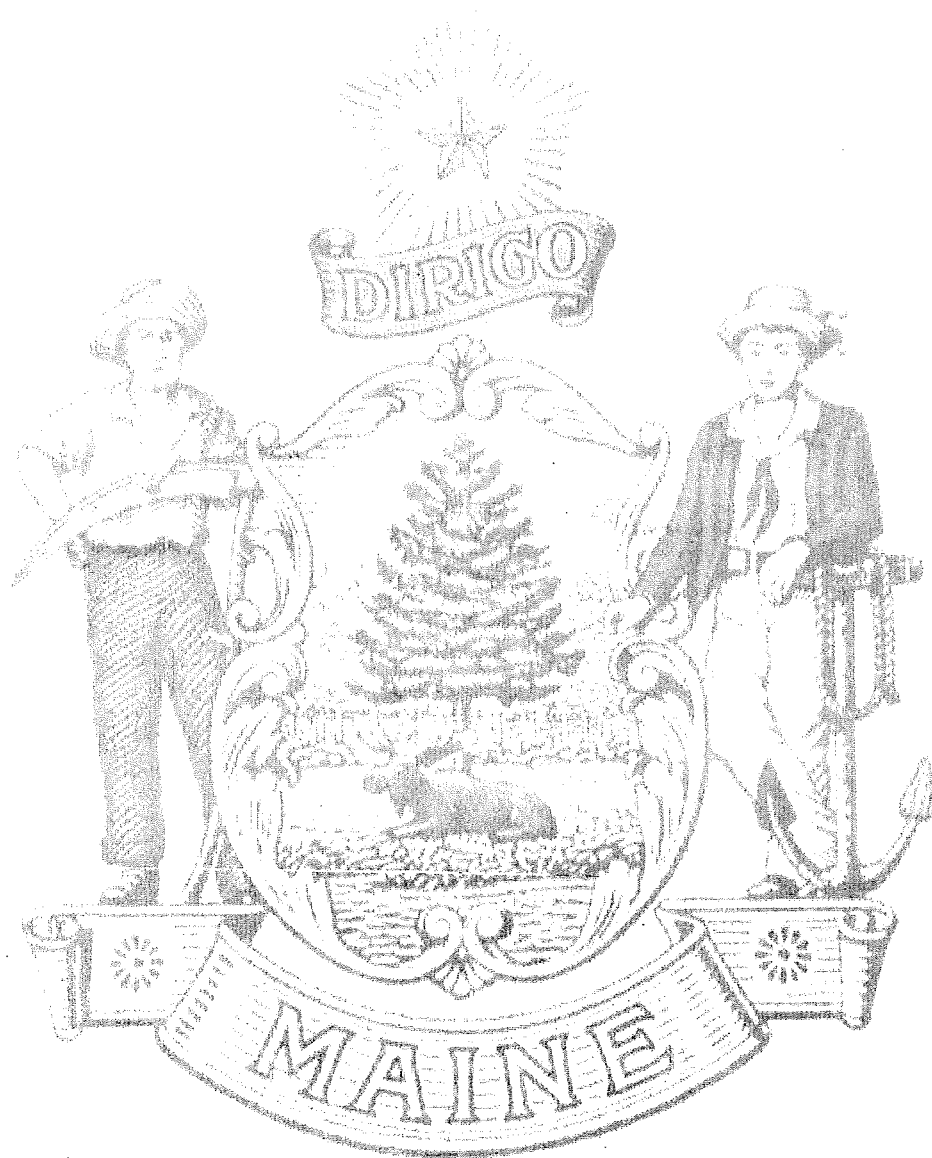
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The General Fund is the largest of the State's operating funds. Its purpose is to finance all State Government activities not specifically financed by dedicated revenue.

The major sources of revenues for the General Fund are sales and use tax, individual income tax, corporate income tax and transfers from the Bureau of Alcoholic Beverages and Lottery Operations.

The major expenditures of the General Fund are for aid to local education, support of the University and Technical College Systems, the State's share of Federally mandated Human Services, Natural Resources and General Government programs.





## GENERAL FUND

## COMPARATIVE BALANCE SHEET

For the Years Ended June 30,

	1997	1996
<b>ASSETS</b>		
Equity in Treasurer's Cash Pool	\$175,018,581	\$47,343,790
Cash - Other	17,310,312	22,348,010
Accounts Receivable		
Tax Accounts	198,947,454	155,339,864
Other	21,974,880	14,936,903
Total Accounts Receivable	220,922,334	170,276,766
Less Allowance for Possible Losses	146,331,384	87,862,315
Net Accounts Receivable	74,590,950	82,414,452
Due from Other Funds	14,925,392	401,714
Working Capital Advances to Other Funds	2,027,261	2,121,261
Other Assets	31,181	11,516,843
<b>TOTAL ASSETS</b>	<b>\$283,903,677</b>	<b>\$166,146,069</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	23,642,333	\$8,786,603
Due to Other Funds	23,009,448	9,818,393
Other Liabilities	22,053,375	9,556,492
<b>TOTAL LIABILITIES</b>	<b>68,705,156</b>	<b>28,161,488</b>
<b>EQUITY</b>		
Reserved for:		
Encumbrances	25,866,818	18,629,270
Authorized Expenditures	72,088,051	44,309,276
State Contingent Account	350,000	2,350,000
Operating Capital	6,500,000	5,500,000
Loan Insurance	1,000,000	1,000,000
Rainy Day Fund	45,724,219	38,240,859
Tax Relief for Maine Residents	44,676,565	
Working Capital Advances	2,027,261	2,121,261
Total Reserves	198,232,914	112,150,667
Unappropriated Equity	16,965,608	25,833,916
<b>TOTAL EQUITY</b>	<b>215,198,522</b>	<b>137,984,583</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$283,903,677</b>	<b>\$166,146,070</b>

## GENERAL FUND

## ANALYSIS OF CHANGES IN FUND BALANCE

	For the Years Ended June 30,	
	1997	1996
<b>BALANCE at BEGINNING of YEAR</b>	\$25,833,916	\$4,416,996
<b>ADJUSTMENT of PRIOR YEAR TRANSACTIONS</b>	1,590,915	5,215,367
	27,424,831	9,632,363
<b>ADDITIONS:</b>		
Revenues	1,863,086,301	1,766,400,761
Interest Earned for Rainy Day Fund	2,394,282	405,027
Interest Earned for Arbitrage Payment	2,300,000	
Appropriation of Balances Carried Forward		
Beginning of Year (adjusted)	62,211,235	33,745,834
Repayment of Appropriated Receivables,		
Advances, Etc.	94,000	2,093,739
(Increase)decrease for Operating Capital	(1,000,000)	(1,000,000)
Transfers from Other Funds (net)	(1,485,530)	(7,455,516)
<b>TOTAL ADDITIONS</b>	1,927,600,288	1,794,189,845
<b>DEDUCTIONS:</b>		
Expenditures	1,768,652,528	1,685,207,127
Appropriation Balances		
Carried Forward at End of Year	97,954,869	62,938,546
Transfers to Rainy Day Fund Reserve	7,483,360	31,818,619
Transfers to Tax Relief for Maine Residents	44,676,565	
Reserve for Arbitrage Payment	2,300,000	
Reserve for MSRS	2,100,000	
Reserve for Sears Island	2,000,000	
Reserve for Retirement Allowance Fund	14,892,189	
Increase for Loan Insurance Reserve	0	(2,000,000)
Working Capital Advances	0	24,000
Increase for Contingent Account	(2,000,000)	-
<b>TOTAL DEDUCTIONS</b>	1,938,059,511	1,777,988,292
<b>BALANCE at END of YEAR</b>	<u>\$16,965,608</u>	<u>\$25,833,916</u>

# GENERAL FUND

## COMPARATIVE STATEMENT OF REVENUES

	For the Years Ended June 30,		1997	1996	1997 Budget
<b>TAXES</b>					
Sales and Use Tax			\$648,558,103	\$624,041,216	\$682,356,818
Gross Receipts Tax			58,795,882	68,460,826	45,851,380
Income Taxes					
Individual Income Tax			733,066,992	674,507,957	689,501,555
Corporate Income Tax			92,816,774	67,344,662	75,611,200
Cigarette Tax			48,047,995	47,601,774	46,322,299
Inheritance and Estate Tax			14,770,860	12,379,606	11,978,281
Taxes on Specific Businesses or Occupations:					
Insurance Tax			39,642,756	35,518,538	36,061,754
Public Utilities			28,600,511	28,853,169	28,250,000
Corporations			2,647,928	2,610,033	2,209,300
Commission on Pari-Mutuels			1,018,043	616,374	1,100,000
Other			9,281,785	11,520,137	8,529,150
Property Taxes					
Real Estate Transfer Tax			8,415,755	6,901,703	-
Unorganized Territories Tax			8,388,418	9,135,576	9,200,000
Other Taxes			21,114,707	20,697,497	26,698,790
<b>TOTAL TAXES</b>			<u>1,715,166,506</u>	<u>1,610,189,070</u>	<u>1,663,670,527</u>
<b>TRANSFERRED FROM the BUREAU of ALCOHOLIC BEVERAGES &amp; LOTTERY OPERATIONS</b>					
Alcoholic Beverages			20,661,837	21,446,967	20,504,971
Lottery			40,937,096	37,736,554	37,362,275
<b>CHARGES for CURRENT SERVICES</b>			15,425,839	20,003,177	16,680,728
<b>FINES, FORFEITS and PENALTIES</b>			23,318,463	20,026,749	22,673,330
<b>CONTRIBUTIONS from OTHER FUNDS</b>			16,692,584	16,691,434	13,517,380
<b>HUNTING and FISHING LICENSES and FEES</b>			12,503,674	12,742,429	13,050,882
<b>INCOME from INVESTMENT</b>			9,875,895	8,512,311	4,829,000
<b>INTERGOVERNMENTAL REVENUES</b>					
Federal Government			6,042,746	16,766,839	9,535,123
Cities, Towns and Counties			103,860	318,385	209,030
<b>REVENUE from PRIVATE SOURCES</b>			2,128,805	1,735,171	1,395,300
<b>MISCELLANEOUS</b>			<u>228,994</u>	<u>231,675</u>	<u>89,000</u>
<b>TOTAL REVENUES</b>			<u>\$1,863,086,301</u>	<u>\$1,766,400,761</u>	<u>\$1,803,517,546</u>



## GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
<b>GENERAL GOVERNMENT</b>		
Attorney General	\$28,371	\$7,283,995
State Auditor	10,390	1,340,002
Executive Department		
Governor's Office	18,451	1,784,132
State Planning Office	1,020,687	2,012,421
Other	-	-
Total Executive Department	1,039,138	3,796,553
Department of Administration & Financial Services		
Administration	-	262,443
Administrative Services Division	912	706,817
Bureau of Accounts and Control	365,285	4,087,701
Bureau of Budget	744	745,674
Bureau of Taxation	458,938	19,899,263
Tax Relief Programs	3,264,778	28,476,048
Compensation and Benefit Plans	789,435	2,777,267
Bureau of General Services	4,777,046	18,188,761
Bureau of Human Resources	14,550	1,564,266
Employee Relations	43,545	520,553
Other	883,977	9,963,560
Total Administrative & Financial Services	10,599,210	87,192,353
Judicial		
Supreme, Superior and District Court	178,894	35,166,443
Legislature		
Legislature	1,327,187	15,594,907
Other	310,943	99,598
Secretary of State		
Secretary of State	295,042	2,320,750
State Archives	13,766	666,243
Treasurer of State		
Department Operations	9,600	981,071
Debt Service	-	90,185,613
Independent Agencies		
Maine Indian Tribal Commission	-	22,500
Maine Public Broadcasting Corp.	-	2,230,157
Maine Science & Technology	-	2,740,000
Other	-	3,221,753
<b>TOTAL GENERAL GOVERNMENT</b>	<b>13,812,541</b>	<b>252,841,938</b>
<b>ECONOMIC DEVELOPMENT</b>		
Department of Agriculture, Food & Rural Resources	\$148,146	\$9,737,427
Department of Economic and Community Development	400,016	7,271,112
Department of Marine Resources	292,195	7,524,897
Finance Authority of Maine	-	10,043,394
Independent Agencies		
Workers Compensation Commission	-	-
Other	-	735,294
<b>TOTAL ECONOMIC DEVELOPMENT</b>	<b>840,357</b>	<b>35,312,124</b>

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
-	\$7,312,366	\$6,994,190	\$225,150	\$93,026	\$ -
14,887	1,365,279	1,356,360	8,187	732	-
-	1,802,583	1,697,228	82,512	15,871	6,972
17,238	3,050,346	2,004,110	326,277	719,959	-
-	-	-	-	-	-
17,238	4,852,929	3,701,338	408,789	735,830	6,972
3,859	266,302	265,783	519	-	-
9,281	717,010	710,475	6,535	-	-
15,143	4,468,129	3,917,485	15,080	535,564	-
10,816	757,234	756,785	94	355	-
(4,285)	20,353,916	19,510,170	135,662	708,084	-
-	31,740,826	22,759,965	38,457	-	8,942,404
(1,219,136)	2,347,566	-	-	-	2,347,566
(80,701)	22,885,106	13,655,407	60,274	3,452,308	5,717,117
(678)	1,578,138	1,550,257	24,748	3,133	-
34,708	598,806	573,175	6,091	19,540	-
-	10,847,537	1,852,490	9,940	-	8,985,107
(1,230,993)	96,560,570	65,551,992	297,400	4,718,984	25,992,194
201,000	35,546,337	34,805,479	7,083	139,476	594,299
(1,069,437)	15,852,657	15,405,613	-	121,435	325,609
1,069,437	1,479,978	1,331,260	1,505	140	147,073
(3,021)	2,612,771	2,502,889	37,771	72,111	-
14,201	694,210	692,831	810	569	-
2,573	993,244	975,273	16,651	1,320	-
3,507,730	93,693,343	93,693,343	-	-	-
-	22,500	22,500	-	-	-
-	2,230,157	2,230,157	-	-	-
-	2,740,000	2,740,000	-	-	-
-	3,221,753	3,207,212	14,541	-	-
2,523,615	269,178,094	235,210,437	1,017,887	5,883,623	27,066,147
(\$3,591,555)	\$6,294,018	\$5,819,357	\$331,500	\$143,160	\$1
797	7,671,925	6,211,608	101,696	635,367	723,254
25,156	7,842,248	7,480,808	23,538	337,902	-
-	10,043,394	10,043,391	3	-	-
-	-	-	-	-	-
-	735,294	735,294	-	-	-
(3,565,602)	32,586,879	30,290,458	456,737	1,116,429	723,255

## GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
<b>EDUCATION AND CULTURAL SERVICES</b>		
Department of Education		
Administration	98,286	17,682,510
General Purpose Aid for Local Schools	6,029,280	544,460,070
Teachers Retirement	-	135,599,057
Other Local School Programs	-	-
Schooling in Unorganized Territories	244,748	9,734,918
Adult Education	-	-
Governor Baxter School for the Deaf	121,059	4,653,449
Rehabilitation Services	-	-
Other Education Programs	193,698	4,554,195
Total Department of Education	6,687,071	716,684,199
Cultural Agencies		
State Historian	508	496
Maine Historic Preservation Commission	1,200	229,376
Maine Arts Commission	-	526,512
Maine State Library	4,569	2,362,119
Maine State Museum	19,581	1,032,188
Maine Historical Society	-	24,761
Independent Agencies		
University of Maine	-	135,453,698
Maine Vocational Technical College System	-	29,674,910
Maine Maritime Academy	-	6,569,930
<b>TOTAL EDUCATION AND CULTURAL SERVICES</b>	6,712,929	892,558,189
<b>HUMAN SERVICES</b>		
Department of Human Services		
Administration	\$50,815	\$36,491,064
Medical Care Payments	12,052,544	156,584,282
Medical Care Administration	1,120,984	7,665,720
Aid to Families with Dependent Children	181,235	20,377,132
General Assistance	3,443	5,759,670
Supplemental Security Income	1,303,570	22,913,488
Purchased Services	1,811,566	28,369,464
Bureau of Health	41,513	6,574,491
Bureau of Social Welfare	323,887	13,105,694
Child Welfare Services	535,355	21,373,908
Bureau of Maine's Elderly	302,732	11,064,688
Bureau of Resource Development	15,696	1,392,502
Other	185,279	5,305,754
Total Department of Human Services	17,928,619	336,977,857
Department of Mental Health, Mental Retardation and Substance Abuse Services		
Departmental Operations	108,889	6,254,351
Augusta Mental Health Institute	567,691	8,507,682
Consent Decree Reinvestment	6,111,706	8,775,614
Bangor Mental Health Institute	702,824	9,066,295
Medicaid Match	466,456	38,636,902
Pineland Center	195,940	1,966,163
Community Mental Retardation Service	340,088	17,974,364
Community Mental Health	3,243,012	38,734,672
Children's Mental Health Services	929,204	16,399,487
Bath Children's Home	-	106,582
Aroostook Residential Center	22,882	1,122,805

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
5,381	17,786,177	17,453,376	126,340	206,461	-
-	550,489,350	545,910,025	-	22,038	4,557,287
-	135,599,057	135,599,057	-	-	-
-	-	-	-	-	-
-	9,979,666	7,898,492	-	16,126	2,065,048
-	-	-	-	-	-
(5,548)	4,768,960	4,189,909	522,978	56,073	-
-	-	-	-	-	-
8,652	4,756,545	4,597,047	20,588	138,910	-
8,485	723,379,755	715,647,906	669,906	439,608	6,622,335
-	1,004	8	-	-	996
-	230,576	228,711	1,865	-	-
5,241	531,753	527,484	1,229	3,040	-
(5,839)	2,360,849	2,300,821	54,900	4,555	573
-	1,051,769	1,029,449	16,315	6,005	-
-	24,761	24,761	-	-	-
-	135,453,698	135,453,698	-	-	-
-	29,674,910	29,674,910	-	-	-
-	6,569,930	6,569,930	-	-	-
7,887	899,279,005	891,457,678	744,215	453,208	6,623,904
(\$60,078)	\$36,481,801	\$34,947,908	\$1,109,303	\$424,590	\$ -
-	168,636,826	154,139,986	8,366	294,996	14,193,478
(21,174)	8,765,530	6,746,208	693,369	1,325,953	-
-	20,558,367	20,510,346	-	2,448	45,573
-	5,763,113	5,723,080	6,681	33,352	-
-	24,217,058	24,215,428	-	-	1,630
-	30,181,030	27,257,577	216,957	2,555,925	150,571
4,564	6,620,568	5,977,823	199,774	442,971	-
115,768	13,545,349	11,314,010	129,098	2,054,275	47,966
30,000	21,939,263	19,593,297	-	443,000	1,902,966
21,257	11,388,677	10,676,095	447,292	265,290	-
-	1,408,198	1,213,245	128,921	66,032	-
-	5,491,033	5,181,675	187,889	121,469	-
90,337	354,996,813	327,496,678	3,127,650	8,030,301	16,342,184
(108,635)	6,254,605	6,078,442	-	176,163	-
614,432	9,689,805	8,904,849	200	295,005	489,751
(14,887,320)	-	-	-	-	-
361	9,769,480	9,046,317	4,443	426,943	291,777
1,968,325	41,071,683	40,682,222	-	-	389,461
(122,736)	2,039,367	2,031,743	-	7,624	-
2,145,751	20,460,203	16,587,879	-	596,173	3,276,151
10,483,981	52,461,665	41,850,951	-	1,304,708	9,306,006
(911,889)	16,416,802	15,037,509	-	276,560	1,102,733
259,982	366,564	348,326	-	18,238	-
2,941	1,148,628	1,119,674	-	28,954	-

## GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
Elizabeth Levinson Center	28,125	2,224,055
Office of Substance Abuse	1,028,487	7,076,161
Other	—	<u>702,924</u>
Total Department of Mental Health, Mental Retardation and Substance Abuse Services	13,745,304	157,548,057
Department of Corrections		
Administration	\$101,583	\$2,794,276
State Prison	485,373	19,883,251
Maine Correctional Center	241,450	11,790,334
Maine Youth Center - South Portland	290,690	11,200,466
Charleston Correctional Center	89,647	3,705,408
Downtown Correctional Facility	9,224	3,292,640
Probation and Parole	824,137	6,759,654
Community Correctional Services	148,317	625,562
Correction Improvement Program	655,798	4,903,126
Fuel	-	691,224
Construction, Repairs and Improvements	62,886	-
Total Department of Corrections	<u>2,909,105</u>	<u>65,645,941</u>
Independent Agencies		
Human Rights Commission	-	408,990
Other	-	197,070
<b>TOTAL HUMAN SERVICES</b>	<u>34,583,028</u>	<u>560,777,915</u>
<b>LABOR</b>		
Department of Labor		
Administration	-	125,121
Job Training	1,678,553	3,804,774
Rehabilitation Services	(107,793)	8,002,180
Other	6,682	1,357,681
<b>TOTAL LABOR</b>	<u>1,793,028</u>	<u>13,289,756</u>
<b>NATURAL RESOURCES</b>		
Department of Conservation		
Central Administration	29,917	1,710,179
Construction, Repairs and Improvements	-	-
Bureau of Forestry	533,276	9,653,707
Bureau of Geology	3,047	924,198
Land Use Regulation Commission	12,408	1,603,769
Bureau of Parks and Recreation	79,423	5,451,626
Total Department of Conservation	<u>658,071</u>	<u>19,343,479</u>
Department of Environmental Protection		
Administration	\$9,767	\$580,493
Land, Water & Air Quality Programs	51,309	3,434,115
Waste Management & Pollution Control	-	296,512
Total Department of Environmental Protection	<u>61,076</u>	<u>4,311,120</u>

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
(61,200)	2,190,980	2,170,873	-	20,107	-
631,928	8,736,576	7,138,850	546,133	1,051,593	-
<u>(52,070)</u>	<u>650,854</u>	<u>650,854</u>	<u>-</u>	<u>-</u>	<u>-</u>
(36,149)	171,257,212	151,648,489	550,776	4,202,068	14,855,879
(\$629,705)	\$2,266,154	\$2,233,992	\$3,572	\$9,224	\$19,366
492,198	20,860,822	20,384,155	10,718	465,949	-
(266,761)	11,765,023	11,512,185	81,360	171,478	-
(1,014,545)	10,476,611	10,249,754	5,781	221,076	-
206,968	4,002,023	3,968,661	8,676	24,686	-
59,000	3,360,864	3,343,009	5,083	12,772	-
(105,100)	7,478,691	7,268,167	209,283	1,241	-
1,788,373	2,562,252	1,574,514	6,452	981,286	-
(178,792)	5,380,132	4,239,904	-	-	1,140,228
141,792	833,016	833,013	3	-	-
40,800	103,686	54,711	48,975	-	-
<u>534,228</u>	<u>69,089,274</u>	<u>65,662,065</u>	<u>379,903</u>	<u>1,887,712</u>	<u>1,159,594</u>
1,646	410,636	410,419	217	-	-
-	197,070	197,070	-	-	-
<u>590,062</u>	<u>595,951,005</u>	<u>545,414,721</u>	<u>4,058,546</u>	<u>14,120,081</u>	<u>32,357,657</u>
15,952	141,073	141,072	1	-	-
934	5,484,261	2,003,584	622,799	2,857,878	-
(14,500)	8,095,473	7,805,366	122,221	167,886	-
2,512	1,366,875	1,324,471	39,039	3,365	-
<u>4,898</u>	<u>15,087,682</u>	<u>11,274,493</u>	<u>784,060</u>	<u>3,029,129</u>	<u>-</u>
(13,808)	1,726,288	1,670,963	35,641	19,684	-
-	-	-	-	-	-
82,610	10,269,593	9,162,831	24,034	215,466	867,262
14,561	941,806	939,524	691	1,591	-
23,574	1,639,751	1,598,209	1,596	39,946	-
23,927	5,554,976	5,431,427	95,942	27,607	-
<u>130,864</u>	<u>20,132,414</u>	<u>18,802,954</u>	<u>157,904</u>	<u>304,294</u>	<u>867,262</u>
\$3,594	\$593,854	\$399,502	\$814	\$193,538	-
46,092	3,531,516	3,317,222	7,436	206,858	-
4,437	300,949	300,002	947	-	-
<u>54,123</u>	<u>4,426,319</u>	<u>4,016,726</u>	<u>9,197</u>	<u>400,396</u>	<u>-</u>

## GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Legislative
Department of Inland Fisheries and Wildlife		
Administrative Services	2,531,934	2,647,151
Resource Management	62,910	3,818,511
License and Registration	2,099	1,289,955
Warden Services	46,641	7,988,497
Public Education & Safety	176	630,409
Total Department of Inland Fisheries and Wildlife	2,643,760	16,374,523
Independent Agencies		
Saco River Corridor Commission	-	5,000
Atlantic State Marine Fisheries	-	23,061
Other	-	117,686
<b>TOTAL NATURAL RESOURCES</b>	<b>3,362,907</b>	<b>40,174,869</b>
<b>PUBLIC PROTECTION</b>		
Department of Defense and Veterans Services		
Administration	480	244,832
Military Bureau	2,063	2,037,498
Maine Emergency Management	399,075	2,275,836
Veterans Services	-	888,721
Total Department of Defense and Veterans Services	401,618	5,446,887
Department of Public Safety		
State Police	368,622	5,939,489
Maine Criminal Justice Academy	2,554	605,648
Liquor Enforcement	91,534	1,255,563
Bureau of Capitol Security	-	371,189
Drug Enforcement Agency	-	316,428
Other	1,236	814,655
Total Department of Public Safety	463,946	9,302,972
<b>TOTAL PUBLIC PROTECTION</b>	<b>865,564</b>	<b>14,749,859</b>
<b>TRANSPORTATION</b>		
Department of Transportation		
Bureau of Public Transportation	\$240,880	\$206,940
Bureau of Waterways	-	1,908,088
Bureau of Aeronautics	-	506,570
Other	-	164,878
<b>TOTAL TRANSPORTATION</b>	<b>240,880</b>	<b>2,786,476</b>
<b>TOTAL GENERAL FUND</b>	<b>\$62,211,234</b>	<b>\$1,812,491,126</b>
<b>SUMMARY OF THE GENERAL FUND BY POLICY AREA</b>		
GENERAL GOVERNMENT	\$13,812,541	\$252,841,938
ECONOMIC DEVELOPMENT	840,357	35,312,124
EDUCATION AND CULTURAL SERVICES	6,712,929	892,558,189
HUMAN SERVICES	34,583,028	560,777,915
LABOR	1,793,028	13,289,756
NATURAL RESOURCES	3,362,907	40,174,869

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
(550,201)	4,628,884	2,153,023	-	38,838	2,437,023
-	3,881,421	3,451,746	-	65,926	363,749
-	1,292,054	1,260,532	-	29,764	1,758
550,201	8,585,339	8,520,818	-	12,221	52,300
-	630,585	559,120	-	6,041	65,424
-	19,018,283	15,945,239	-	152,790	2,920,254
-	5,000	5,000	-	-	-
-	23,061	21,881	1,180	-	-
-	117,686	99,754	17,932	-	-
184,987	43,722,763	38,891,554	186,213	857,480	3,787,516
2,756	248,068	214,414	209	33,445	-
(410)	2,039,151	1,960,353	76,539	2,259	-
-	2,674,911	1,258,605	-	176,210	1,240,096
12,746	901,467	895,748	5,719	-	-
15,092	5,863,597	4,329,120	82,467	211,914	1,240,096
6,189	6,314,300	5,721,584	448,749	143,967	-
(3,424)	604,778	572,084	21,950	10,744	-
-	1,347,097	1,262,956	67,929	16,212	-
5,149	376,338	376,252	86	-	-
3,318	319,746	318,779	967	-	-
-	815,891	755,627	36,233	24,031	-
11,232	9,778,150	9,007,282	575,914	194,954	-
26,324	15,641,747	13,336,402	658,381	406,868	1,240,096
\$ -	\$447,820	\$207,319	\$ -	\$ -	\$240,501
-	1,908,088	1,908,088	-	-	-
-	506,570	495,772	10,798	-	-
737	165,615	165,613	2	-	-
737	3,028,093	2,776,792	10,800	-	240,501
(\$227,092)	\$1,874,475,268	\$1,768,652,535	\$7,916,839	\$25,866,818	\$72,039,076
\$2,523,615	\$269,178,094	\$235,210,437	\$1,017,887	\$5,883,623	\$27,066,147
(3,565,602)	32,586,879	30,290,458	456,737	1,116,429	723,255
7,887	899,279,005	891,457,678	744,215	453,208	6,623,904
590,062	595,951,005	545,414,721	4,058,546	14,120,081	32,357,657
4,898	15,087,682	11,274,493	784,060	3,029,129	-
184,987	43,722,763	38,891,554	186,213	857,480	3,787,516



**GENERAL FUND****COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES**

For the Year Ended June 30, 1997

	<b>Balance Forward July 1, 1996 (Adjusted)</b>	<b>Legislative</b>
<b>PUBLIC PROTECTION</b>	865,564	14,749,859
<b>TRANSPORTATION</b>	240,880	2,786,476
<b>TOTAL GENERAL GOVERNMENT</b>	<u>\$62,211,234</u>	<u>\$1,812,491,126</u>

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
26,324	15,641,747	13,336,402	658,381	406,868	1,240,096
737	3,028,093	2,776,792	10,800	-	240,501
<u>(\$227,092)</u>	<u>\$1,874,475,268</u>	<u>\$1,768,652,535</u>	<u>\$7,916,839</u>	<u>\$25,866,818</u>	<u>\$72,039,076</u>

## GENERAL FUND

## COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

For the Years Ended June 30,

	1997	1996
<b>PERSONAL SERVICES</b>		
Salaries and Wages	\$178,873,846	\$179,257,035
Retirement Costs	14,923,912	36,211,349
Health Insurance and Other Fringe Benefits	62,518,922	38,066,867
Unemployment Reimbursements	785,791	983,249
	<u>257,102,471</u>	<u>254,518,500</u>
<b>CONTRACTUAL SERVICES</b>		
Professional Fees and Special Services	41,298,629	37,523,297
Traveling Expenses	4,718,650	3,831,018
Operating State-Owned Vehicles	719,100	860,633
Utility Services	11,815,812	14,360,468
Rents	9,708,940	9,735,870
Repairs and Insurance	7,516,951	10,573,222
General Operating Expenses	21,191,841	21,234,464
	<u>96,969,924</u>	<u>98,118,971</u>
<b>COMMODITIES</b>		
Foods	2,324,570	2,425,631
Fuels	2,101,724	1,892,587
Materials	644,115	562,428
Office and Other Supplies	7,713,530	6,859,094
	<u>12,783,939</u>	<u>11,739,739</u>
<b>GRANTS, SUBSIDIES AND PENSIONS</b>		
To Federal Government	113,000	112,994
To Cities, Towns and Counties	551,068,373	527,621,806
To Public and Private Organizations	283,018,739	268,946,007
To Individuals:		
Aid to Families with Dependent Children	30,441,096	30,246,026
Supplemental Social Security Income	24,215,428	19,574,069
Medicaid	151,146,915	148,910,229
Property Tax Relief	10,110,917	9,728,146
Pensions and Compensations for Injuries	137,111,644	129,016,777
Other	106,098,657	89,579,690
	<u>1,293,324,768</u>	<u>1,223,735,743</u>
<b>CAPITAL OUTLAYS</b>		
Land, Buildings and Improvements	2,968,478	2,382,478
Equipment	7,249,724	3,929,160
	<u>10,218,202</u>	<u>6,311,638</u>
<b>DEBT SERVICE</b>		
Principal	67,537,345	59,279,408
Interest	28,347,556	29,250,802
	<u>95,884,901</u>	<u>88,530,209</u>
<b>CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS</b>		
Transfers to Other Funds	2,368,323	2,252,328
	<u>2,368,323</u>	<u>2,252,328</u>
<b>TOTAL EXPENDITURES</b>	<u>\$1,768,652,528</u>	<u>\$1,685,207,128</u>

**GENERAL FUND****ANALYSIS OF STATE CONTINGENT ACCOUNT**

For the Year Ended June 30, 1997

<b>BALANCE JULY 1, 1996</b>		<b>\$2,350,000</b>
<b>GENERAL GOVERNMENT</b>		
Executive Department	20,485	
Department of Administrative & Financial Services	33,164	
<b>ECONOMIC DEVELOPMENT</b>		
Department of Economic & Community Development	24,900	
<b>EDUCATION AND CULTURAL SERVICES</b>		
Cultural Agencies	6,497	
<b>HUMAN SERVICES</b>		
Department of Corrections	15,000	
<b>LABOR</b>		
Department of Labor	2,000,000	
<b>NATURAL RESOURCES</b>		
Department of Conservation	8,437	
<b>PUBLIC PROTECTION</b>		
Department of Defense and Veterans Services	77,272	
Department of Public Safety	40,000	
<b>TOTAL APPROPRIATIONS</b>		<b>2,225,755</b>
Amount Necessary to Restore Balance		<u>225,755</u>
<b>BALANCE JUNE 30, 1997</b>		<u><u>\$350,000</u></u>

Reference: 5 M.R.S.A., Section 1507

**GENERAL FUND****DEBT SERVICE REQUIREMENTS TO MATURITY****GENERAL OBLIGATION BONDS**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
1998	\$56,545,600	\$18,035,896
1999	51,540,000	14,802,839
2000	47,110,000	12,219,351
2001	45,500,000	9,624,061
2002	41,570,000	7,149,125
2003	38,455,000	4,836,595
2004	21,585,000	3,077,045
2005	15,425,000	1,924,895
2006	15,440,000	1,032,713
2007	6,450,000	270,920
<b>TOTAL GENERAL FUND OBLIGATED BONDS</b>	<u><u>\$339,620,600</u></u>	<u><u>\$72,973,440</u></u>

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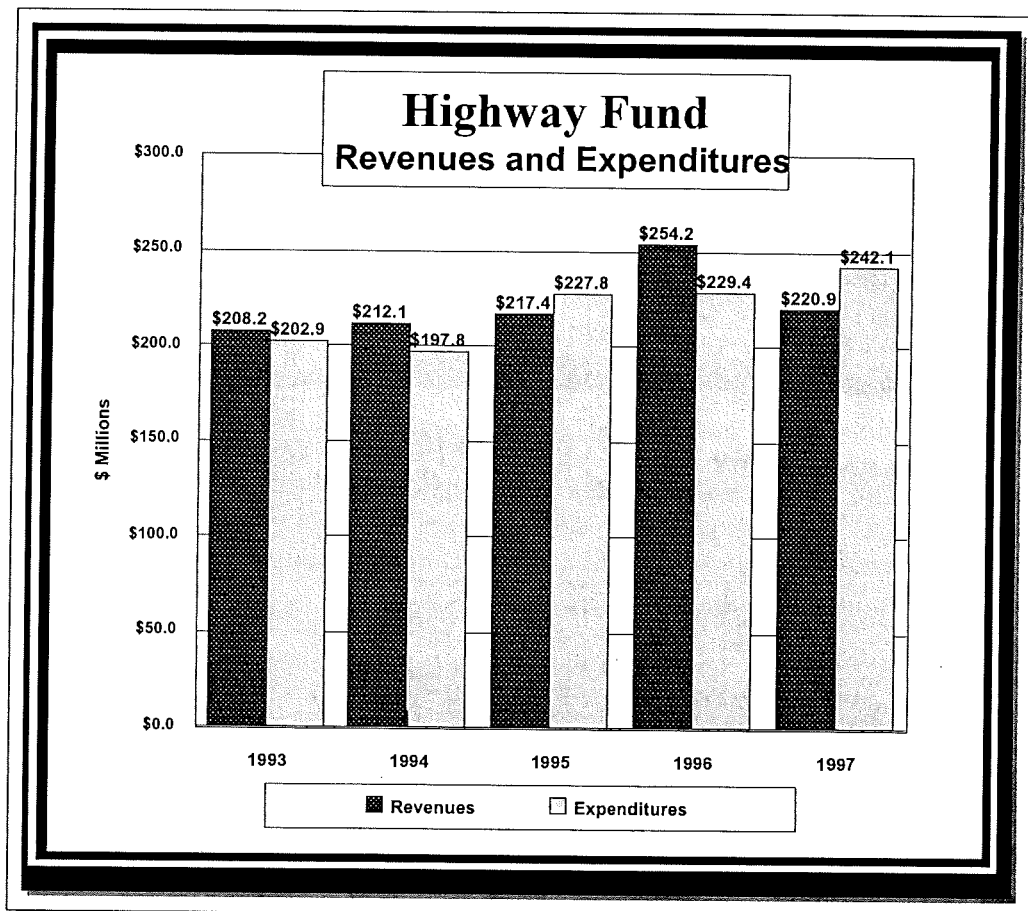
# *Highway Fund*

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The Highway Fund is used to account for revenues derived from registration of motor vehicles, operators' licenses, gasoline tax, other dedicated revenues and proceeds of bonds. The Federal matching funds and corresponding expenditures are accounted for in the Other Special Revenue Funds.

The Legislature allocates revenues to the Highway Fund for the operation of the Department of Transportation. The allocation covers construction and maintenance of highways and bridges, other allied programs, a major portion of the cost of State Police operations, and highway bond issues.



**HIGHWAY FUND****COMPARATIVE BALANCE SHEET**

	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>ASSETS</b>		
Equity in Treasurer's Cash Pool	\$26,289,730	\$20,824,189
Cash - Other	9,245,078	33,068,106
Accounts Receivable		
Tax Accounts	2,924,462	2,896,625
Other	1,050,875	746,418
Total Accounts Receivable	3,975,337	3,643,043
Less Allowance for Possible Losses	2,940,463	1,567,355
Net Accounts Receivable	1,034,874	2,075,688
Due from Other Funds	18,548	25,953
Working Capital Advances to Other Funds	13,182,115	13,182,115
Other Assets	510,512	1,644,291
<b>TOTAL ASSETS</b>	<b>\$50,280,856</b>	<b>\$70,820,342</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	3,422,149	\$1,982,413
Due to Other Funds	0	1,080,863
Other Liabilities	150,839	215,190
<b>TOTAL LIABILITIES</b>	<b>3,572,988</b>	<b>3,278,466</b>
<b>EQUITY</b>		
Allocated:		
Encumbrances	3,845,366	3,098,478
Authorized Expenditures	27,500,868	39,852,584
Reserve for Utility Loans	498,701	572,918
Working Capital Advances	13,182,115	13,182,115
Total Allocated	45,027,050	56,706,094
Unallocated Fund Balance	1,680,818	10,835,782
<b>TOTAL EQUITY</b>	<b>46,707,868</b>	<b>67,541,877</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$50,280,856</b>	<b>\$70,820,342</b>

**HIGHWAY FUND****ANALYSIS OF CHANGES IN UNALLOCATED FUND BALANCE**

	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>BALANCE at BEGINNING of YEAR</b>	\$10,835,782	\$12,254,051
<b>ADJUSTMENT of PRIOR YEAR TRANSACTIONS</b>	90,300	279,420
	10,926,082	12,533,471
<b>ADDITIONS:</b>		
Revenues	220,942,617	254,214,918
Appropriation of Balances Carried Forward		
Beginning of Year (adjusted)	43,059,888	16,324,022
Transfer from Other Funds (net)	233,795	131,974
<b>TOTAL ADDITIONS</b>	264,236,300	270,670,914
<b>DEDUCTIONS:</b>		
Expenditures	242,135,329	229,417,541
Appropriation Balances Carried Forward		
at End of Year	31,346,234	42,951,062
<b>TOTAL DEDUCTIONS</b>	273,481,563	272,368,603
<b>BALANCE at END of YEAR</b>	<u>\$1,680,819</u>	<u>\$10,835,782</u>

**HIGHWAY FUND****COMPARATIVE STATEMENT OF REVENUES**

	<b>For the Years Ended June 30,</b>		<b>1997</b>
	<b>1997</b>	<b>1996</b>	<b>Budgeted Revenue</b>
<b>TAXES</b>			
Gasoline Tax	\$118,471,766	\$117,679,527	\$118,557,458
Use Fuel and Motor Carrier Tax	26,705,908	26,703,576	25,894,520
Motor Vehicle Fees and Driver's Licenses	61,803,595	61,329,049	62,703,854
Other	487,832	605,837	1,630,034
<b>TOTAL TAXES</b>	207,469,100	206,317,989	208,785,866
<b>FINES, FORFEITS and PENALTIES</b>	2,022,436	1,868,492	1,250,000
<b>INCOME from INVESTMENTS</b>	966,740	1,477,667	1,200,000
<b>CITIES, TOWNS and COUNTIES</b>	733	(32,944)	2,000
<b>SERVICE CHARGES for CURRENT SERVICES</b>	10,115,098	44,240,189	10,805,066
<b>OTHER REVENUES</b>	368,510	343,527	255,000
<b>TOTAL REVENUE</b>	<u>\$220,942,617</u>	<u>\$254,214,918</u>	<u>\$222,297,932</u>



**HIGHWAY FUND**

**COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES**

For the Year Ended June 30, 1997

	<b>Balance Forward July 1, 1996 (Adjusted)</b>	<b>Legislative Allocation</b>
<b>GENERAL GOVERNMENT</b>		
Bureau of Public Improvements	\$6,930	\$1,310,050
Secretary of State - Division of Motor Vehicles	1,096,506	21,601,888
Other	156,828	2,358,237
<b>TOTAL GENERAL GOVERNMENT</b>	<u>1,260,264</u>	<u>25,270,175</u>
<b>ECONOMIC DEVELOPMENT</b>		
State Claims Board	80	119,692
Other	-	49,757
<b>TOTAL ECONOMIC DEVELOPMENT</b>	<u>80</u>	<u>169,449</u>
<b>PUBLIC PROTECTION</b>		
Department of Public Safety	485,057	23,285,165
<b>TRANSPORTATION</b>		
Administration Costs	1,610,934	15,643,312
Highway & Bridge Construction	37,423,822	37,951,220
Maintenance of Highways & Bridges	2,255,622	99,816,931
Debt Services	-	27,589,143
Other	24,111	680,000
<b>TOTAL TRANSPORTATION</b>	<u>41,314,489</u>	<u>181,680,606</u>
<b>TOTAL HIGHWAY FUND</b>	<u><u>\$43,059,890</u></u>	<u><u>\$230,405,395</u></u>

Transfers In/(Out)	Total Available	Expenditures	Unexpended Balance - June 30, 1997		
			Lapsed	Encumbrances Carried	Unencumbered Balances
\$130,702	\$1,447,682	\$1,423,856	\$21,653	\$2,173	\$ -
(174,357)	22,524,037	20,603,980	36,347	1,883,710	-
(162,308)	2,352,757	1,971,317	20,085	-	361,355
(205,963)	26,324,476	23,999,153	78,085	1,885,883	361,355
(292)	119,480	113,519	5,961		-
-	49,757	48,541	17	1,199	-
(292)	169,237	162,060	5,978	1,199	-
(731,353)	23,038,869	22,758,657	10,765	264,620	4,827
164,759	17,419,005	13,224,200	21,942	632,680	3,540,183
(638,722)	74,736,320	53,817,121	-	416,462	20,502,737
633,543	102,706,096	99,002,855	-	644,522	3,058,719
911,086	28,500,229	28,500,221	8	-	-
-	704,111	671,063	-	-	33,048
1,070,666	224,065,761	195,215,460	21,950	1,693,664	27,134,687
\$133,058	\$273,598,343	\$242,135,330	\$116,778	\$3,845,366	\$27,500,869

## HIGHWAY FUND

## COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	For the Years Ended June 30,	
	1997	1996
<b>PERSONAL SERVICES</b>		
Salaries and Wages	\$70,327,294	\$68,080,461
Retirement Costs	2,900,420	13,719,114
Health Insurance and Other Fringe Benefits	30,284,400	18,011,972
Unemployment Reimbursements	263,622	254,450
	<u>103,775,736</u>	<u>100,065,997</u>
<b>CONTRACTUAL SERVICES</b>		
Professional Fees and Special Services	5,235,585	5,179,505
Traveling Expenses	781,904	671,588
Operating State-Owned Vehicles	1,200,472	976,693
Utility Services	3,525,136	3,707,792
Rents	28,594,389	29,229,027
Repairs and Insurance	1,861,260	1,668,324
General Operating Expenses	4,347,299	3,267,683
	<u>45,546,045</u>	<u>44,700,612</u>
<b>COMMODITIES</b>		
Foods	3,040	4,762
Fuels	182,090	186,726
Materials	11,332,470	8,806,246
Office and Other Supplies	3,631,164	3,451,770
	<u>15,148,764</u>	<u>12,449,505</u>
<b>GRANTS, SUBSIDIES AND PENSIONS</b>		
To Cities, Towns and Counties	20,215,246	19,903,718
Pensions and Compensation for Injuries	500,728	792,924
Public and Private	1,160,861	957,367
	<u>21,876,834</u>	<u>21,654,009</u>
<b>CAPITAL OUTLAYS</b>	23,550,329	21,089,148
<b>DEBT SERVICE</b>		
Principal	20,380,000	17,510,000
Interest	8,176,596	7,811,471
	<u>28,556,596</u>	<u>25,321,471</u>
<b>CONTRIBUTIONS and TRANSFERS to OTHER FUNDS</b>	3,681,026	4,136,800
<b>TOTAL EXPENDITURES</b>	<u>\$242,135,329</u>	<u>\$229,417,541</u>

**HIGHWAY FUND****DEBT SERVICE REQUIREMENTS TO MATURITY****HIGHWAYS AND BRIDGES**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
1998	\$19,880,000	\$7,075,196
1999	19,380,000	5,953,278
2000	17,780,000	4,924,122
2001	17,130,000	3,921,529
2002	16,685,000	2,956,390
2003	14,600,000	1,959,463
2004	9,400,000	1,243,940
2005	5,945,000	733,142
2006	5,895,000	397,563
2007	2,365,000	87,227
<b>TOTAL HIGHWAY FUND BONDS</b>	<u><u>\$129,060,000</u></u>	<u><u>\$29,251,850</u></u>



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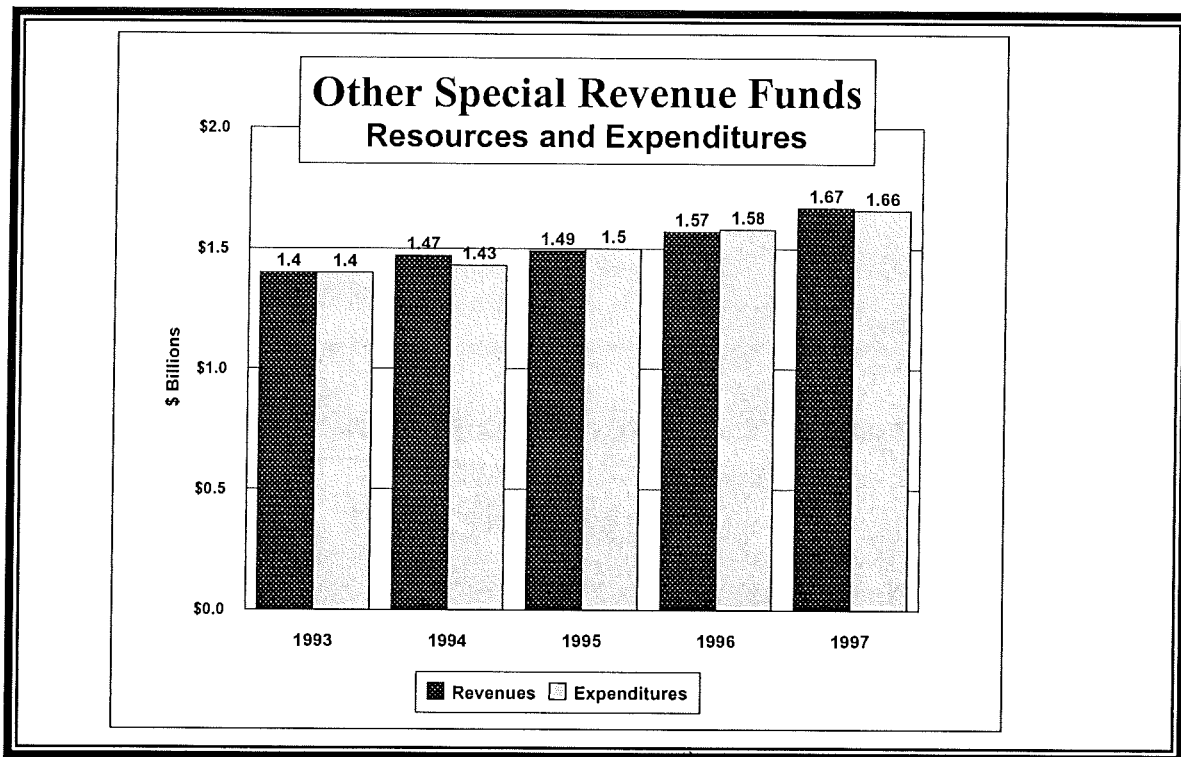
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# *Other Special Revenue Funds*

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A major portion of the Other Special Revenue Funds are comprised of Federal Funds received by the State. Also included are a grouping of various special purpose funds which have been established on a self-supporting basis. Revenues are generated by taxes, licenses, fees and Federal matching funds and grants. Expenditures of these funds can only be made in accordance with restrictions imposed by the source of the revenues.



# EXHIBIT C-1 OTHER SPECIAL REVENUE FUNDS

## COMPARATIVE BALANCE SHEET

	For the Years Ended June 30,	
	1997	1996
<b>ASSETS</b>		
Equity in Treasurer's Cash Pool	\$109,762,343	\$75,953,703
Cash - Other	32,057	32,965
Accounts Receivable		
Tax Accounts	24,089,397	43,858,195
Other	15,612,601	12,207,924
Total Accounts Receivable	39,701,998	56,066,119
Less Allowance for Possible Losses	7,652,213	4,277,292
Net Accounts Receivable	32,049,784	51,788,827
Due from Other Funds	1,310,186	8,060,481
Other Assets	10,817,464	2,877,666
<b>TOTAL ASSETS</b>	<b>\$153,971,834</b>	<b>\$138,713,642</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$24,091,231	\$16,118,136
Due to Other Funds	10,913	2,729,389
Other Liabilities	3,143,326	3,567,733
<b>TOTAL LIABILITIES</b>	<b>27,245,470</b>	<b>22,415,258</b>
Working Capital Advances from General Fund	916,261	1,000,261
<b>EQUITY</b>		
Encumbrances	52,619,636	40,410,599
Authorized Expenditures (unencumbered)	73,190,466	74,887,525
<b>TOTAL EQUITY</b>	<b>125,810,102</b>	<b>115,298,124</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$153,971,833</b>	<b>\$138,713,643</b>

<u>Expenditures</u>	<u>Block Grants</u>	<u>Other Revenue</u>
\$12,364,486	\$2,125,071	\$95,272,785
2,812	-	29,245
		24,089,397
8,122,129	42,030	7,448,442
8,122,129	42,030	31,537,838
66,136	-	7,586,078
8,055,994	42,030	23,951,761
68,797		1,241,389
69,537	7,551	10,740,376
<u>\$20,561,626</u>	<u>\$2,174,652</u>	<u>\$131,235,556</u>
\$12,285,996	\$107,791	\$11,697,444
		10,913
33,390	-	3,109,936
<u>12,319,386</u>	<u>107,791</u>	<u>14,818,293</u>
	-	916,261
27,182,187	15,511,866	9,925,583
(18,939,948)	(13,445,005)	105,575,419
8,242,240	2,066,861	115,501,002
<u>\$20,561,625</u>	<u>\$2,174,652</u>	<u>\$131,235,556</u>



**OTHER SPECIAL REVENUE FUNDS****ANALYSIS OF CHANGES IN AVAILABLE FUNDS**

	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>BALANCE at BEGINNING of the YEAR</b>	\$115,298,124	\$121,367,237
<b>ADJUSTMENT of PRIOR YEAR TRANSACTIONS</b>	314,608	(4,105,230)
	<u>115,612,732</u>	<u>117,262,007</u>
<b>ADDITIONS:</b>		
Revenues	1,668,097,133	1,573,900,683
Transfers from Other Funds (net)	5,770,117	3,929,739
<b>TOTAL ADDITIONS</b>	<u>1,673,867,250</u>	<u>1,577,830,422</u>
<b>DEDUCTIONS:</b>		
Expenditures	1,662,806,247	1,579,240,507
Transfers to Other Funds	863,633	553,798
<b>TOTAL DEDUCTIONS</b>	<u>1,663,669,880</u>	<u>1,579,794,305</u>
<b>BALANCE at END of the YEAR</b>	<u><u>\$125,810,102</u></u>	<u><u>\$115,298,124</u></u>

Expenditure Fund	Block Grants	Other Special Revenue
\$10,302,652	(\$444,991)	\$105,440,463
560,776	154,797	(400,965)
10,863,428	(290,194)	105,039,498
1,126,301,156	89,631,340	452,164,637
87,368	-	5,682,749
1,126,388,524	89,631,340	457,847,386
1,128,253,124	87,167,240	447,385,883
756,587	107,046	
1,129,009,711	87,274,286	447,385,883
\$8,242,241	\$2,066,860	\$115,501,001

## OTHER SPECIAL REVENUE FUNDS

## COMPARATIVE STATEMENT OF REVENUES

	For the Years Ended June 30,	
	1997	1996
<b>TAXES</b>		
Property Taxes		
Unorganized Territories Tax	\$4,601,356	\$5,018,608
Real Estate	2,565,499	2,489,676
Sales and Use Tax	34,593,699	34,319,292
Income Taxes	43,109,058	38,699,646
Gasoline Tax	2,718,595	2,756,982
Public Utility	9,375,270	5,979,315
Inland Fishing, Hunting and Related Taxes	196,040	180,223
Taxes on Specific		
Businesses or Occupations:		
Potato Tax	874,490	719,633
Sardine Tax	257,980	197,208
Insurance Tax	13,956,128	14,848,589
Banks and Banking	4,778,756	3,710,389
Milk Purchases by Dealers	887,062	886,024
Pari-mutuels	3,167,163	2,389,941
Other	164,539,153	156,116,916
Other Taxes	5,870,092	5,592,653
<b>TOTAL TAXES</b>	<u>291,490,340</u>	<u>273,905,095</u>
<b>FINES, FORFEITS AND PENALTIES</b>	3,417,076	3,507,965
<b>INCOME FROM INVESTMENTS</b>	2,339,177	2,437,722
<b>INTERGOVERNMENTAL REVENUES:</b>		
Federal Government	1,215,669,724	1,152,036,303
Cities, Towns and Counties	6,068,154	3,363,564
<b>REVENUES FROM PRIVATE SOURCES</b>	75,976,895	65,571,718
<b>SERVICE CHARGES FOR CURRENT SERVICES</b>	69,601,695	67,441,684
<b>SALES AND COMPENSATION FOR LOSS OF PROPERTY</b>	2,081,401	1,934,067
<b>CONTRIBUTIONS AND TRANSFERS FROM OTHER FUNDS</b>	1,452,669	3,702,566
<b>TOTAL OTHER SPECIAL REVENUE</b>	<u>\$1,668,097,133</u>	<u>\$1,573,900,684</u>

<u>1997 Budget</u>	<u>Federal Expenditure Funds</u>	<u>Federal Block Grants</u>	<u>Other Special Revenue</u>
\$2,673,489	\$ -	\$ -	\$4,601,356
3,977,220	-	-	2,565,499
35,043,898	-	-	34,593,699
41,068,920	-	-	43,109,058
2,974,722	-	-	2,718,595
5,076,236	-	-	9,375,270
260,427	-	-	196,040
1,164,287	-	-	874,490
525,000	-	-	257,980
17,237,740	-	-	13,956,128
3,979,290	-	-	4,778,756
228,093	-	-	887,062
3,921,000	-	-	3,167,163
186,349,961	-	-	164,539,153
6,697,345	-	-	5,870,092
<u>311,177,628</u>	<u>-</u>	<u>-</u>	<u>291,490,340</u>
2,970,742	-	-	3,417,076
1,060,890	-	-	2,339,177
1,516,512,421	1,120,334,450	89,146,340	6,188,934
13,273,090	30,160	485,000	5,552,994
84,714,835	3,498,618		72,478,277
96,151,831	4,214,575		65,387,121
4,386,370	31,467	-	2,049,934
5,898,479	(1,808,114)	-	3,260,783
<u>\$2,036,146,286</u>	<u>\$1,126,301,156</u>	<u>\$89,631,340</u>	<u>\$452,164,637</u>

# OTHER SPECIAL REVENUE FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Transfers In/(Out)
<b>GENERAL GOVERNMENT</b>		
Attorney General	\$1,760,810	\$5,716,581
State Auditor	\$143,953	\$700,760
Executive Department	\$9,014,245	\$4,493,393
Department of Administrative & Financial Services		
Bureau of Taxation		
Unorganized Territories Services	\$4,631,875	\$5,815,797
Bureau of Public Improvements	\$544,217	\$2,079,178
Other	\$6,110,700	\$545,781
Total Administrative & Financial Services	11,286,792	8,440,756
Judicial - Supreme, Superior and District Courts	\$358,693	\$1,419,773
Legislature	\$91,843	\$7,212
Secretary of State		
Secretary of State	\$208,649	\$158,067
Highway Safety	\$918,456	\$1,119,218
State Archives	\$34,163	\$22,718
Total Secretary of State	1,161,268	1,300,003
Treasurer of State		
Municipal Revenue Sharing	-	\$77,702,772
Other	\$23,511	(\$23,511)
Independent Agencies		
Accident Sickness and Health Insurance	\$372,313	\$1,045,676
Science and Technology Foundation	\$380	-
Other	\$51,249	\$251,660
<b>TOTAL GENERAL GOVERNMENT</b>	24,265,057	101,055,075
<b>ECONOMIC DEVELOPMENT</b>		
Department of Agriculture, Food & Rural Resources	\$4,089,541	\$14,592,835
Department of Economic & Community Development	(\$252,701)	\$18,286,536
Department of Professional & Financial Regulation	\$15,056,594	\$13,557,936
Department of Marine Resources	\$2,231,103	\$4,054,765
Independent Agencies		
Regulatory Boards	\$40,924	(\$4,938)
Public Utilities Commission	\$1,640,143	\$8,541,560
Blueberry Advisory Board	\$308,704	\$685,853
Maine Sardine Council	-	\$257,980
Maine Lobster Promotion Council	\$20,645	\$295,975
Maine State Housing Authority	\$282,317	\$2,565,499
Maine Waste Management	\$6,186	-
Finance Authority of Maine	\$40	-
Worker's Compensation Board	\$3,921,833	\$7,299,040
Maine Potato Board	\$62,736	\$769,134
Other	\$140,000	\$1,952,108
<b>TOTAL ECONOMIC DEVELOPMENT</b>	27,548,065	72,854,283

Total Available	Expenditures	Unexpended Balance June 30, 1997	
		Encumbrances Carried	Unencumbered Balances
\$7,477,391	\$5,411,305	\$24,918	\$2,041,168
844,713	\$670,525	\$14,910	159,278
13,507,638	\$4,685,932	\$750,609	8,071,097
10,447,672	\$5,580,719	\$1,116	4,865,837
2,623,395	\$2,189,226	\$21,983	412,186
6,656,481	\$301,311	\$70,575	6,284,595
19,727,548	8,071,256	93,674	11,562,618
1,778,466	\$1,411,742	\$92,029	274,695
99,055	\$565	-	98,490
366,716	\$261,900	\$8,475	96,341
2,037,674	\$735,891	-	1,301,783
56,881	\$17,471	\$5,431	33,979
2,461,271	1,015,262	13,906	1,432,103
77,702,772	\$77,702,623	-	149
-	-	-	-
1,417,989	\$921,793	\$123,062	373,134
380	-	-	380
302,909	\$115,278	-	187,631
125,320,132	100,006,281	1,113,108	24,200,743
18,682,376	\$14,718,644	\$107,187	3,856,545
18,033,835	\$16,546,962	\$11,106,001	(9,619,128)
28,614,530	\$12,971,419	\$343,346	15,299,765
6,285,868	\$3,620,516	\$395,821	2,269,531
\$35,986	\$10,601	-	\$25,385
10,181,703	\$4,598,810	\$44,687	5,538,206
994,557	\$704,892	\$10,655	279,010
257,980	\$247,914	-	10,066
316,620	\$294,845	-	21,775
2,847,816	\$2,603,939	-	243,877
6,186	-	-	6,186
40	-	-	40
11,220,873	\$5,772,216	\$21,957	5,426,700
831,870	\$770,451	-	61,419
2,092,108	\$1,229,210	\$50,150	812,748
100,402,348	64,090,419	12,079,804	24,232,125

# OTHER SPECIAL REVENUE FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Transfers In/(Out)
<b>EDUCATION AND CULTURAL SERVICES</b>		
Department of Education		
Administration	\$195,972	\$3,005,326
Local School Nutrition Program	\$52,614	\$20,950,834
Schooling of Children in Unorganized Territories	\$50,255	\$191,307
School Construction Aid	\$12,486	\$1,366,789
Vocational Education	\$112,677	\$5,654,462
Maine Technical College System	-	517,171
Adult Education	\$11,892	\$1,138,133
Rehabilitation Services	-	-
Other Education Programs	\$216,851	\$53,994,853
Governor Baxter School for the Deaf	\$83,274	\$163,782
Total Department of Education	736,021	86,982,657
Maine Historic Preservation Commission	\$9,682	\$705,464
Maine Arts Commission	\$94,770	\$457,240
State Library	\$88,571	\$1,201,857
Museum	\$41,829	\$210,839
<b>TOTAL EDUCATION AND CULTURAL SERVICES</b>	970,873	89,558,057
<b>HUMAN SERVICES</b>		
Department of Human Services		
Administration	\$551,844	\$19,926,132
Bureau of Health	\$1,523,871	\$29,433,370
Emergency Medical and Disease Prevention	\$18,047	\$624,856
Medical Care Payments	(\$4,250,268)	\$796,654,527
Medical Care Administration	\$279,146	\$21,271,718
Bureau of Social Welfare	\$1,858,689	\$22,036,350
Aid to Families with Dependent Children	\$4,318,838	\$116,409,682
Bureau of Resource Development	\$598,623	\$7,648,221
Purchased Social Services	\$1,114,068	\$42,529,459
Child Welfare Services	\$6,174	\$5,330,411
Bureau of Rehabilitation	(\$79,808)	\$7,036,605
Bureau of Maine's Elderly	\$374,425	\$6,003,845
Other	\$350,834	\$1,969,840
Total Department of Human Services	6,664,483	1,076,875,016
Department of Mental Health and Retardation		
Community Mental Health	\$21,999	\$3,754,384
Title XX Federal Mental Health	\$44,303	\$249,990
Food	\$44	\$1,523
Capital Construction, Repairs and Improvement	\$28,982	\$3,021,139
Children's Mental Health Services	\$65,371	\$3,410,997
Augusta Mental Health Institute	\$1,230,288	\$16,306,761
Bangor Mental Health Institute	\$1,078,027	\$17,199,483
Community Mental Retardation Service	\$45,327	\$479,109
Title XX Federal Mental Retardation	\$19,791	\$925,446
Pineland Center	\$18,125	\$86,954
Elizabeth Levinson Center	\$171	-
Office of Substance Abuse	\$199,717	\$7,853,161
Total Department of Mental Health and Retardation	2,752,145	53,288,947
Department of Corrections	\$637,052	\$2,373,134

Total Available	Expenditures	Unexpended Balance June 30, 1997	
		Encumbrances Carried	Unencumbered Balances
3,201,298	\$2,977,456	\$40,535	183,307
21,003,448	\$20,927,362	\$1,102	74,984
241,562	\$176,372	-	65,190
1,379,275	\$1,347,309	-	31,966
5,767,139	\$5,669,622	\$1,344	96,173
517,171	\$517,171	-	-
1,150,025	\$1,137,234	\$2,385	10,406
-	-	-	-
54,211,704	\$53,868,587	\$321,780	21,337
247,056	\$84,029	\$16,435	146,592
87,718,678	86,705,142	383,581	629,955
715,146	\$634,278	\$13,634	67,234
552,010	\$453,905	\$10,967	87,138
1,290,428	\$1,169,987	-	120,441
252,668	\$202,068	\$1,945	48,655
90,528,930	89,165,380	410,127	953,423
\$20,477,976	\$19,185,886	\$982,255	\$309,835
30,957,241	\$28,723,610	\$3,626,411	(1,392,780)
642,903	\$631,090	\$91,349	(79,536)
792,404,259	\$801,652,138	\$424,185	(9,672,064)
21,550,864	\$21,184,262	\$4,569,100	(4,202,498)
23,895,039	\$23,108,794	\$1,452,763	(666,518)
120,728,520	\$113,666,000	\$1,428,806	5,633,714
8,246,844	\$7,240,929	\$8,421,538	(7,415,623)
43,643,527	\$43,427,886	\$2,304,800	(2,089,159)
5,336,585	\$5,336,219	\$1,159,547	(1,159,181)
6,956,797	\$7,071,187	\$388,485	(502,875)
6,378,270	\$5,909,215	\$655,662	(186,607)
2,320,674	\$2,131,749	\$90,595	98,330
1,083,539,499	1,079,268,965	25,595,496	(21,324,962)
3,776,383	\$2,748,580	\$243,560	784,243
294,293	\$251,201	\$43,222	(130)
1,567	-	-	1,567
3,050,121	\$1,457,710	\$119,043	1,473,368
3,476,368	\$3,464,781	\$336,230	(324,643)
17,537,049	\$17,234,924	\$626,599	(324,474)
18,277,510	\$16,379,957	\$843,390	1,054,163
524,436	\$456,054	\$67,175	1,207
945,237	\$921,947	\$12,435	10,855
105,079	\$97,092	-	7,987
171	-	-	171
8,052,878	\$7,186,445	\$983,491	(117,058)
56,041,092	50,198,691	3,275,145	2,567,256
3,010,186	\$2,290,745	\$234,468	484,973



# OTHER SPECIAL REVENUE FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Transfers In/(Out)
Independent Agencies		
Human Rights Commission	\$151,574	\$157,789
Maine Health Care Finance Commission	\$700,439	(\$314,560)
Other	\$1,582,826	\$1,288,140
<b>TOTAL HUMAN SERVICES</b>	<b>12,488,519</b>	<b>1,133,668,466</b>
<b>LABOR</b>		
Department of Labor		
Bureau of Labor and Industry	\$1,073,968	\$2,234,139
Employment Security - Administration	\$263,995	\$27,051,667
Labor Allowance	\$69,198	\$3,643,304
Labor Development and Training	\$127,581	\$19,231,776
Rehab Services	\$1,762,687	\$12,086,391
Labor Relations	\$22,812	\$51,935
Benefit Account	\$36,946	\$1,563,911
<b>TOTAL LABOR</b>	<b>3,357,187</b>	<b>65,863,123</b>
<b>NATURAL RESOURCES</b>		
Department of Conservation		
Central Administration	\$300,871	\$504,777
Bureau of Forestry	\$550,346	\$1,345,670
Bureau of Geology	\$248,954	\$148,375
Land Use Regulation Commission	\$11,078	\$45,142
Bureau of Parks and Recreation	\$213,187	\$446,960
Bureau of Public Lands	\$4,241,157	\$1,992,750
Boating Facilities Fund	\$2,534,913	\$1,612,425
Snowmobile Trail Fund	\$441,739	\$1,706,471
Maine State Parks Fund	\$476,839	\$668,811
Other	\$79,612	\$455,868
Total Department of Conservation	9,098,696	8,927,249
Department of Environmental Protection		
Administration	\$471,841	\$5,063,127
Bureau of Air Quality	\$45,326	\$495,067
Bureau of Land Quality	\$2,335,264	\$1,458,525
Bureau of Water Quality	\$152,588	(\$15,155)
Waste Treatment Planning	\$226,136	\$5,884,626
Maine Coastal Protection Fund	\$15,742,077	\$15,153,425
Low Level Waste Site Fund	\$365,450	\$163,237
Other	\$141,426	\$43,576
Total Department of Environment Protection	19,480,108	28,246,428
Department of Inland Fisheries and Wildlife		
Administration, Warden & Bio Services	\$3,192,608	\$6,628,047
White Water Rafting	\$57,848	\$51,309
Non-Game Wildlife Fund	\$1,230,034	\$883,705
Atlantic Sea Run Salmon Management	\$49,677	\$449,912
Total Department of Inland Fisheries and Wildlife	4,530,167	8,012,973
Independent Agencies		
Baxter State Park Authority	\$147,449	\$1,941,674
Maine Forest Authority	\$16,930	-
<b>TOTAL NATURAL RESOURCES</b>	<b>33,273,350</b>	<b>47,128,324</b>

Total Available	Expenditures	Unexpended Balance June 30, 1997	
		Encumbrances Carried	Unencumbered Balances
309,363	\$188,610	\$4	120,749
385,879	\$387,904	-	(2,025)
2,870,966	\$1,495,420	\$26,408	1,349,138
1,146,156,985	1,133,830,335	29,131,521	(16,804,871)
\$3,308,107	\$2,373,314	\$142,731	\$792,062
27,315,662	\$26,976,964	\$1,898,155	(1,559,457)
3,712,502	\$3,664,204	-	48,298
19,359,357	\$19,142,324	\$259,666	(42,633)
13,849,078	\$12,719,187	\$546,438	583,453
74,747	\$62,757	-	11,990
1,600,857	\$1,580,588	-	20,269
69,220,310	66,519,338	2,846,990	(146,018)
805,648	\$381,198	\$59,854	364,596
1,896,016	\$931,271	\$14,042	950,703
397,329	\$219,152	\$45,723	132,454
56,220	\$3,091	-	53,129
660,147	\$326,758	\$136,891	196,498
6,233,907	\$2,695,373	\$210,549	3,327,985
4,147,338	\$1,443,969	\$620,055	2,083,314
2,148,210	\$1,651,920	\$2,195	494,095
1,145,650	\$594,883	\$119,134	431,633
535,480	\$244,984	\$46,274	244,222
18,025,945	8,492,599	1,254,717	8,278,629
5,534,968	\$4,914,020	\$169,864	451,084
540,393	\$534,420	-	5,973
3,793,789	\$1,574,100	\$56,667	2,163,022
137,433	\$127,578	\$1,112	8,743
6,110,762	\$5,664,593	\$865,031	(418,862)
30,895,502	\$17,784,660	\$2,033,730	11,077,112
528,687	\$450,001	-	78,686
185,002	\$61,480	\$100,000	23,522
47,726,536	31,110,852	3,226,404	13,389,280
9,820,655	\$5,306,958	\$744,586	3,769,111
109,157	\$52,333	-	56,824
2,113,739	\$879,322	\$243,667	990,750
499,589	\$441,622	\$23,512	34,455
12,543,140	6,680,235	1,011,765	4,851,140
\$2,089,123	\$2,083,874	-	\$5,249
\$16,930	\$252	-	16,678
80,401,674	48,367,812	5,492,886	26,540,976

# OTHER SPECIAL REVENUE FUNDS

## COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Transfers In/(Out)
<b>PUBLIC PROTECTION</b>		
Department of Defense and Veterans Services		
Administration	\$554,544	\$5,711,497
Maine Emergency Management's Hazardous Mitigation	\$4,913	\$102,498
Veteran's Memorial Cemetary	\$27,593	\$60,500
Bureau of Civil Emergency Preparedness	\$442,698	\$7,749,522
Total Department of Defense and Veterans Services	<u>1,029,748</u>	<u>13,624,017</u>
Department of Public Safety		
State Police	\$1,282,827	\$9,903,236
Emergency 911 System	\$178,800	\$1,331,605
Maine Criminal Justice Academy	\$288,134	\$433,563
State Fire Marshall	\$795,137	\$1,372,775
Drug Enforcement Agency	\$217,741	\$1,537,816
Other	\$25,036	\$51,478
Total Department of Public Safety	<u>2,787,675</u>	<u>14,630,473</u>
<b>TOTAL PUBLIC PROTECTION</b>	<u>3,817,423</u>	<u>28,254,490</u>
<b>TRANSPORTATION</b>		
Department of Transportation		
Bureau of Public Transportation	\$21,726	\$4,275,431
Administration Costs	\$58,947	\$3,248,121
Construction of Highways	-	\$117,654,457
Maintenance of Highways	-	\$8,211,452
Bureau of Aeronautics	\$29,401	\$63,396
Other	\$902,358	\$1,477,053
<b>TOTAL TRANSPORTATION</b>	<u>1,012,432</u>	<u>134,929,910</u>
<b>TOTAL OTHER SPECIAL REVENUE FUNDS</b>	<u>\$106,732,906</u>	<u>\$1,673,311,728</u>
<b>DETAIL OF:</b>		
Federal Expenditure Fund	\$4,408,323	\$1,126,192,716
Federal Block Grant	(\$439,803)	\$89,679,092
Other Special Revenue	<u>\$102,764,386</u>	<u>\$457,439,920</u>
<b>TOTAL OTHER SPECIAL REVENUE FUNDS</b>	<u>\$106,732,906</u>	<u>\$1,673,311,728</u>

Total Available	Expenditures	Unexpended Balance June 30, 1997	
		Encumbrances Carried	Unencumbered Balances
6,266,041	\$5,586,833	\$169,181	510,027
107,411	\$103,386	-	4,025
88,093	\$47,283	-	40,810
8,192,220	\$7,767,763	\$45,525	378,932
<u>14,653,765</u>	<u>13,505,265</u>	<u>214,706</u>	<u>933,794</u>
11,186,063	\$9,547,382	\$859,530	779,151
1,510,405	\$661,648	\$2,651	846,106
721,697	\$544,758	\$48,513	128,426
2,167,912	\$1,320,659	\$15,466	831,787
1,755,557	\$1,636,607	\$12	118,938
76,514	\$45,411	\$2,248	28,855
<u>17,418,148</u>	<u>13,756,465</u>	<u>928,420</u>	<u>2,733,263</u>
32,071,913	27,261,730	1,143,126	3,667,057
4,297,157	\$4,293,073	\$400,815	(396,731)
3,307,068	\$3,158,888	-	148,180
117,654,457	\$116,590,510	-	1,063,947
8,211,452	\$8,222,969	-	(11,517)
92,797	\$41,372	-	51,425
2,379,411	\$1,258,130	\$1,267	1,120,014
<u>135,942,342</u>	<u>133,564,942</u>	<u>402,082</u>	<u>1,975,318</u>
<u>\$1,780,044,634</u>	<u>\$1,662,806,237</u>	<u>\$52,619,644</u>	<u>\$64,618,753</u>
\$1,130,601,039	\$1,128,253,119	\$27,182,193	(\$24,834,273)
89,239,289	\$87,167,238	\$15,511,866	(13,439,815)
560,204,306	\$447,385,880	\$9,925,585	102,892,841
<u>\$1,780,044,634</u>	<u>\$1,662,806,237</u>	<u>\$52,619,644</u>	<u>\$64,618,753</u>

EXHIBIT C-5 **OTHER SPECIAL REVENUE FUNDS**

**COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT**

	For the Years Ended June 30,	
	1997	1996
<b>PERSONAL SERVICES</b>		
Salaries and Wages	\$134,477,531	\$136,937,955
Retirement Costs	11,549,742	25,727,542
Health Insurance and Other Fringe Benefits	43,645,146	27,930,433
Unemployment Reimbursements	270,015	358,435
	<u>189,942,434</u>	<u>190,954,365</u>
<b>CONTRACTUAL SERVICES</b>		
Professional Fees and Special Services	52,165,192	46,960,511
Traveling Expenses	4,084,213	4,201,638
Operating State-Owned Vehicles	747,903	840,186
Utility Services	5,934,488	5,672,658
Rents	10,819,839	10,024,224
Repairs and Insurance	5,179,725	3,877,068
General Operating Expenses	10,543,347	11,256,865
	<u>89,474,706</u>	<u>82,833,150</u>
<b>COMMODITIES</b>		
Foods	480,738	468,789
Fuels	516,651	479,493
Materials	876,896	385,648
Office and Other Supplies	7,628,842	7,560,625
	<u>9,503,127</u>	<u>8,894,555</u>
<b>GRANTS, SUBSIDIES AND PENSIONS</b>		
To Federal Government	12,000	0
To Cities, Towns and Counties	174,318,425	166,957,696
To Public and Private Organizations	108,485,723	111,842,331
To Individuals:		
Aid to Families With Dependent Children	122,236,235	124,421,109
Assistance and Medical Care	852,247,580	767,342,631
Unemployment Compensation Benefits	1,857,674	2,154,071
Pensions and Compensation for Injuries	61,416	112,688
Other	996,043	214,095
	<u>1,260,215,097</u>	<u>1,173,044,621</u>
<b>CAPITAL OUTLAYS</b>		
Contract Payments	93,340,926	103,920,326
Other	15,964,820	14,971,230
	<u>109,305,746</u>	<u>118,891,556</u>
<b>CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS</b>	<u>4,365,136</u>	<u>4,622,260</u>
<b>TOTAL EXPENDITURES</b>	<u><u>\$1,662,806,247</u></u>	<u><u>\$1,579,240,507</u></u>

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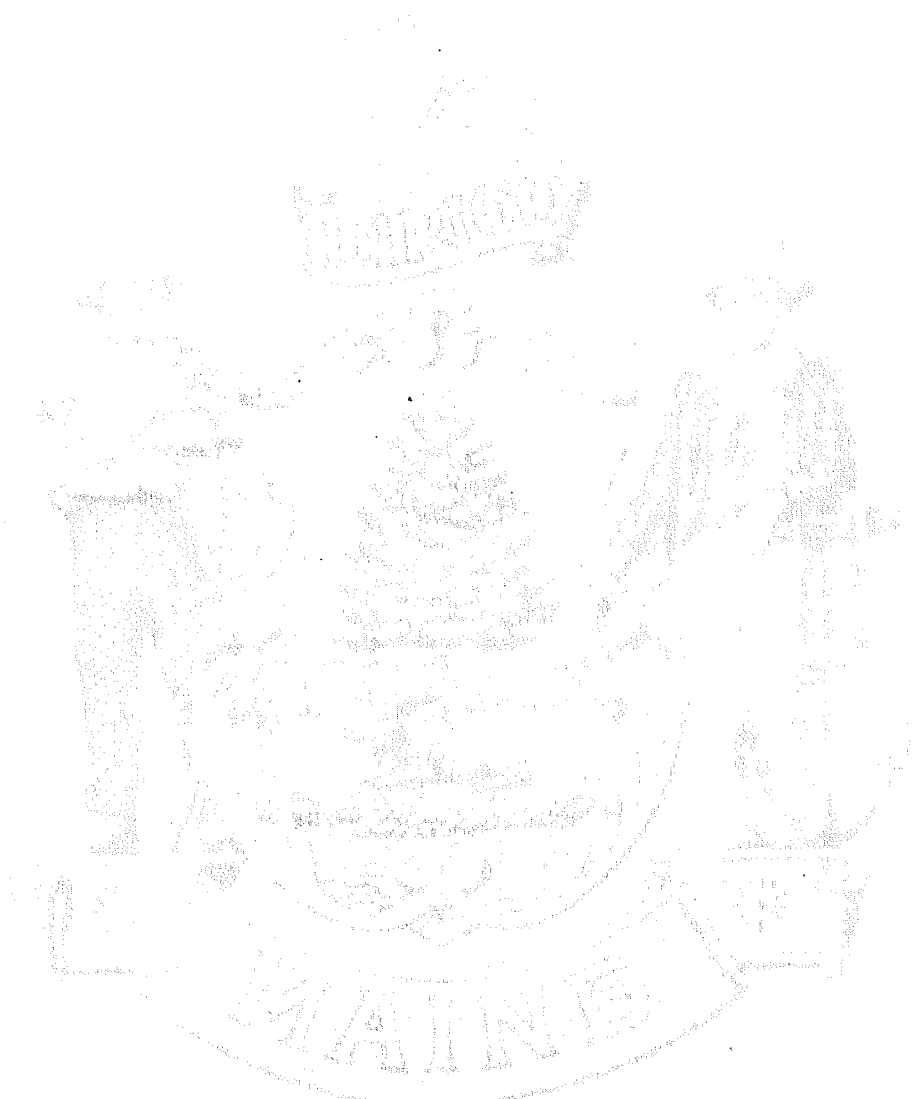
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# ***Capital Projects Fund***

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**The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.**



## CAPITAL PROJECTS FUNDS

## COMPARATIVE BALANCE SHEET

	For the Years Ended June 30,	
	1997	1996
<b>ASSETS</b>		
Equity in Treasurer's Demand Cash and/or Investment	\$55,653,962	\$63,186,904
Other Assets	905	39
<b>TOTAL ASSETS</b>	<u>\$55,654,867</u>	<u>\$63,186,942</u>
<b>LIABILITIES AND FUND EQUITY</b>		
<b>LIABILITIES</b>		
Accounts Payable	\$5,438,489	\$2,247,815
Due to Other Funds		39
<b>TOTAL LIABILITIES</b>	<u>5,438,489</u>	<u>2,247,854</u>
<b>FUND EQUITY</b>		
Encumbered	6,529,389	8,296,536
Unencumbered	43,686,989	52,642,552
<b>TOTAL FUND EQUITY</b>	<u>50,216,378</u>	<u>60,939,088</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$55,654,867</u>	<u>\$63,186,942</u>



## CAPITAL PROJECTS FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS  
SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES  
AND DISPOSITION OF BALANCES

For the Year Ended June 30, 1997

	Balance Forward July 1, 1996 (Adjusted)	Revenue Transfers and Other Resources
<b>GENERAL GOVERNMENT</b>		
Debt Service	\$2,841,356	\$173,394
Land for Maine's Future	1,415,158	(78,969)
Energy Conservation - State Buildings	4,816	-
Bureau of Public Improvements - Asbestos Bond	1,554,949	1,500,000
Maine State Housing Authority	1	2,000,000
Fame	-	5,000,000
Recycling	827,355	-
<b>TOTAL GENERAL GOVERNMENT</b>	<b>6,643,635</b>	<b>8,594,425</b>
<b>EDUCATION AND CULTURAL SERVICES</b>		
Vocational Technical Institutes System	949,482	800,000
University of Maine	2,956,525	-
Acquisition of School Buses	46,208	-
Technology Equipment	4,000,000	-
Statewide Library Information System	-	1,000,000
Other	909,535	800,000
<b>TOTAL EDUCATION AND CULTURAL SERVICES</b>	<b>8,861,750</b>	<b>2,600,000</b>
<b>HUMAN SERVICES</b>		
Correctional Facilities	2,123,711	-
<b>TOTAL HUMAN SERVICES</b>	<b>2,123,711</b>	<b>-</b>
<b>NATURAL RESOURCES</b>		
Conservation Department		
Bureau of Parks and Recreation	1,441,844	3,120,335
Inland Fisheries and Wildlife	2,934	178
Environmental Protection		
Hazardous Waste Clean Up	2,370,793	1,507,954
Pollution Abatement	5,551,731	10,000,000
Solid Waste	4,736,910	12,300,633
<b>TOTAL NATURAL RESOURCES</b>	<b>14,104,212</b>	<b>26,929,100</b>
<b>TRANSPORTATION</b>		
Airport Improvements	2,476,692	-
Public Safety 911	2,200,462	-
Highways & Bridges	10,000,000	5,000,000
Ports & Marine	16,474,227	7,232
Rail Transportation	1,743,435	-
<b>TOTAL TRANSPORTATION</b>	<b>32,894,816</b>	<b>5,007,232</b>
<b>TOTAL CAPITAL PROJECTS FUND</b>	<b>\$64,628,124</b>	<b>\$43,130,757</b>

Total Available	Expenditures	Unexpended Balance June 30, 1997	
		Encumbrances Carried	Unencumbered Balances
\$3,014,750	-	-	\$3,014,750
1,336,189	485,119	-	851,070
4,816	-	-	4,816
3,054,949	994,540	51,219	2,009,190
2,000,001	-	-	2,000,001
5,000,000	4,000,000	-	1,000,000
827,355	331,752	166,809	328,794
<u>15,238,060</u>	<u>5,811,411</u>	<u>218,028</u>	<u>9,208,621</u>
1,749,482	689,005	-	1,060,477
2,956,525	2,956,521	-	4
46,208	-	-	46,208
4,000,000	133,851	402,882	3,463,267
1,000,000	167,669	-	832,331
1,709,535	1,382,173	-	327,362
<u>11,461,750</u>	<u>5,329,219</u>	<u>402,882</u>	<u>5,729,649</u>
2,123,711	1,216,566	253,807	653,338
<u>2,123,711</u>	<u>1,216,566</u>	<u>253,807</u>	<u>653,338</u>
4,562,179	679,183	345,716	3,537,280
3,112	-	-	3,112
3,878,747	1,043,848	200,951	2,633,948
15,551,731	9,364,108	3,711,313	2,476,310
17,037,543	8,762,882	1,045,267	7,229,394
<u>41,033,312</u>	<u>19,850,021</u>	<u>5,303,247</u>	<u>15,880,044</u>
2,476,692	1,105,388	-	1,371,304
2,200,462	338,176	127,216	1,735,070
15,000,000	10,274,332	-	4,725,668
16,481,459	8,443,901	-	8,037,558
1,743,435	1,311,060	224,211	208,164
<u>37,902,048</u>	<u>21,472,857</u>	<u>351,427</u>	<u>16,077,764</u>
<u>\$107,758,881</u>	<u>\$53,680,074</u>	<u>\$6,529,391</u>	<u>\$47,549,416</u>

**CAPITAL PROJECTS FUNDS****DEBT SERVICE REQUIREMENTS TO MATURITY****SELF-LIQUIDATING BONDS**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
1998	\$239,400	\$115,232
1999	175,000	99,325
2000	175,000	85,450
2001	175,000	71,575
2002	165,000	57,445
2003	155,000	44,215
2004	155,000	31,910
2005	130,000	19,605
2006	70,000	9,375
2007	70,000	4,125
2008	20,000	750
<b>TOTAL CAPITAL PROJECTS</b>		
<b>SELF-LIQUIDATING BONDS</b>	<u>\$1,529,400</u>	<u>\$539,007</u>

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# ***Debt Service Fund***

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**The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. During fiscal year 1997, the State retired \$88,180,000 in debt and paid \$27,674,983 in interest.**

**DEBT SERVICE FUNDS****COMPARATIVE BALANCE SHEET**

	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>ASSETS</b>		
Equity in Treasurer's Demand		
Cash and/or Investments	\$3,014,877	\$2,842,256
Cash - Other	2,678,798	297,218
<b>TOTAL ASSETS</b>	<b>\$5,693,675</b>	<b>\$3,139,474</b>
<b>LIABILITIES AND FUND EQUITY</b>		
Bonds Matured - Not Presented for Payment	\$15,000	\$10,000
Interest Matured - Not Presented for Payment	2,663,798	287,218
Fund Equity	3,014,877	2,842,256
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$5,693,675</b>	<b>\$3,139,474</b>

## EXHIBIT E-2

**COMPARATIVE STATEMENT OF REVENUES,  
EXPENDITURES AND FUND EQUITY**

	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>REVENUES</b>		
Contribution from		
Vocational Technical Colleges	\$236,953	\$118,065
Maine Veterans Home	157,400	165,750
Income from Investments	(3,108,959)	5,812,657
Transfers from Other Funds		
General Fund	90,185,613	82,477,765
Highway Fund	28,556,596	25,321,471
<b>TOTAL REVENUE</b>	<b>116,027,603</b>	<b>113,895,708</b>
<b>EXPENDITURES</b>		
Redemption of Bonds	88,180,000	76,967,063
Interest on Bonds	27,674,983	34,854,182
<b>TOTAL EXPENDITURES</b>	<b>115,854,983</b>	<b>111,821,245</b>
<b>EXCESS TO FUND EQUITY</b>	<b>172,621</b>	<b>2,074,463</b>
<b>FUND BALANCE JULY 1, 1996</b>	<b>2,842,256</b>	<b>767,792</b>
<b>FUND BALANCE JUNE 30, 1997</b>	<b>\$3,014,877</b>	<b>\$2,842,255</b>

<u>General Fund Issues</u>	<u>Highway Fund Issues</u>	<u>Other Issues</u>
\$3,014,749	\$ -	\$129
2,470,932	96,713	111,153
<u>\$5,485,681</u>	<u>\$96,713</u>	<u>\$111,282</u>
\$5,000	\$ -	10,000
2,465,932	96,713	101,153
3,014,749	-	129
<u>\$5,485,681</u>	<u>\$96,713</u>	<u>\$111,282</u>

<u>General Fund Issues</u>	<u>Highway Fund Issues</u>	<u>Other Issues</u>
\$ -	\$ -	\$236,953
-	-	157,400
(3,108,959)	-	-
90,185,613	-	-
-	28,556,596	-
<u>87,076,654</u>	<u>28,556,596</u>	<u>394,353</u>
67,537,345	20,380,000	262,655
19,365,916	8,176,596	132,471
<u>86,903,261</u>	<u>28,556,596</u>	<u>395,126</u>
173,394	-	(773)
2,841,355	-	901
<u>\$3,014,749</u>	<u>\$ -</u>	<u>\$129</u>



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# *Enterprise Funds*

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*ENTERPRISE FUNDS* are used to account for operations that are financed and operated in a manner similar to private business, where the intent of the State is that the costs of providing goods or services to the General Public on a continuing basis be financed or recovered primarily through user charges; or where the State has decided that periodic determination of net income is appropriate for accountability purposes. The State uses the following Enterprise Funds:

The *Alcoholic Beverages Fund* was established to license and regulate the sale of alcoholic beverages. Net profit from the fund is transferred to the State's General Fund and is used for general Governmental purposes.

The *Community Industrial Fund* is used to assist local development corporations to construct community industrial buildings by loaning money when the projects can reasonably be expected to create new employment. Preference is given to projects in economically deprived areas.

The *Forest Nursery Fund* accounts for the self-supporting operation of State nurseries. The nurseries propagate, maintain and distribute plants for conservation purposes.

The *Marine Ports Fund* is used to account for the operation and maintenance of port facilities within the jurisdiction of the Department of Transportation.

The *Lottery Fund* was established to account for all operations of the Maine State Lottery. This includes the Tri-State Lotto Commission which was established in 1985 and is a joint venture between the states of Maine, New Hampshire and Vermont. The Commission is authorized and empowered to promulgate rules and regulations regarding the conduct of lottery games, including the price or prices of tickets, the number and size of prizes for winning tickets and the licensing of agents.

The *Potato Marketing Improvement Fund* provides low interest loans to Maine potato growers for the modernization of storage facilities and improvements in the marketing of the product.

The *Prison Industries Fund* accounts for a self-supporting program of job training through the employment of inmates in manufacturing and selling products.

The *Seed Potato Board Fund* is used for the growing of seed for sale to potato growers, for research in disease control, and for the development of new product varieties.

The *State Airport Fund* accounts for all operations and maintenance of the Maine State Airport.

The *State Ferry Service Fund* provides for the operation of ferry services between the mainland and various islands for the purpose of transporting vehicles, freight and passengers to and from those islands.



## ENTERPRISE FUNDS

## COMBINING BALANCE SHEET

For the Year Ended June 30, 1997

	<u>Fund Total</u>	<u>Community Industrial</u>	<u>Potato Marketing</u>	<u>State Ferry</u>
<b>ASSETS</b>				
Cash and Short-Term Investments	\$6,426,679	\$ -	\$623,231	\$308,544
Receivables, (net of allowance for uncollectibles):				
Loans	9,323,456	100,000	9,204,330	-
Other Receivables	7,142,576	-	-	87,387
Due from Other Funds	21,248	-	-	10,194
Inventories	3,181,682	-	-	207,448
Property and Equipment	54,147,488	-	1,940	21,453,901
Other Assets	127,202	-	-	3
<b>TOTAL ASSETS</b>	<u>\$80,370,331</u>	<u>\$100,000</u>	<u>\$9,829,501</u>	<u>\$22,067,477</u>
<b>LIABILITIES, FUND EQUITY and OTHER CREDITS</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$5,505,095	\$ -	\$92	\$76,781
Accrued Payroll	429,136	-	2,350	172,964
Compensated Absences	450,883	-	4,992	97,110
Due to Other Funds	74,939	-	-	-
Due to component unit	1,480,641	-	1,480,641	-
Deferred Revenue	331,339	39,229	-	-
Lottery Prizes Payable	6,586,772	-	-	-
Loans Payable	0	-	-	-
Other Accrued Liabilities	1,166,847	-	58,211	-
Working Capital Advances Payable	1,000,000	-	-	-
<b>TOTAL LIABILITIES</b>	<u>17,025,652</u>	<u>39,229</u>	<u>1,546,286</u>	<u>346,855</u>
<b>FUND EQUITY AND OTHER CREDITS</b>				
Contributed Capital	56,646,243	-	5,000,000	20,768,409
Retained Earnings	6,914,562	60,771	3,283,215	952,213
<b>TOTAL FUND EQUITY and OTHER CREDITS</b>	<u>63,344,679</u>	<u>60,771</u>	<u>8,283,215</u>	<u>21,720,622</u>
<b>TOTAL LIABILITIES, FUND EQUITY and OTHER CREDITS</b>	<u>\$80,370,331</u>	<u>\$100,000</u>	<u>\$9,829,501</u>	<u>\$22,067,477</u>

<u>State Airport</u>	<u>Marine Ports</u>	<u>Alcoholic Beverages</u>	<u>Prison Industries</u>	<u>Seed Potato</u>	<u>Risk Pool</u>	<u>Lottery</u>
\$151,304	\$194,697	\$2,891,076	\$215,248	-		\$2,042,579
-		19,126	-	-	-	-
2,009		573,030	26,399	41,881		6,411,870
1,840	-	-	9,214	-		
86,548	-	2,431,759	378,838	7,279	-	69,810
6,741,010	24,611,500	205,762	87,169	986,929	-	59,277
(1)	1	35,115	18,094	1,004		72,986
<u>\$6,982,710</u>	<u>\$24,806,198</u>	<u>\$6,155,868</u>	<u>\$734,962</u>	<u>\$1,037,093</u>	<u>\$0</u>	<u>\$8,656,522</u>
\$82,500	\$5,489	\$4,104,158	\$51,360	\$7,075		\$1,177,640
		167,039	21,340	20,392	-	45,051
		245,584	9,278	24,246	-	69,673
-	-	29,914	18,096	1,004	-	25,925
-	-	-	-	(2,983)	-	295,093
-	-	-	-	-	-	6,586,772
-	-	-	-	-	-	-
-	-	609,173	-	43,095	-	456,368
-	-	1,000,000	-	-	-	-
<u>82,500</u>	<u>5,489</u>	<u>6,155,868</u>	<u>100,074</u>	<u>92,829</u>	<u>0</u>	<u>8,656,522</u>
6,578,585	24,095,699	-	203,550	-	-	-
321,625	705,010	-	431,338	1,160,390		-
<u>6,900,210</u>	<u>24,800,709</u>	<u>-</u>	<u>634,888</u>	<u>944,264</u>	<u>0</u>	<u>-</u>
<u>\$6,982,710</u>	<u>\$24,806,198</u>	<u>\$6,155,868</u>	<u>\$734,962</u>	<u>\$1,037,093</u>	<u>\$0</u>	<u>\$8,656,522</u>

## ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1997

	<u>Fund Total</u>	<u>Community Industries</u>	<u>Potato</u>	<u>State Ferry</u>
<b>OPERATING REVENUES</b>				
Charges for Services	\$221,477,028	\$ -	\$14,588	\$2,090,741
Other Operating Income	0	-	-	-
<b>TOTAL OPERATING REVENUES</b>	<u>221,477,028</u>	<u>-</u>	<u>14,588</u>	<u>2,090,741</u>
<b>OPERATING EXPENSES</b>				
General Operations	159,027,684	(25,798)	1,024,415	3,172,686
Depreciation	3,938,273	-	503	1,344,441
Interest	150,464	-	150,464	-
Claims	0	-	-	-
<b>TOTAL OPERATING EXPENSES</b>	<u>163,116,421</u>	<u>(25,798)</u>	<u>1,175,382</u>	<u>4,517,127</u>
<b>OPERATING INCOME (loss)</b>	58,360,607	25,798	(1,160,794)	(2,426,386)
<b>NONOPERATING REVENUES (expenses)</b>	<u>802,938</u>	<u>-</u>	<u>237,345</u>	<u>31,586</u>
<b>INCOME (loss) BEFORE OPERATING TRANSFERS</b>	<u>59,163,545</u>	<u>25,798</u>	<u>(923,449)</u>	<u>(2,394,800)</u>
<b>OPERATING TRANSFERS</b>				
Transfers In	2,358,476	-	-	1,784,674
Transfers Out	(64,306,966)	-	-	-
<b>TOTAL OPERATING TRANSFERS</b>	<u>(61,948,490)</u>	<u>-</u>	<u>-</u>	<u>1,784,674</u>
<b>NET INCOME</b>	(2,784,945)	25,798	(923,449)	(610,126)
Add Back Depreciation on Assets Acquired with Contributed Capital	<u>1,832,941</u>	<u>-</u>	<u>-</u>	<u>640,121</u>
<b>INCREASE IN RETAINED EARNINGS</b>	(952,004)	25,798	(923,449)	29,995
<b>RETAINED EARNINGS (deficits) at July 1, 1996 AS RESTATED</b>	7,650,440	34,973	4,206,664	922,218
Equity Transfer	0	-	-	-
<b>RETAINED EARNINGS (deficits) at June 30, 1997</b>	<u>\$6,698,436</u>	<u>\$60,771</u>	<u>\$3,283,215</u>	<u>\$952,213</u>
<b>CONTRIBUTED CAPITAL at July 1, 1996</b>	55,861,192		5,000,000	25,474,771
Add: Capital Contributions	2,617,992			(4,066,241)
Less: Depreciation of Fixed Assets Acquired from Contributed Capital	<u>(1,832,941)</u>			<u>(640,121)</u>
<b>CONTRIBUTED CAPITAL at June 30, 1997</b>	<u>\$56,646,243</u>			

<u>State Airport</u>	<u>Marine Ports</u>	<u>Alcoholic Beverages</u>	<u>Prison Industries</u>	<u>Seed Potato</u>	<u>Risk Pool</u>	<u>Lottery</u>
\$119,972		\$70,575,231	\$823,449	\$315,149		\$147,537,898
-	-		-	-	-	-
<u>119,972</u>	<u>0</u>	<u>70,575,231</u>	<u>823,449</u>	<u>315,149</u>	<u>0</u>	<u>147,537,898</u>
(209,828)	(407,942)	48,248,134	820,339	708,877		105,696,801
1,169,376	1,256,455	76,566	12,844	62,828		15,260
-	-	-	-	-		-
<u>959,548</u>	<u>848,513</u>	<u>48,324,700</u>	<u>833,183</u>	<u>771,705</u>	<u>0</u>	<u>105,712,061</u>
(839,576)	(848,513)	22,250,531	(9,734)	(456,556)	0	41,825,837
<u>10,845</u>	<u>268,620</u>	<u>-</u>	<u>18,597</u>	<u>5,347</u>		<u>230,598</u>
(828,731)	(579,893)	22,250,531	8,863	(451,209)	0	42,056,435
215,305	123,414	-	-	235,083	-	-
-	-	(22,250,531)	-	-		(42,056,435)
<u>215,305</u>	<u>123,414</u>	<u>(22,250,531)</u>	<u>-</u>	<u>235,083</u>	<u>0</u>	<u>(42,056,435)</u>
(613,426)	(456,479)	0	8,863	(216,126)	0	0
<u>580,447</u>	<u>612,373</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(32,979)	155,894	0	8,863	(216,126)	0	0
354,604	549,116		422,475	1,160,390	-	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
<u>\$321,625</u>	<u>\$705,010</u>	<u>\$ -</u>	<u>\$431,338</u>	<u>\$944,264</u>	<u>\$0</u>	<u>\$ -</u>
7,094,813	18,088,058		203,550			
64,219	6,620,014					
(580,447)	<u>(612,373)</u>					



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# *Internal Service Funds*

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**INTERNAL SERVICE FUNDS** are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Government and to other Government units, on a cost reimbursement basis. The State uses the following Internal Service Funds:

The **Central Fleet Management** is responsible for administering a uniform program for the operation and maintenance of all state vehicles except for the Department of Transportation.

The **Division of Data Processing** provides major data processing services including computer operations, programming and applications systems development, technical support and networking services.

The **Office of Information Services** is responsible for providing information services in data processing and telecommunications and for assuring the coordination of data processing throughout State Government.

The **Space Management Division** provides uniform procedures and a standard policy for the leasing of State-owned facilities, maintains records of State Agency property, leasing needs and all available space owned, leased and potentially available for lease, making this information available to all State Agencies. It also monitors market prices for real estate property leases, establishes rates to be charged to State Agencies, and holds all property leases to ensure they are negotiated and managed to the best economic advantage of the State.

The **Division of Motor Transport Services** provides for all the equipment and vehicle needs of the Department of Transportation.

The **Division of Purchase's Postal, Printing and Supply** is responsible for the purchase of all services, supplies, materials and equipment required by any State department or agency, to purchase and contract for all postal and mailing services, duplicating needs, and the disposal of State and Federal surplus property.

The **Risk Management Division** provides insurance advice and services for all forms of insurance except health and workers' compensation. This includes insurance for automobile, fire, liability and any other type of coverage which may be necessary to protect the State from financial loss.

The **Division of Telecommunications Services** provides for all voice and data communication services to State departments and agencies.

## INTERNAL SERVICE FUNDS

## COMBINING BALANCE SHEET

For the Year Ended June 30, 1997

	Total	Motor Transport Service	Postal Printing and Supply	Telecommunications
<b>ASSETS</b>				
Cash and Short-Term Investments	\$33,234,381	\$1,429,508	\$685,715	\$928,042
Cash with Fiscal Agent	114,600	24,115		
Receivables (net of allowance for uncollectibles)	1,634,851	1,078	102,317	211,730
Due from Other Funds	8,679,845	1,652,648	1,043,963	3,088,127
Inventories	4,476,475	3,554,275	863,884	40,600
Fixed Assets (net of accumulated depreciation)	46,166,787	33,665,885	239,994	1,491,916
Other Assets	434,992	71,334	8,695	7,434
<b>TOTAL ASSETS</b>	<b>\$94,741,931</b>	<b>\$40,398,843</b>	<b>\$2,944,568</b>	<b>\$5,767,849</b>
<b>LIABILITIES, FUND EQUITY OTHER CREDITS</b>				
<b>LIABILITIES</b>				
Accounts Payable	6,482,862	\$420,443	\$831,764	\$4,402,752
Accrued Payroll	1,014,390	579,534	85,881	45,850
Compensated Absences	936,359	386,721	107,719	59,006
Due to Other Funds	991,085	9,560	836,727	7,434
Deferred Revenue	1,336,592			
Certificates of Participation and Other Financing Arrangements	19,917,436	12,000,000		97,860
Claims Payable	55,013,269			
Other Accrued Liabilities	537,054	29,456	339,642	1,337
Working Capital Advances Payable	13,293,115	13,182,115	111,000	
<b>TOTAL LIABILITIES</b>	<b>99,522,162</b>	<b>26,607,829</b>	<b>2,312,733</b>	<b>4,614,239</b>
<b>FUND EQUITY and OTHER CREDITS</b>				
Contributed Capital	15,327,790	2,410,503	68,692	782,608
Retained Earnings (deficits)	(20,108,019)	11,380,511	563,143	371,002
<b>TOTAL FUND EQUITY (deficit) and OTHER CREDITS</b>	<b>(4,780,229)</b>	<b>13,791,014</b>	<b>631,835</b>	<b>1,153,610</b>
<b>TOTAL LIABILITIES, FUND EQUITY and OTHER CREDITS</b>	<b>\$94,741,933</b>	<b>\$40,398,843</b>	<b>\$2,944,568</b>	<b>\$5,767,849</b>

<u>Information Services</u>	<u>Risk Management</u>	<u>Data Processing</u>	<u>Workers Compensation</u>	<u>Central Fleet Management</u>	<u>Leased Space</u>	<u>Retiree Health</u>
\$212,294	\$10,726,148	\$3,958,176	\$6,568,950	\$460,246 90,485	(\$38,210)	\$8,303,512
	376,823	17,704	924,611	588		
49,857	433,410	1,669,436	5,987	623,643 17,716	112,774	
4,937	15,918	3,124,973		7,623,164		
8,258	22,306	25,527	276,312	15,126		
<u>\$275,346</u>	<u>\$11,574,605</u>	<u>\$8,795,816</u>	<u>\$7,775,860</u>	<u>\$8,830,968</u>	<u>\$74,564</u>	<u>\$8,303,512</u>
3,619	\$31,015	\$318,592	\$331,016	\$101,405	\$11,046	31,210
20,267	10,386	216,891	33,300	20,892	1,389	
14,481	14,080	314,039	14,917	25,015	381	
6,759	1,664	40,400	24,601	63,940		
	941,749	371,682		23,161		
		1,581,820		6,237,756		
	3,135,091		51,878,178			
	100	30,924	1	135,594		
<u>45,126</u>	<u>4,134,085</u>	<u>2,874,348</u>	<u>52,282,013</u>	<u>6,607,763</u>	<u>12,816</u>	<u>-</u>
991	226,775	144,098		1,307,150		10,386,973
<u>229,229</u>	<u>7,213,745</u>	<u>5,777,370</u>	<u>(44,506,151)</u>	<u>916,055</u>	<u>61,748</u>	<u>(2,114,671)</u>
<u>230,220</u>	<u>7,440,520</u>	<u>5,921,468</u>	<u>(44,506,151)</u>	<u>2,223,205</u>	<u>61,748</u>	<u>8,272,302</u>
<u>\$275,346</u>	<u>\$11,574,605</u>	<u>\$8,795,816</u>	<u>\$7,775,862</u>	<u>\$8,830,968</u>	<u>\$74,564</u>	<u>\$8,272,302</u>



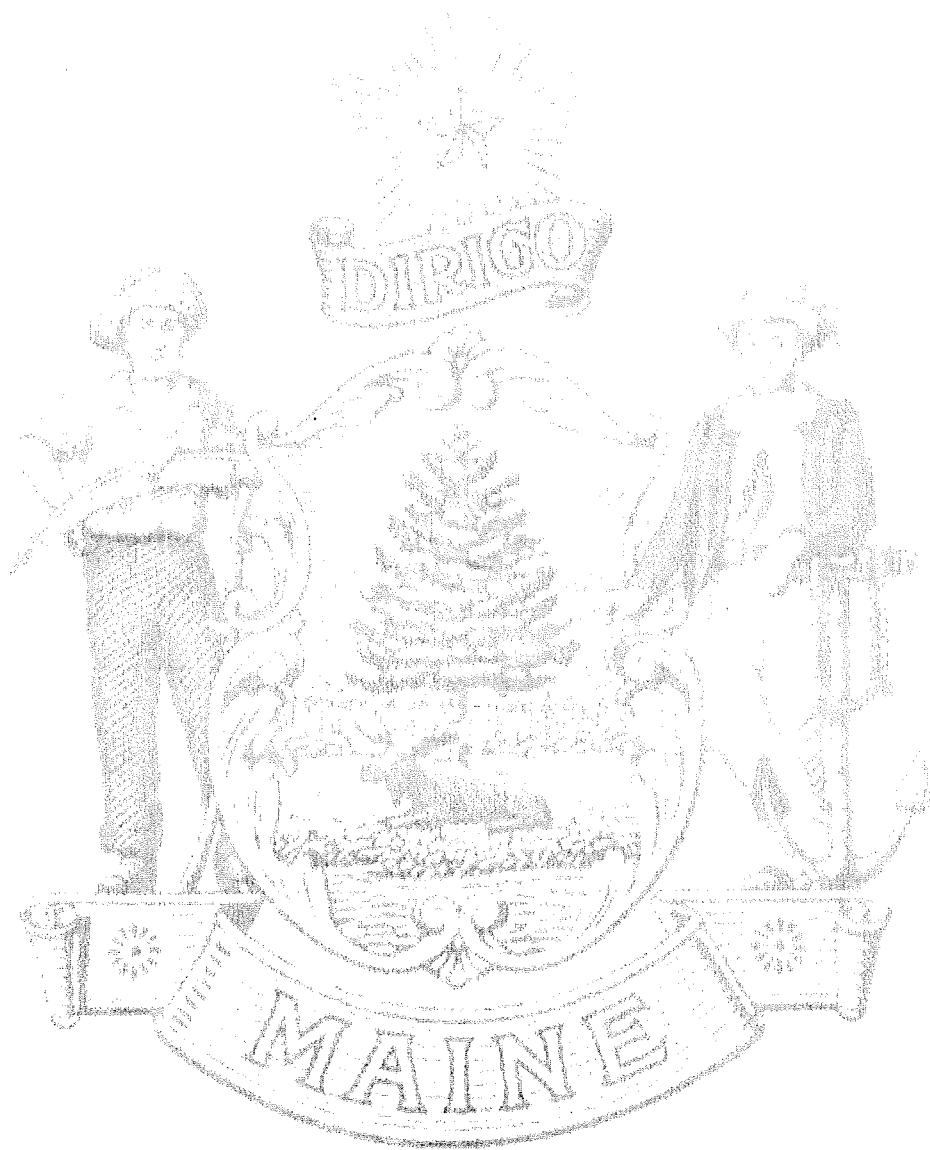
## INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1997

	<u>Total</u>	<u>Motor Transport Service</u>	<u>Postal, Printing and Supply</u>	<u>Telecommunications</u>
<b>OPERATING REVENUES</b>				
Charges for Services	\$121,697,827	\$24,021,069	\$14,315,698	\$15,419,280
<b>TOTAL OPERATING REVENUES</b>	<u>121,697,827</u>	<u>24,021,069</u>	<u>14,315,698</u>	<u>15,419,280</u>
 <b>OPERATING EXPENSES</b>				
General Operations	91,157,848	19,408,133	15,323,163	13,505,905
Depreciation and amortization	9,911,895	5,409,902	71,368	628,055
Financing Expense-Interest	1,131,926	817,000		2,938
Claims	16,871,950			
Miscellaneous	0			
<b>TOTAL OPERATING EXPENSES</b>	<u>119,073,619</u>	<u>25,635,035</u>	<u>15,394,531</u>	<u>14,136,898</u>
 <b>OPERATING INCOME (loss)</b>	<u>2,624,208</u>	<u>(1,613,966)</u>	<u>(1,078,833)</u>	<u>1,282,382</u>
 <b>NONOPERATING REVENUES (expenses)</b>	<u>1,191,642</u>	<u>(68,284)</u>	<u>28,464</u>	<u>16,568</u>
 <b>NET INCOME</b>	<u>3,815,850</u>	<u>(1,682,250)</u>	<u>(1,050,369)</u>	<u>1,298,950</u>
 <b>RETAINED EARNINGS (deficits) at JULY 1, 1996</b>	(23,948,435)	13,062,761	1,613,512	(927,948)
Equity Transfer	<u>24,566</u>			
 <b>RETAINED EARNINGS (deficits) at JUNE 30, 1997</b>	<u>(\$20,108,019)</u>	<u>\$11,380,511</u>	<u>\$563,143</u>	<u>\$371,002</u>

<u>Information Services</u>	<u>Risk Management</u>	<u>Data Processing</u>	<u>Workers Compensation</u>	<u>Central Fleet Management</u>	<u>Leased Space</u>	<u>Retiree Health</u>
\$543,561	\$3,155,881	\$13,422,530	\$16,909,749	\$5,259,204	\$9,148,050	\$19,502,805
<u>543,561</u>	<u>3,155,881</u>	<u>13,422,530</u>	<u>16,909,749</u>	<u>5,259,204</u>	<u>9,148,050</u>	<u>19,502,805</u>
510,014	1,343,954	12,163,596	1,105,161	2,516,569	9,116,361	16,164,992
9,955	6,549	1,461,377		2,324,689		
		30,925		281,063		
	2,403,711		14,468,239			
<u>519,969</u>	<u>3,754,214</u>	<u>13,655,898</u>	<u>15,573,400</u>	<u>5,122,321</u>	<u>9,116,361</u>	<u>16,164,992</u>
23,592	(598,333)	(233,368)	1,336,349	136,883	31,689	3,337,813
<u>10,751</u>	<u>604,257</u>	<u>241,249</u>	<u>330,360</u>	<u>17,509</u>	<u>10,768</u>	
34,343	5,924	7,881	1,666,709	154,392	42,457	3,337,813
<u>194,886</u>	<u>7,183,255</u>	<u>5,769,489</u>	<u>(46,172,860)</u>	<u>761,663</u>	<u>19,291</u>	<u>(5,452,484)</u>
	24,566					
<u>\$229,229</u>	<u>\$7,213,745</u>	<u>\$5,777,370</u>	<u>(\$44,506,151)</u>	<u>\$916,055</u>	<u>\$61,748</u>	<u>(\$2,114,671)</u>



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# *Trust and Agency Funds*

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**TRUST AND AGENCY FUNDS** are fiduciary in nature and are maintained to account for assets held by the State acting in the capacity as trustee or agent.

**Expendable Trust Funds** account for assets held by the State in a trustee capacity where the principal and income may be expended in the course of the funds' designated operations. They include:

***Employment Security Fund*** pays claims for unemployment to eligible recipients through employer contributions, employer reimbursements and Federal Grants.

***Abandoned Property*** accounts for unclaimed property receipts. Holders must annually report these properties to the Treasurer, who will honor claims indefinitely.

There are many other small Expendable Trust Funds throughout State agencies and accounted for by the State Treasurer.

**Nonexpendable Trust Funds** account for assets held by the State in a trustee capacity where only income derived from the trust principal may be expended for designated operations. The principal must be preserved intact. They include:

***Baxter Park Trust Fund***, a gift to the State of Maine by former Governor Baxter, calls for principal to be maintained intact and income to be used for operations.

***Lands Reserved Trust Funds*** were established from revenue derived from the sale of timber from public lands and from appreciation on investments. The income is to be used for school purposes by townships when they become organized towns or plantations.

***Other Trust Funds*** are composed of numerous small Trust Funds which have been combined for reporting purposes.

**Agency Funds** account for assets held by the State as agent for other funds, Governmental units, organizations, or individuals. They include:

***Salary Deferral 457 Plan*** consists of employee contributions and earnings on investments.

***Payroll Tax and Deductions Fund*** which receives all payroll tax and deduction funds needed to pay the Federal Government, other State agencies, and payroll vendors.

***Treasurer's Agency Fund*** accounts for funds of quasi-governmental units placed in the Treasurer's cash pool for investment purposes.

## TRUST AND AGENCY FUNDS

## COMBINING BALANCE SHEET

For the Year Ended June 30, 1997

	Total	Expendable Trust	Nonexpendable Trust	Agency
<b>ASSETS</b>				
Cash and Short-Term Investments	\$18,841,627	\$3,666,835	\$9,186	\$15,165,606
Cash with Fiscal Agent	747,752		746,238	1,514
Investments	44,494,271	32,556,767	11,937,504	
Investments of Deferred Compensation Plan	133,988,389			133,988,389
Assets Held in Trust	40,384,515	2,489,362		37,895,153
Unemployment Deposits with US Treasury	118,405,489	118,405,489		
Receivables, (net of allowance for uncollectibles)	5,765,052	5,765,052		
Due from Other Funds	0			
Inventory	501			501
Other Assets	25,170	9,492	15,677	1
<b>TOTAL ASSETS</b>	<b>\$362,652,766</b>	<b>\$162,892,997</b>	<b>\$12,708,605</b>	<b>\$187,051,164</b>
<b>LIABILITIES, FUND EQUITY and OTHER CREDITS</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$7,202,579	\$39,493		\$7,163,086
Due to Other Funds	5,428,118			5,428,118
Deferred Revenue	5,751,731	5,751,731		
Deferred Compensation Payable	133,988,389			133,988,389
Agency Liabilities	40,494,530			40,494,530
Other Accrued Liabilities	692,310	698,661	16,608	(22,959)
<b>TOTAL LIABILITIES</b>	<b>193,557,657</b>	<b>6,489,885</b>	<b>16,608</b>	<b>187,051,164</b>
<b>FUND EQUITY and OTHER CREDITS</b>				
Fund Balances (deficits)				
Reserved for Nonexpendable Trusts	12,354,997		12,354,997	
Reserved for Unemployment Benefits	101,693,136	101,693,136		
Unreserved and Undesignated	55,046,976	54,709,976	337,000	
<b>TOTAL FUND EQUITY (deficit) and OTHER CREDITS</b>	<b>169,095,109</b>	<b>156,403,112</b>	<b>12,691,997</b>	<b>-</b>
<b>TOTAL LIABILITIES, FUND EQUITY and OTHER CREDITS</b>	<b>\$362,652,766</b>	<b>\$162,892,997</b>	<b>\$12,708,605</b>	<b>\$187,051,164</b>

## EXPENDABLE TRUST FUNDS

## COMBINING BALANCE SHEET

For the Year Ended June 30, 1997

	Total	Employment Security	Abandoned Property	Baxter	Reserve for Nonexpendible Trust
<b>ASSETS</b>					
Cash and Short-Term Investments	\$3,666,835	\$1,829,085	\$1,611,635		\$226,115
Investments	31,356,767			31,356,767	
Assets Held in Trust	2,489,362		2,489,362		
Unemployment Deposits with U S Treasury	118,405,489	118,405,489			
Receivables (net of allowance for uncollectibles)	5,765,052	5,765,052			
Due from Other Funds	0				
Other Assets	9,492	6,426	3,066		
<b>TOTAL ASSETS</b>	<u>\$161,692,997</u>	<u>\$126,006,052</u>	<u>\$4,104,063</u>	<u>\$31,356,767</u>	<u>\$226,115</u>
<b>LIABILITIES, FUND EQUITY and OTHER CREDITS</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$39,493	\$869	\$38,624		
Due to Other Funds	0	2	(2)		
Deferred Revenue	5,751,731	5,751,731			
Other Accrued Liabilities	<u>698,661</u>	<u>592,274</u>			<u>106,387</u>
<b>TOTAL LIABILITIES</b>	<u>6,489,885</u>	<u>6,344,876</u>	<u>38,622</u>	<u>0</u>	<u>106,387</u>
<b>FUND EQUITY and OTHER CREDITS</b>					
Fund Balances (deficits)					
Reserved for Unemployment Benefits	101,693,136	101,693,136			
Unreserved and Undesignated	<u>53,509,976</u>	<u>17,968,040</u>	<u>4,065,441</u>	<u>31,356,767</u>	<u>119,728</u>
<b>TOTAL FUND EQUITY (deficits) and OTHER CREDITS</b>	<u>155,203,112</u>	<u>119,661,176</u>	<u>4,065,441</u>	<u>31,356,767</u>	<u>119,728</u>
<b>TOTAL LIABILITIES, FUND EQUITY and OTHER CREDITS</b>	<u>\$161,692,997</u>	<u>\$126,006,052</u>	<u>\$4,104,063</u>	<u>\$31,356,767</u>	<u>\$226,115</u>

**EXPENDABLE TRUST FUNDS****COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES**

For the Year Ended June 30, 1997

	<u>Total</u>	<u>Employment Security</u>	<u>Abandoned Property</u>	<u>Baxter</u>	<u>Reserve for Nonexpendible Trust</u>
<b>REVENUES</b>					
Taxes	\$116,056,156	\$116,056,156			
Licenses Fines and Fees	0				
Investment Income	6,006,384	599,983		5,406,401	
Other Revenues	10,169,372	5,600,914	4,417,554	31,177	119,727
<b>TOTAL REVENUES</b>	<u>132,231,912</u>	<u>122,257,053</u>	<u>4,417,554</u>	<u>5,437,578</u>	<u>119,727</u>
<b>EXPENDITURES</b>					
General Government	191,925		191,925		
Labor	104,289,013	104,289,013			
Natural Resources	1,733,782			1,733,782	
<b>TOTAL EXPENDITURES</b>	<u>106,214,720</u>	<u>104,289,013</u>	<u>191,925</u>	<u>1,733,782</u>	<u>0</u>
<b>REVENUES OVER (under) EXPENDITURES</b>	<u>26,017,192</u>	<u>17,968,040</u>	<u>4,225,629</u>	<u>3,703,796</u>	<u>119,727</u>
<b>OTHER FINANCING SOURCES (uses)</b>					
Operating Transfers In (out)	(2,325,000)	-	(2,325,000)	-	
<b>TOTAL OTHER FINANCING SOURCES (uses)</b>	<u>(2,325,000)</u>	<u>-</u>	<u>(2,325,000)</u>	<u>-</u>	
<b>EXCESS of REVENUES and OTHER SOURCES OVER (under) EXPENDITURES and OTHER USES</b>	<u>23,692,192</u>	<u>17,968,040</u>	<u>1,900,629</u>	<u>3,703,796</u>	<u>119,727</u>
<b>FUND BALANCES (deficits) at July 1, 1996</b>	<u>132,710,919</u>	<u>101,693,136</u>	<u>2,164,812</u>	<u>28,852,971</u>	<u>0</u>
<b>FUND BALANCES (deficits) at June 30, 1997</b>	<u>\$156,403,111</u>	<u>\$119,661,176</u>	<u>\$4,065,441</u>	<u>\$32,556,767</u>	<u>\$119,727</u>

**NONEXPENDABLE TRUST FUNDS****COMBINING BALANCE SHEET**

For the Year Ended June 30, 1997

	<u>Total</u>	<u>Baxter</u>	<u>Lands Reserved</u>	<u>Other Trusts</u>
<b>ASSETS</b>				
Cash and Short-Term Investments	\$9,186		\$9,186	
Cash with Fiscal Agent	746,238	80,082	387,105	279,051
Investments	11,937,504	3,424,860	4,438,115	4,074,529
Other Assets	15,677		15,677	
<b>TOTAL ASSETS</b>	<u>\$12,708,605</u>	<u>\$3,504,942</u>	<u>\$4,850,083</u>	<u>\$4,353,580</u>
<b>LIABILITIES, FUND EQUITY and OTHER CREDITS</b>				
<b>LIABILITIES</b>				
Other Accrued Liabilities	\$16,608		\$16,608	
<b>TOTAL LIABILITIES</b>	<u>16,608</u>	<u>0</u>	<u>16,608</u>	<u>0</u>
<b>FUND EQUITY AND OTHER CREDITS</b>				
Fund Balances (deficits)				
Reserved for nonexpendable Trusts	12,354,997	3,504,942	4,496,475	4,353,580
Unreserved and Undesignated	337,000		337,000	
<b>TOTAL FUND EQUITY (deficit) and OTHER CREDITS</b>	<u>12,691,997</u>	<u>3,504,942</u>	<u>4,833,475</u>	<u>4,353,580</u>
<b>TOTAL LIABILITIES, FUND EQUITY and OTHER CREDITS</b>	<u>\$12,708,605</u>	<u>\$3,504,942</u>	<u>\$4,850,083</u>	<u>\$4,353,580</u>



**NONEXPENDABLE TRUST FUNDS****COMBINING STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN FUND BALANCES**

For the Year Ended June 30, 1997

	<u>Total</u>	<u>Baxter</u>	<u>Lands Reserved</u>	<u>Other Trusts</u>
<b>OPERATING REVENUES</b>				
Investment Income	\$336,790	(\$379,555)	\$529,899	\$186,446
<b>TOTAL OPERATING REVENUES</b>	<u>336,790</u>	<u>(379,555)</u>	<u>529,899</u>	<u>186,446</u>
 <b>OPERATING INCOME (loss)</b>	 336,790	 (379,555)	 529,899	 186,446
 <b>INCOME (loss) BEFORE OPERATING TRANSFERS</b>	 336,790	 (379,555)	 529,899	 186,446
 <b>OPERATING TRANSFERS</b>				
Transfers Out	0			
<b>TOTAL OPERATING TRANSFERS</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
 <b>NET INCOME</b>	 <u>336,790</u>	 <u>(379,555)</u>	 <u>529,899</u>	 <u>186,446</u>
 <b>RETAINED EARNINGS</b>				
(deficits) at July 1, 1996	<u>12,355,207</u>	<u>3,884,497</u>	<u>4,303,576</u>	<u>4,167,134</u>
 <b>RETAINED EARNINGS</b>				
(deficits) at June 30, 1997	<u>\$12,691,997</u>	<u>\$3,504,942</u>	<u>\$4,833,475</u>	<u>\$4,353,580</u>

## AGENCY FUNDS

## COMBINING BALANCE SHEET

For the Year Ended June 30, 1997

	<u>Total</u>	<u>Deferred Compensation</u>	<u>Payroll Deductions</u>	<u>Custodial Accounts</u>	<u>Other Agencies</u>	<u>Escrow Funds</u>
<b>ASSETS</b>						
Cash and Short-Term Investments	\$15,165,606		7,033,616	6,907,000	712,469	512,521
Cash with Fiscal Agent Investments of Deferred Compensation Plan	1,514			1,514		
Assets Held in Trust	133,988,389	133,988,389				
Due from Other Funds	37,895,153			37,895,153		
Inventory	0					
Other Assets	501			501		
	1				1	
<b>TOTAL ASSETS</b>	<u>\$187,051,164</u>	<u>\$133,988,389</u>	<u>\$7,033,616</u>	<u>\$44,804,168</u>	<u>\$712,470</u>	<u>\$512,521</u>
<b>LIABILITIES, FUND EQUITY and OTHER CREDITS</b>						
<b>LIABILITIES</b>						
Accounts and Notes Payable	\$7,163,086		\$7,055,810	\$307	\$106,969	
Due to Other Funds	\$5,428,118			\$5,428,118		
Deferred Compensation Payable	133,988,389	133,988,389				
Agency Liabilities	40,494,530			39,376,508	605,501	512,521
Other Liabilities	(22,959)		(22,194)	(765)		
<b>TOTAL LIABILITIES</b>	<u>\$187,051,164</u>	<u>\$133,988,389</u>	<u>\$7,033,616</u>	<u>\$44,804,168</u>	<u>\$712,470</u>	<u>\$512,521</u>

## AGENCY FUNDS

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Year Ended June 30, 1997

	Balance July 1, 1996	Additions	Deletions	Balance June 30, 1997
<b>DEFERRED COMPENSATION</b>				
<b>ASSETS</b>				
Investments	\$111,442,989	\$22,545,400	\$ -	\$133,988,389
<b>TOTAL ASSETS</b>	<u>\$111,442,989</u>	<u>\$22,545,400</u>	<u>\$ -</u>	<u>\$133,988,389</u>
<b>LIABILITIES</b>				
Other Current Liabilities	\$111,442,989	\$22,545,400	\$ -	\$133,988,389
<b>TOTAL LIABILITIES</b>	<u>\$111,442,989</u>	<u>\$22,545,400</u>	<u>\$ -</u>	<u>\$133,988,389</u>
<b>PAYROLL DEDUCTIONS</b>				
<b>ASSETS</b>				
Cash	\$14,354,106	\$300,182,258	\$307,502,748	\$7,033,616
<b>TOTAL ASSETS</b>	<u>\$14,354,106</u>	<u>\$300,182,258</u>	<u>\$307,502,748</u>	<u>\$7,033,616</u>
<b>LIABILITIES</b>				
Accounts Payable	\$14,354,106	\$300,182,258	\$307,502,748	\$7,033,616
<b>TOTAL LIABILITIES</b>	<u>\$14,354,106</u>	<u>\$300,182,258</u>	<u>\$307,502,748</u>	<u>\$7,033,616</u>
<b>CUSTODIAL ACCOUNTS</b>				
<b>ASSETS</b>				
Cash	\$33,111,555	\$18,905,503	\$7,212,890	\$44,804,168
<b>TOTAL ASSETS</b>	<u>\$33,111,555</u>	<u>\$18,905,503</u>	<u>\$7,212,890</u>	<u>\$44,804,168</u>
<b>LIABILITIES</b>				
Other Current Liabilities	\$33,111,555	\$18,905,503	\$7,212,890	\$44,804,168
<b>TOTAL LIABILITIES</b>	<u>\$33,111,555</u>	<u>\$18,905,503</u>	<u>\$7,212,890</u>	<u>\$44,804,168</u>
<b>OTHER AGENCIES</b>				
<b>ASSETS</b>				
Cash	\$654,895	\$5,167,433	\$5,109,858	\$712,470
<b>TOTAL ASSETS</b>	<u>\$654,895</u>	<u>\$5,167,433</u>	<u>\$5,109,858</u>	<u>\$712,470</u>
<b>LIABILITIES</b>				
Other Current Liabilities	\$654,895	\$5,167,433	\$5,109,858	\$712,470
<b>TOTAL LIABILITIES</b>	<u>\$654,895</u>	<u>\$5,167,433</u>	<u>\$5,109,858</u>	<u>\$712,470</u>
<b>ESCROW FUNDS</b>				
<b>ASSETS</b>				
Cash	\$58,505,943	\$197,777,342	\$255,770,764	\$512,521
<b>TOTAL ASSETS</b>	<u>\$58,505,943</u>	<u>\$197,777,342</u>	<u>\$255,770,764</u>	<u>\$512,521</u>
<b>LIABILITIES</b>				
Other Current Liabilities	\$58,505,943	\$197,777,342	\$255,770,764	\$512,521
<b>TOTAL LIABILITIES</b>	<u>\$58,505,943</u>	<u>\$197,777,342</u>	<u>\$255,770,764</u>	<u>\$512,521</u>
<b>TOTAL - ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash	\$106,626,499	\$522,032,536	\$575,596,260	\$53,062,775
Investments	111,442,989	22,545,400	-	133,988,389
<b>TOTAL ASSETS</b>	<u>\$218,069,488</u>	<u>\$544,577,936</u>	<u>\$575,596,260</u>	<u>\$187,051,164</u>
<b>LIABILITIES</b>				
Other Current Liabilities	\$218,069,488	\$544,577,936	\$575,596,260	\$187,051,164
<b>TOTAL LIABILITIES</b>	<u>\$218,069,488</u>	<u>\$544,577,936</u>	<u>\$575,596,260</u>	<u>\$187,051,164</u>

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# ***General Long-Term Debt***

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The General Long-Term Debt account group is utilized to account for the long-term liabilities which are intended to be repaid by appropriations, income from short-term investments and student fees.

The General Long-Term Debt outstanding at June 30, 1997 totaled \$470,210,000.

**GENERAL LONG TERM DEBT****COMPARATIVE BALANCE SHEET**

<b>ASSETS AND AMOUNTS TO BE PROVIDED</b>	<b>For the Years Ended June 30,</b>	
	<b>1997</b>	<b>1996</b>
<b>FOR THE RETIREMENT OF GENERAL BONDS</b>		
Amount to be Provided from Future		
Revenue for Retirement of Bonds:		
General Fund	\$339,620,000	\$369,458,000
Highway Fund	129,060,000	144,440,000
Student Housing and Dining Facilities	719,400	892,000
Maine Veterans' Home	810,000	900,000
<b>TOTAL ASSETS AND AMOUNTS TO BE PROVIDED</b>	<b>\$470,209,400</b>	<b>\$515,690,000</b>
 <b>LIABILITIES AND RESERVES</b>		
Bonds Payable		
General Fund	\$339,620,000	\$369,458,000
Highway Fund	129,060,000	144,440,000
Student Housing and Dining Facilities	719,400	892,000
Maine Veteran's Home	810,000	900,000
<b>TOTAL LIABILITIES AND RESERVES</b>	<b>\$470,209,400</b>	<b>\$515,690,000</b>

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>GENERAL FUND</b>							
<b>GENERAL PURPOSES</b>							
	April 1, 1980	8.00 %	\$560	\$160	\$ -	\$40	\$120
	May 15, 1981	10.00	5,365	430	-	215	215
		9.00	595	595	-	-	595
	May 15, 1981	10.00	3,135	570	-	285	285
		9.00	855	855	-	-	855
	December 15, 1982	9.00	1,480	740	-	740	0
		7.50	4,385	4,385	-	-	4,385
	March 1, 1983	8.20	2,000	1,000	-	1,000	0
		8.50	3,000	3,000	-	-	3,000
		6.50	3,000	3,000	-	-	3,000
	May 1, 1984	9.00	2,660	1,330	-	665	665
		8.00	3,945	3,945	-	-	3,945
	November 15, 1986	5.00	21,830	2,870	-	2,870	0
	December 15, 1987	6.50	5,170	5,170	-	2,700	2,470
	December 15, 1988	6.70	5,895	3,930	-	1,965	1,965
		6.00	1,945	1,945	-	-	1,945
	May 15, 1990	6.60	2,650	2,650	-	1,325	1,325
		6.75	2,725	2,725	-	-	2,725
	June 1, 1991	5.90	10,910	10,910	-	10,910	0
		6.00	15,210	15,210	-	-	15,210
		6.10	7,605	7,605	-	-	7,605
		6.25	7,605	7,605	-	-	7,605
		6.30	7,565	7,565	-	-	7,565
		6.40	3,925	3,925	-	-	3,925
		6.50	3,925	3,925	-	-	3,925
		6.60	3,925	3,925	-	-	3,925
		6.70	7,695	7,695	-	-	7,695
		8.45	1,710	1,710	-	1,710	0
		8.70	335	335	-	-	335
		8.80	335	335	-	-	335
		8.85	335	335	-	-	335
		8.90	335	335	-	-	335
		8.95	320	320	-	-	320
	November 1, 1991	5.40	1,460	1,460	-	1,460	0
		5.50	1,060	1,060	-	-	1,060
		5.60	1,060	1,060	-	-	1,060
		5.70	1,060	1,060	-	-	1,060
		5.80	1,060	1,060	-	-	1,060
		5.90	1,120	1,120	-	-	1,120
	December 15, 1991	5.40	6,120	6,120	-	6,120	0
	March 2, 1992	6.75	375	375	-	375	0

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>GENERAL FUND</b>							
<b>GENERAL PURPOSES</b>							
	March 2, 1992	4.90	3,790	3,790	-	3,790	0
		5.10	2,435	2,435	-	-	2,435
		5.25	2,435	2,435	-	-	2,435
		5.40	2,435	2,435	-	-	2,435
		5.60	2,435	2,435	-	-	2,435
		5.75	2,440	2,440	-	-	2,440
		5.875	1,710	1,710	-	-	1,710
	September 1, 1992	5.70	1,910	1,910	-	1,910	0
		5.90	1,910	1,910	-	-	1,910
		6.45	1,890	1,890	-	-	1,890
		6.60	1,880	1,880	-	-	1,880
		7.00	1,880	1,880	-	-	1,880
		7.15	1,880	1,880	-	-	1,880
		7.15	2,360	2,360	-	-	2,360
	September 1, 1992	4.30	6,600	6,600	-	6,600	0
		4.50	6,600	6,600	-	-	6,600
		4.625	6,595	6,595	-	-	6,595
		4.90	4,355	4,355	-	-	4,355
		5.10	4,355	4,355	-	-	4,355
		5.20	4,370	4,370	-	-	4,370
		5.30	8,575	8,575	-	-	8,575
	May 1, 1993	3.60	6,570	6,570	-	6,570	0
		3.90	6,890	6,890	-	-	6,890
		4.00	4,750	4,750	-	-	4,750
		4.30	5,190	5,190	-	-	5,190
		4.40	5,190	5,190	-	-	5,190
		4.50	5,190	5,190	-	-	5,190
		4.63	5,540	5,540	-	-	5,540
		4.75	3,120	3,120	-	-	3,120
	April 12, 1994	6.05	700	700	-	700	0
		6.40	700	700	-	-	700
		6.65	700	700	-	-	700
		6.75	705	705	-	-	705
		7.00	710	710	-	-	710
		7.10	710	710	-	-	710
		7.20	710	710	-	-	710
		7.30	710	710	-	-	710
	April 12, 1994	6.00	2,335	2,335	-	2,335	0
		4.50	2,335	2,335	-	-	2,335
		4.70	2,335	2,335	-	-	2,335
		4.80	1,615	1,615	-	-	1,615
		4.90	1,615	1,615	-	-	1,615

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>GENERAL FUND</b>							
<b>GENERAL PURPOSES</b>							
		5.00 %	\$1,615	\$1,615	\$ -	\$ -	\$1,615
		5.10	1,615	1,615	-	-	1,615
		5.25	1,615	1,615	-	-	1,615
	June 1, 1995	7.50	1,300	1,300	-	1,300	0
		7.25	1,300	1,300	-	-	1,300
		7.25	1,300	1,300	-	-	1,300
		7.00	1,300	1,300	-	-	1,300
		6.70	1,300	1,300	-	-	1,300
		6.80	1,300	1,300	-	-	1,300
		6.85	1,300	1,300	-	-	1,300
		6.90	1,300	1,300	-	-	1,300
		6.95	1,300	1,300	-	-	1,300
		7.00	1,300	1,300	-	-	1,300
	June 1, 1995	4.25	4,670	4,670	-	4,670	0
		4.40	4,670	4,670	-	-	4,670
		4.50	4,670	4,670	-	-	4,670
		4.60	4,670	4,670	-	-	4,670
		4.70	4,670	4,670	-	-	4,670
		4.80	3,000	3,000	-	-	3,000
		5.50	3,000	3,000	-	-	3,000
		5.50	3,000	3,000	-	-	3,000
		5.50	3,000	3,000	-	-	3,000
	May 10, 1996	5.00	5,340	5,340		5,340	0
		4.10	5,340	5,340		-	5,340
		4.20	5,340	5,340		-	5,340
		4.30	5,340	5,340		-	5,340
		4.50	5,340	5,340		-	5,340
		4.60	3,900	3,900		-	3,900
		4.70	3,900	3,900		-	3,900
		5.25	3,900	3,900		-	3,900
		5.38	3,900	3,900		-	3,900
		5.38	3,900	3,900		-	3,900
	May 10, 1996	7.00	750	750		750	0
		7.00	750	750		-	750
		7.00	750	750		-	750
		7.00	750	750		-	750
		6.70	750	750		-	750
		6.90	350	350		-	350
		6.90	350	350		-	350
		6.90	350	350		-	350
		6.95	350	350		-	350
		6.95	350	350		-	350
	June 5, 1997	5.00	3,960		3,960		3,960
		5.00	3,960		3,960		3,960
		5.00	3,960		3,960		3,960
		5.00	3,960		3,960		3,960
		5.00	3,960		3,960		3,960
		4.88	2,180		2,180		2,180
		4.88	2,180		2,180		2,180
		4.88	2,180		2,180		2,180
		4.88	2,180		2,180		2,180
		5.00	2,180		2,180		2,180
	June 5, 1997	7.50	900		900		900



## EXHIBIT J-2

<u>Loan Used for:</u>	<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Amount of Issue</u>	<u>Balance at 07/01/96</u>	<u>New Bonds Issued</u>	<u>Amount Matured</u>	<u>Outstanding Balance</u>
		7.50	900		900		900
		7.25	900		900		900
		7.00	900		900		900
		6.80	900		900		900
		6.90	500		500		500
		7.00	500		500		500
		7.00	500		500		500
		7.10	500		500		500
		7.13	500		500		500
							0
<b>TOTAL GENERAL PURPOSES</b>			<u>433,000</u>	<u>363,405</u>	<u>37,700</u>	<u>66,345</u>	<u>334,760</u>

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>GENERAL FUND</b>							
<b>UNIVERSITY OF MAINE SYSTEM</b>							
Orono							
June 1, 1960		3.50 %	\$2,575	\$435	\$ -	\$140	\$295
		1.00	155	155	-	-	155
August 1, 1961		3.50	2,155	575	-	105	470
		1.00	125	125	-	-	125
April 1, 1963		3.20	1,550	500	-	75	425
		0.25	95	95	-	-	95
February 1, 1964		3.30	1,510	575	-	75	500
		0.10	95	95	-	-	95
February 15, 1966		3.50	4,605	1,860	-	195	1,665
		0.10	555	555	-	-	555
Southern Maine							
March 15, 1978		4.60	855	90	-	45	45
<b>TOTAL UNIVERSITY OF MAINE SYSTEM</b>			<b>14,275</b>	<b>5,060</b>	<b>-</b>	<b>635</b>	<b>4,425</b>
<b>STATE COLLEGES and VOCATIONAL INSTITUTIONS</b>							
Student Housing & Dining Facilities							
March 15, 1967		3.40	1,883	193	-	193	0
March 15, 1968		3.00	650	650	-	315	335
March 1, 1969		3.00	380	150	-	50	100
<b>TOTAL STATE COLLEGE and VOCATIONAL INSTITUTIONS</b>			<b>2,913</b>	<b>993</b>	<b>-</b>	<b>558</b>	<b>435</b>
<b>TOTAL GENERAL FUND</b>			<b>450,188</b>	<b>369,458</b>	<b>37,700</b>	<b>67,538</b>	<b>339,620</b>
<b>HIGHWAY FUND</b>							
Bangor-Brewer Bridge							
August 1, 1952		1.75	1,500	450	-	50	400
Highways and Bridges							
April 1, 1980		8.00	9,100	2,600	-	650	1,950
May 15, 1981		10.00	4,620	840	-	420	420
		9.00	1,260	1,260	-	-	1,260
March 15, 1982		9.25	3,450	3,450	-	575	2,875
December 15, 1982		9.00	2,330	1,165	-	1,165	0
		7.50	6,945	6,945	-	-	6,945
March 1, 1983		8.20	560	280	-	280	0
		8.50	840	840	-	-	840
		6.50	785	785	-	-	785
May 1, 1984		9.00	2,460	1,230	-	615	615
		8.00	3,690	3,690	-	-	3,690

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>HIGHWAY FUND</b>							
Highways and Bridges							
	November 15, 1986	5.00 %	\$7,000	\$1,000	\$ -	\$1,000	\$0
	December 15, 1987	6.50	1,000	1,000	-	500	500
	December 15, 1988	6.70	4,800	3,200	-	1,600	1,600
		6.00	1,600	1,600	-	-	1,600
	June 1, 1991	5.90	1,895	1,895	-	1,895	0
		6.00	3,790	3,790	-	-	3,790
		6.10	1,895	1,895	-	-	1,895
		6.25	1,895	1,895	-	-	1,895
		6.30	1,895	1,895	-	-	1,895
		6.40	1,895	1,895	-	-	1,895
		6.50	1,895	1,895	-	-	1,895
		6.60	1,895	1,895	-	-	1,895
		6.70	3,760	3,760	-	-	3,760
	March 2, 1992	4.90	1,670	1,670	-	1,670	0
		5.10	1,670	1,670	-	-	1,670
		5.25	1,670	1,670	-	-	1,670
		5.40	1,670	1,670	-	-	1,670
		5.60	1,670	1,670	-	-	1,670
		5.75	1,640	1,640	-	-	1,640
	August 20, 1992	4.30	3,640	3,640	-	3,640	0
		4.50	3,640	3,640	-	-	3,640
		4.625	3,640	3,640	-	-	3,640
		4.90	3,640	3,640	-	-	3,640
		5.10	3,640	3,640	-	-	3,640
		5.20	3,645	3,645	-	-	3,645
		8.00	3,875	3,875	-	-	3,875
	May 1, 1993	3.60	600	600	-	600	0
		3.90	600	600	-	-	600
		4.00	600	600	-	-	600
		4.30	600	600	-	-	600
		4.40	600	600	-	-	600
		4.50	600	600	-	-	600
		4.625	600	600	-	-	600
		4.75	600	600	-	-	600
	April 12, 1994	6.00	2,220	2,220	-	2,220	0
		4.50	2,220	2,220	-	-	2,220
		4.70	2,220	2,220	-	-	2,220
		4.80	2,220	2,220	-	-	2,220
		4.90	2,220	2,220	-	-	2,220
		5.00	2,220	2,220	-	-	2,220
		5.10	2,220	2,220	-	-	2,220
		5.25	2,240	2,240	-	-	2,240
	June 1, 1995	4.25	1,000	1,000	-	1,000	0
		4.40	1,000	1,000	-	-	1,000
		4.50	1,000	1,000	-	-	1,000
		4.60	1,000	1,000	-	-	1,000
		4.70	1,000	1,000	-	-	1,000

## EXHIBIT J-2

Loan Used for:	Date of Issue	Interest Rate %	Amount of Issue	Balance at 07/01/96	New Bonds Issued	Amount Matured	Outstanding Balance
<b>HIGHWAY FUND</b>							
	Highways and Bridges						
		4.80 %	\$1,000	\$1,000		\$ -	\$1,000
		4.90	1,000	1,000		-	1,000
		4.90	1,000	1,000	-	-	1,000
		5.00	1,000	1,000	-	-	1,000
		5.10	1,000	1,000	-	-	1,000
	May 10, 1996	5.00	2,500	2,500		2,500	0
		4.00	2,500	2,500		-	2,500
		4.20	2,500	2,500		-	2,500
		4.30	2,500	2,500		-	2,500
		4.50	2,500	2,500		-	2,500
		4.60	2,500	2,500		-	2,500
		4.70	2,500	2,500		-	2,500
		5.25	2,500	2,500		-	2,500
		5.38	2,500	2,500		-	2,500
		5.38	2,500	2,500		-	2,500
	June 5, 1997	5.00	500		500		500
		4.30	500		500		500
		4.50	500		500		500
		4.60	500		500		500
		4.70	500		500		500
		4.75	500		500		500
		4.80	500		500		500
		4.85	500		500		500
		4.90	500		500		500
		4.95	500		500		500
<b>TOTAL HIGHWAY FUND</b>			<u>171,045</u>	<u>144,440</u>	<u>5,000</u>	<u>20,380</u>	<u>129,060</u>
<b>SELF-LIQUIDATING</b>							
<b>STATE COLLEGES and VOCATIONAL INSTITUTIONS</b>							
	Student Housing & Dining Facilities						
	March 15, 1967	3.40	267	27	-	27	0
	March 15, 1968	3.00	125	125	-	60	65
	April 1, 1980	8.00	1,190	340	-	85	255
		8.30	400	400	-	-	400
<b>TOTAL STATE COLLEGE and VOCATIONAL INSTITUTIONS</b>			<u>1,981</u>	<u>892</u>	<u>-</u>	<u>172</u>	<u>720</u>
<b>MAINE VETERANS' HOME</b>							
	May 15, 1981	10.00	110	20	-	10	10
		9.00	30	30	-	-	30
	March 15, 1982	9.25	60	60	-	10	50
	December 15, 1982	9.00	140	70	-	70	0
		7.50	720	720	-	-	720
<b>TOTAL MAINE VETERANS' HOME</b>			<u>1,060</u>	<u>900</u>	<u>-</u>	<u>90</u>	<u>810</u>

## EXHIBIT J-2

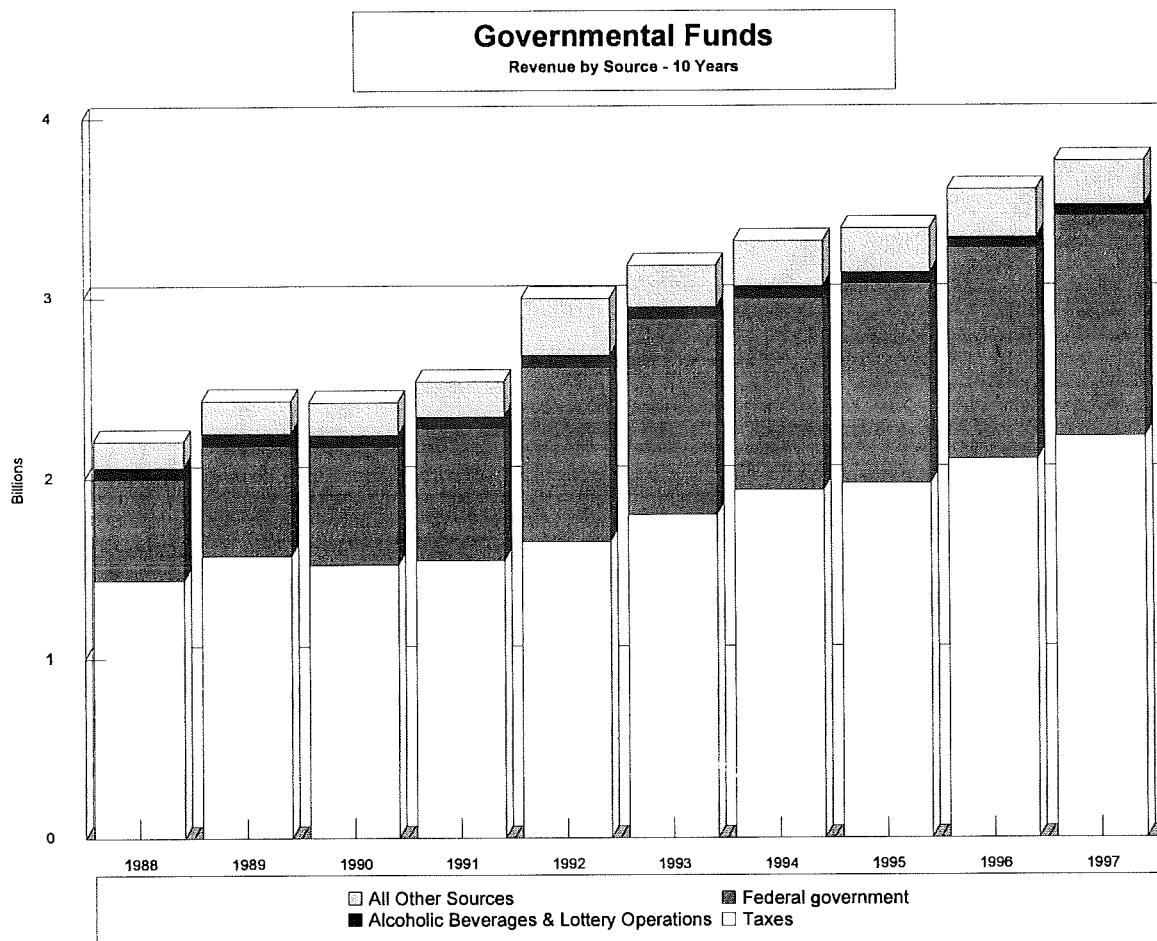
<u>Loan Used for:</u>	<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Amount of Issue</u>	<u>Balance at 07/01/96</u>	<u>New Bonds Issued</u>	<u>Amount Matured</u>	<u>Outstanding Balance</u>
<b>TOTAL SELF-LIQUIDATING</b>			<u>3,041</u>	<u>1,792</u>	<u>-</u>	<u>262</u>	<u>1,530</u>
<b>TOTAL GENERAL LONG-TERM DEBT</b>			<u>\$624,274</u>	<u>\$515,690</u>	<u>\$42,700</u>	<u>\$88,180</u>	<u>\$470,210</u>

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## GOVERNMENTAL FUNDS

### TOTAL REVENUES BY SOURCE (EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Taxes</b>	\$1,437,333	\$1,573,361	\$1,520,455	\$1,545,488	\$1,648,405	\$1,798,651	\$1,934,966	\$1,970,227	\$2,103,155	\$2,226,630
<b>Federal Government</b>	563,083	607,870	652,892	729,911	961,931	1,081,174	1,059,253	1,104,096	1,168,803	1,221,712
<b>Cities, Towns &amp; Counties</b>	4,197	7,198	4,721	3,709	4,059	3,586	5,144	4,551	3,649	6,173
<b>Services Charges</b>	48,124	62,822	63,931	84,206	98,085	111,980	105,504	99,730	131,968	95,537
<b>Alcoholic Beverage</b>	33,778	36,941	34,194	34,820	31,282	29,796	21,977	20,128	21,447	20,662
<b>Lottery Commission</b>	27,266	30,407	30,548	29,371	35,434	36,538	45,393	41,185	37,737	40,937
<b>Other Sources</b>	91,746	109,887	114,523	106,272	216,129	116,766	139,572	141,697	131,958	144,907
<b>Total Revenues</b>	\$2,205,527	\$2,428,486	\$2,421,264	\$2,533,777	\$2,995,325	\$3,178,491	\$3,311,809	\$3,381,614	\$3,598,717	\$3,756,558



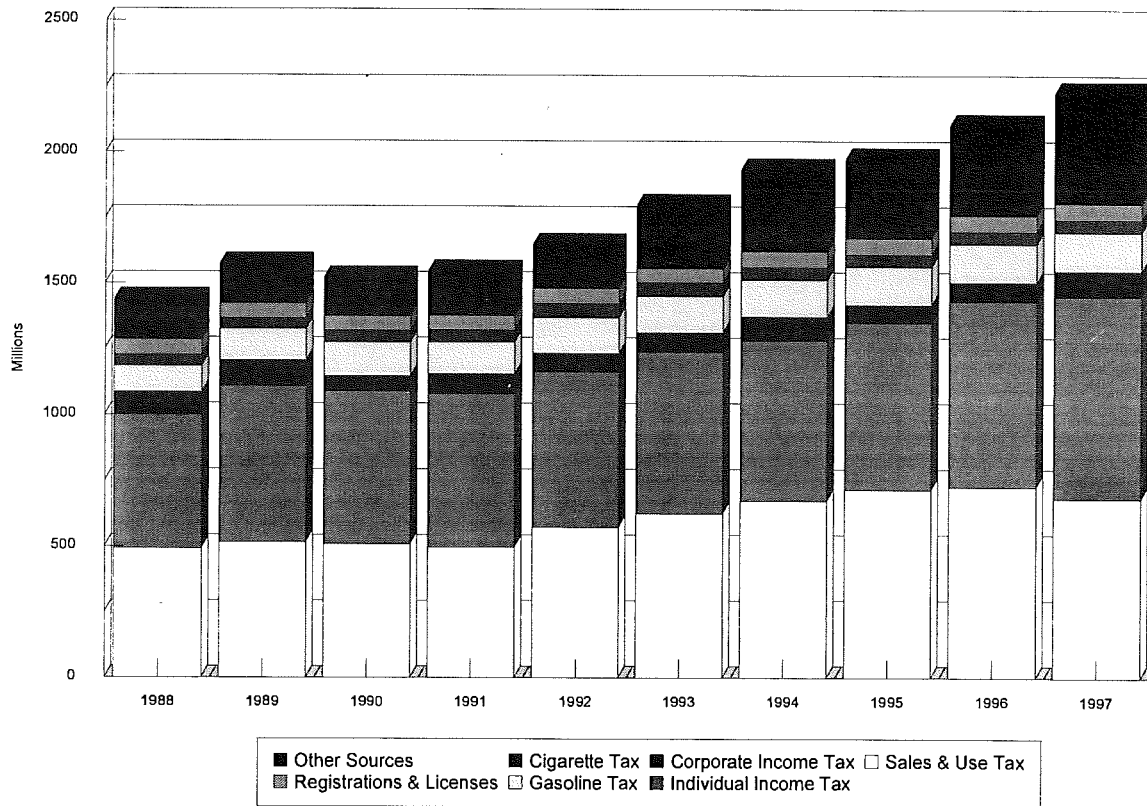
## GOVERNMENTAL FUNDS

### TAX REVENUES BY SOURCE (EXPRESSED IN THOUSANDS)

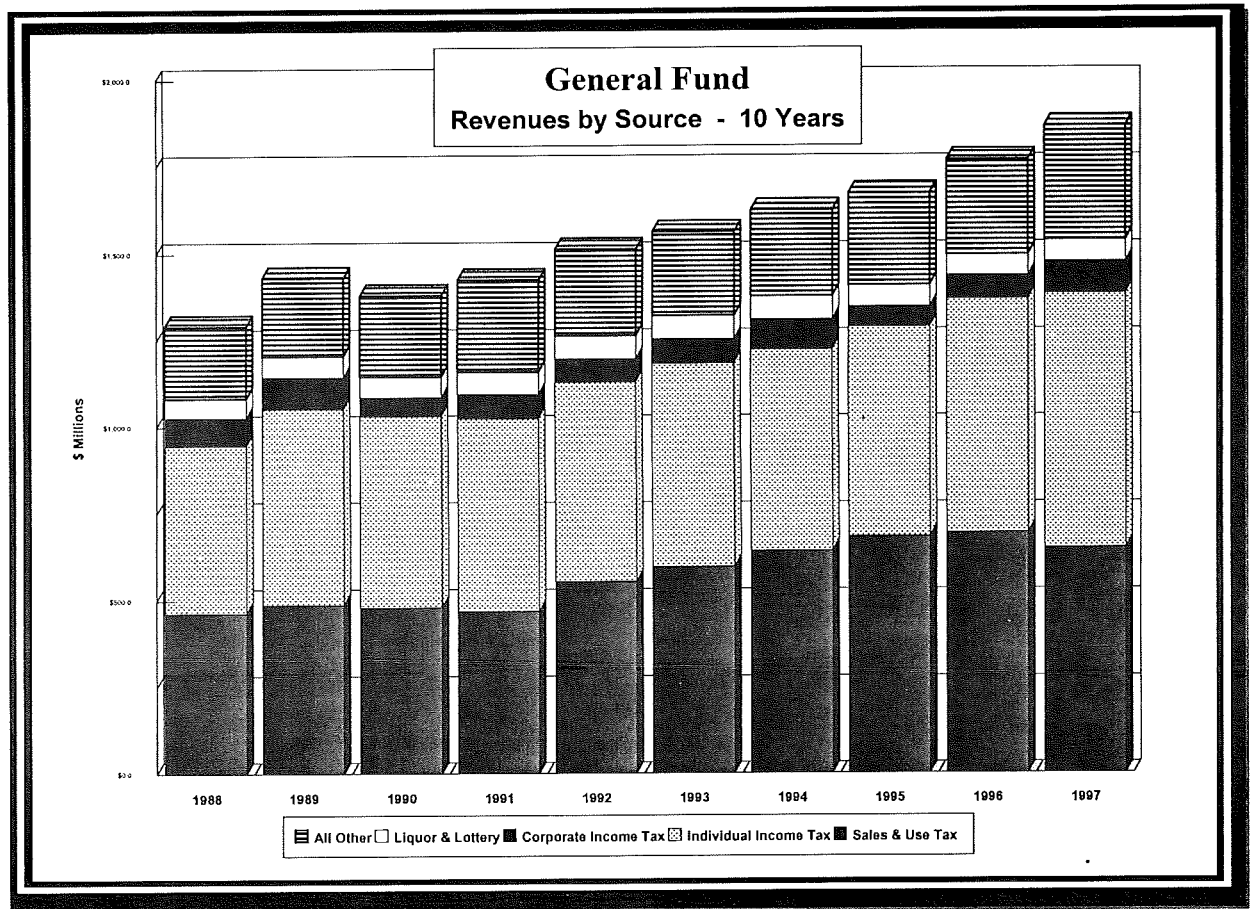
	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Sales &amp; Use Tax and Gross Receipts</b>	\$491,936	\$517,068	\$508,980	\$497,069	\$573,428	\$625,429	\$673,755	\$716,199	\$726,821	\$741,947
<b>Individual Income Tax</b>	509,106	593,311	580,562	582,794	591,476	614,171	611,826	637,516	709,491	771,847
<b>Corporate Income Tax</b>	84,545	96,333	57,658	76,053	69,927	75,700	90,208	68,032	71,062	97,146
<b>Gasoline Tax</b>	100,113	120,093	129,425	121,458	135,257	137,698	140,258	144,193	147,140	147,897
<b>Cigarette Tax</b>	41,691	41,218	44,311	45,610	55,322	51,978	48,675	48,632	47,602	48,048
<b>Motor Vehicle Registration &amp; Driver's Licenses</b>	57,832	56,968	55,198	55,138	57,821	53,542	59,795	62,558	61,329	61,804
<b>Other Sources</b>	152,110	148,370	144,321	167,366	165,174	240,133	310,449	298,097	339,710	357,941
<b>Total Tax Revenues</b>	<b>\$1,437,333</b>	<b>\$1,573,361</b>	<b>\$1,520,455</b>	<b>\$1,545,488</b>	<b>\$1,648,405</b>	<b>\$1,798,651</b>	<b>\$1,934,966</b>	<b>\$1,975,227</b>	<b>\$2,103,155</b>	<b>\$2,226,630</b>

### Governmental Funds

Tax Revenues By Source - 10 Years







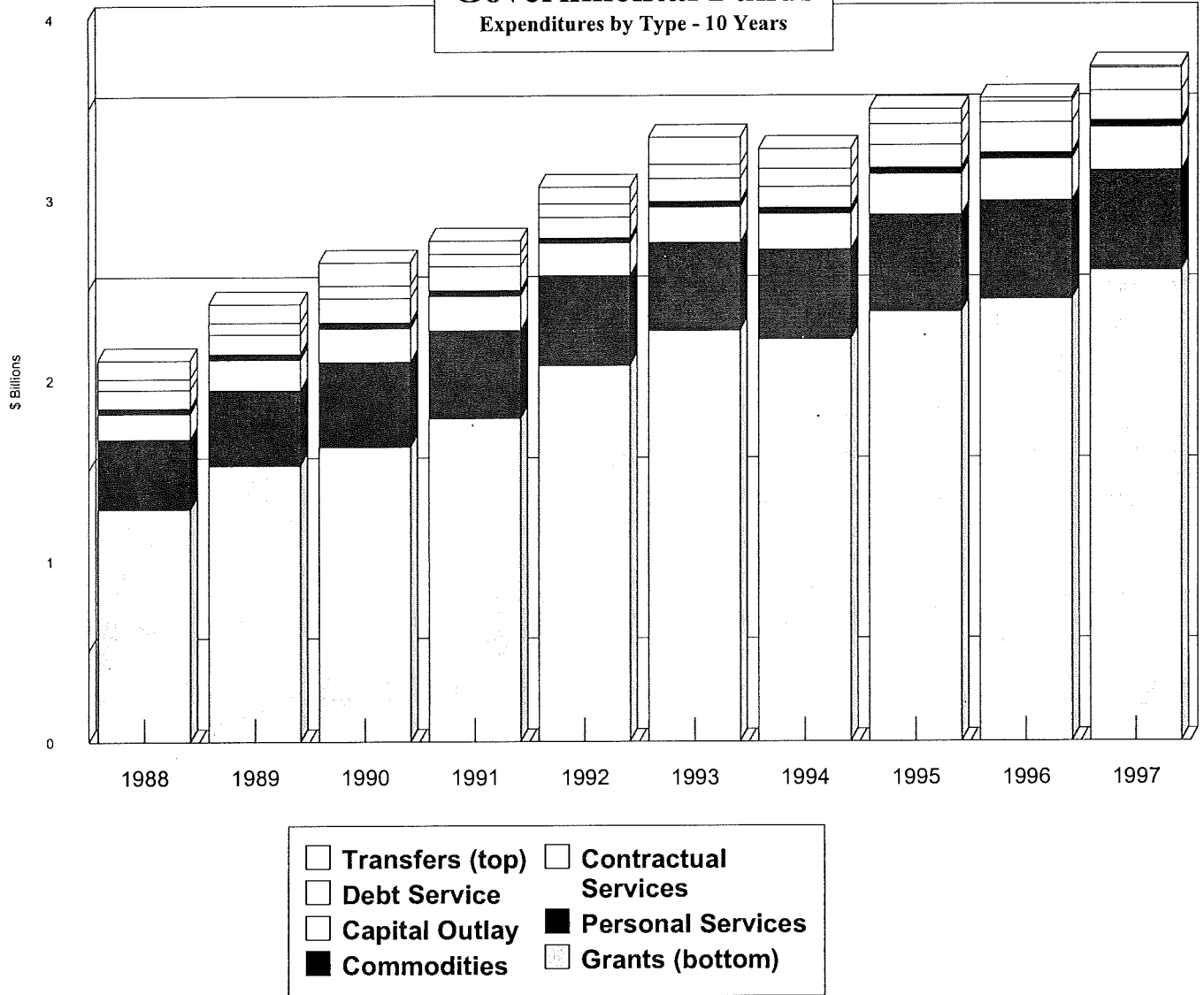
## GENERAL FUND

TOTAL REVENUES BY SOURCE  
(EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Taxes</b>	\$1,179,488	\$1,288,407	\$1,234,030	\$1,279,404	\$1,371,354	\$1,419,437	\$1,487,951	\$1,536,581	\$1,622,932	\$1,727,670
<b>Federal Government</b>	338	527	1,800	7,173	6,125	5,560	3,846	6,262	16,767	6,043
<b>Cities, Towns &amp; Counties</b>	791	788	178	97	28	166	223	282	318	104
<b>Service Charges</b>	16,250	25,415	28,263	27,664	29,296	33,211	26,081	20,693	20,003	15,426
<b>Alcoholic Beverages</b>	28,250	31,505	28,828	34,820	31,282	29,796	21,977	20,128	21,447	20,662
<b>Lottery Operations</b>	27,267	30,407	30,547	29,371	35,434	36,538	45,394	41,185	37,737	40,937
<b>Other Sources</b>	39,319	53,566	55,812	45,556	38,944	36,695	38,416	46,605	47,197	52,244
<b>Total Revenues</b>	\$1,291,703	\$1,430,615	\$1,379,458	\$1,424,085	\$1,512,463	\$1,561,403	\$1,623,888	\$1,671,736	\$1,766,401	\$1,863,086

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Sales &amp; Use Tax and Gross Receipts</b>	\$464,148	\$488,029	\$480,019	\$468,830	\$554,463	\$596,160	\$641,610	\$682,130	\$692,502	\$648,558
<b>Individual Income Tax</b>	482,869	564,154	551,232	555,250	574,036	585,677	580,610	604,958	674,508	733,067
<b>Corporate Income Tax</b>	80,801	91,607	54,951	69,735	67,985	72,335	86,805	58,404	67,345	92,817
<b>Cigarette Tax</b>	41,691	41,218	44,311	45,610	55,322	51,978	48,675	48,632	47,602	48,048
<b>Public Utilities Tax</b>	45,532	33,993	21,776	33,699	23,871	23,558	26,930	27,907	28,853	28,601
<b>Insurance Company Tax</b>	31,372	34,827	44,785	34,973	45,102	38,779	36,742	35,949	35,519	39,643
<b>Other Sources</b>	33,075	34,579	36,956	71,307	50,575	50,950	66,579	78,601	76,603	136,936
<b>Total Tax Revenues</b>	\$1,179,488	\$1,288,407	\$1,234,030	\$1,279,404	\$1,371,354	\$1,419,437	\$1,487,951	\$1,536,581	\$1,622,932	\$1,727,670

# **Governmental Funds** Expenditures by Type - 10 Years



## GOVERNMENTAL FUNDS

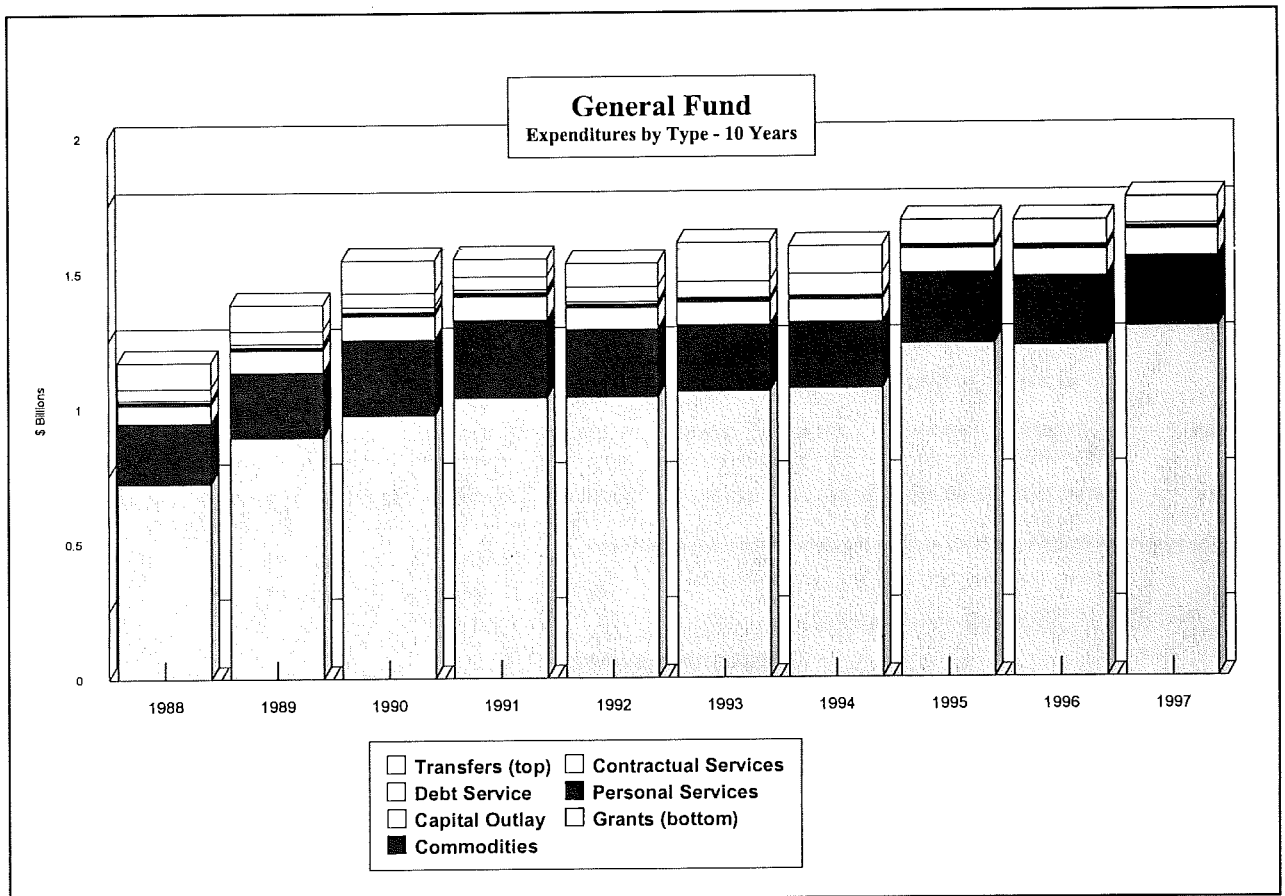
EXPENDITURES BY POLICY AREA  
(EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>General Government</b>	\$244,586	\$321,890	\$304,635	\$329,895	\$269,650	\$281,083	\$310,065	\$362,172	\$352,450	\$365,027
<b>Economic Development</b>	58,593	69,311	74,474	76,767	76,434	101,195	81,407	92,459	96,049	94,543
<b>Education &amp; Cultural Services</b>	707,127	800,346	886,776	834,034	892,672	958,295	901,229	959,367	974,989	985,952
<b>Human Services</b>	741,236	835,432	944,719	1,069,892	1,299,089	1,383,513	1,445,823	1,536,796	1,553,781	1,680,462
<b>Labor</b>	35,556	35,187	38,332	48,632	116,660	152,423	103,161	62,407	54,529	77,794
<b>Natural Resources</b>	61,414	65,710	73,681	87,710	80,331	98,514	84,911	115,906	109,259	107,109
<b>Public Protection</b>	44,706	47,902	51,194	50,360	56,815	53,627	56,597	56,640	56,733	63,357
<b>Transportation</b>	217,675	245,752	276,401	273,528	275,179	310,590	291,631	308,040	356,164	353,030
<b>Total Expenditures</b>	\$2,110,893	\$2,421,530	\$2,650,212	\$2,770,818	\$3,066,830	\$3,339,240	\$3,274,824	\$3,493,787	\$3,553,954	\$3,727,274

Note: The total for all Policy Areas listed above is the same as the totals shown below.

EXPENDITURES BY TYPE  
(EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Personal Services</b>	\$386,732	\$417,341	\$469,186	\$484,763	\$496,429	\$486,769	\$495,205	\$537,972	\$545,539	\$550,821
<b>Contractual Services</b>	142,928	169,322	186,261	190,692	179,747	196,818	198,379	224,724	230,087	238,793
<b>Commodities</b>	29,691	30,558	33,464	31,668	29,716	31,561	32,284	34,760	33,233	37,893
<b>Grants &amp; Subsidies</b>	1,287,632	1,528,016	1,630,268	1,787,597	2,079,244	2,270,785	2,223,323	2,373,108	2,442,251	2,602,675
<b>Capital Outlay</b>	101,925	109,201	132,643	134,271	114,533	126,917	116,333	125,146	167,417	162,235
<b>Debt Service</b>	60,289	64,570	70,342	67,038	73,561	78,150	100,294	114,226	113,852	124,441
<b>Contributions &amp; Transfers to Other Funds</b>	101,696	102,522	128,048	74,789	93,600	148,240	109,006	83,851	21,575	10,416
<b>Total Expenditures</b>	\$2,110,893	\$2,421,530	\$2,650,212	\$2,770,818	\$3,066,830	\$3,339,240	\$3,274,824	\$3,493,787	\$3,553,954	\$3,727,274



## GENERAL FUND

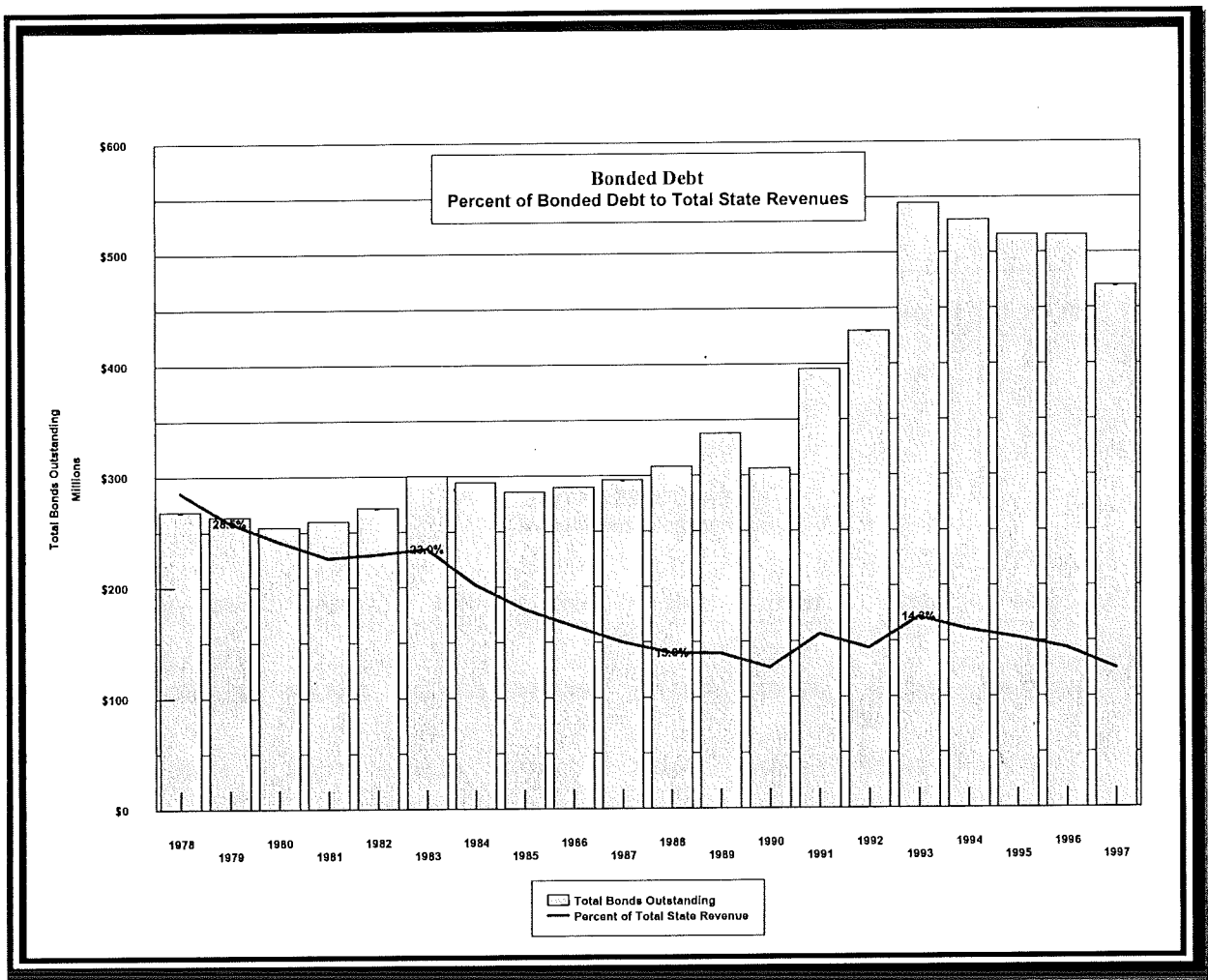
EXPENDITURES BY POLICY AREA  
(EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>General Government</b>	\$127,106	\$193,741	\$178,984	\$177,320	\$172,103	\$175,645	\$193,450	\$216,224	\$224,279	\$235,210
<b>Economic Development</b>	20,840	28,277	34,318	36,383	33,952	30,010	23,700	27,925	30,643	30,290
<b>Education &amp; Cultural Services</b>	633,189	713,742	804,822	750,233	795,444	854,091	800,836	854,864	868,288	891,458
<b>Human Services</b>	349,329	398,575	465,299	523,955	467,629	492,642	523,778	531,713	506,056	545,415
<b>Labor</b>	3,686	5,135	6,407	5,642	5,485	5,339	4,552	6,250	4,308	11,274
<b>Natural Resources</b>	19,480	22,761	24,609	39,092	36,867	34,435	32,936	36,592	37,564	38,892
<b>Public Protection</b>	14,582	15,458	22,291	14,537	14,577	11,745	11,247	11,310	11,304	13,336
<b>Transportation</b>	4,218	7,069	10,130	3,803	7,787	2,713	2,305	2,120	2,765	2,778
<b>Total Expenditures</b>	\$1,172,430	\$1,384,758	\$1,546,860	\$1,550,965	\$1,533,844	\$1,606,620	\$1,592,804	\$1,686,998	\$1,685,207	\$1,768,653

EXPENDITURES BY TYPE  
(EXPRESSED IN THOUSANDS)

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
<b>Personal Services</b>	\$224,340	\$242,236	\$279,461	\$286,723	\$249,714	\$244,303	\$244,254	\$259,490	\$254,518	257,102
<b>Contractual Services</b>	67,248	81,652	88,324	86,016	79,641	83,361	81,136	87,959	98,119	96,970
<b>Commodities</b>	12,386	11,923	13,438	14,931	12,465	12,928	12,516	11,920	11,740	12,784
<b>Grants &amp; Services</b>	723,429	893,031	974,504	1,038,945	1,040,396	1,060,010	1,069,456	1,233,127	1,223,736	1,293,325
<b>Capital Outlays</b>	7,489	13,661	19,078	11,396	9,557	3,889	3,753	3,754	6,312	10,218
<b>Debt Service</b>	41,940	45,914	51,942	47,419	54,548	59,926	78,784	89,001	88,530	95,885
<b>Contributions &amp; Transfers to Other Funds</b>	95,598	96,341	120,113	65,535	87,523	142,203	102,905	1,747	2,252	2,369
<b>Total Expenditures</b>	\$1,172,430	\$1,384,758	\$1,546,860	\$1,550,965	\$1,533,844	\$1,606,620	\$1,592,804	\$1,686,998	\$1,685,207	\$1,768,653

Note: The total for all Policy Areas listed above is the same as the totals shown below.



**BONDED DEBT - ALL FUNDS**

(EXPRESSED IN THOUSANDS)

Year Ended	Bonds Outstanding at June 30,					Total Governmental Funds Revenue	Percent of State Revenues
	General Fund	Highway Fund	University of Maine	Other	Total		
1977	\$188,270	\$60,615	\$12,995	\$13,070	\$274,950	\$823,361	33.4%
1978	187,235	55,725	13,585	11,850	268,395	941,135	28.5%
1979	185,945	50,935	13,210	13,490	263,580	1,020,571	25.8%
1980	169,370	59,145	12,835	13,025	254,375	1,054,219	24.1%
1981	172,835	62,105	12,450	12,450	259,840	1,149,030	22.6%
1982	178,662	67,745	12,060	13,255	271,722	1,183,744	23.0%
1983	185,097	90,260	11,655	13,310	300,322	1,282,795	23.4%
1984	175,899	94,830	11,245	12,590	294,564	1,459,558	20.2%
1985	170,084	93,185	10,805	11,860	285,934	1,592,926	18.0%
1986	177,110	91,240	10,360	11,120	289,830	1,762,469	16.4%
1987	183,990	92,365	9,895	10,325	296,575	1,979,718	15.0%
1988	201,160	88,170	9,420	9,525	308,275	2,205,527	14.0%
1989	221,645	98,850	8,930	8,675	338,100	2,428,486	13.9%
1990	202,405	87,610	8,435	7,825	306,275	2,421,264	12.6%
1991	277,710	102,870	7,910	6,930	395,420	2,533,777	15.6%
1992	308,890	107,395	7,380	6,015	429,680	2,995,325	14.3%
1993	405,822	136,320	-	2,563	544,705	3,178,491	17.1%
1994	383,618	143,355	-	2,312	529,285	3,311,809	16.0%
1995	377,055	136,950	-	2,055	516,060	3,381,332	15.3%
1996	369,458	144,440	-	1,792	515,690	3,598,717	14.3%
1997	340,276	129,060	-	810	470,146	3,756,558	12.5%



# MAINE FINANCIAL INSTITUTION DEPOSITS

For the Years 1992 to 1996

(Expressed in Thousands)

	<u>1993</u>		<u>1994</u>		<u>1995</u>		<u>1996</u>		<u>1997</u>	
	<u>No.</u>	<u>Bank Deposits</u>	<u>No.</u>	<u>Bank Deposits</u>	<u>No.</u>	<u>Bank Deposits</u>	<u>No.</u>	<u>Bank Deposits</u>	<u>No.</u>	<u>Bank Deposits</u>
Trust Companies	14	\$4,874,189	14	\$4,909,550	14	\$5,484,431	14	\$5,396,641	13	\$2,790,194
National Banks	6	1,806,263	6	1,744,084	5	1,051,103	5	1,032,321	6	3,433,699
State Savings Banks	17	4,439,902	17	4,523,302	17	4,856,487	17	5,062,377	17	5,307,205
Federal Savings Banks	6	528,011	5	473,484	4	405,567	4	428,519	4	556,835
State Savings & Loans	4	101,817	4	101,595	3	76,042	3	83,630	3	88,399
Federal Savings & Loans	5	216,717	5	216,956	5	233,024	5	243,010	4	168,591
State Credit Unions	10	331,753	13	341,875	13	352,500	12	368,532	11	380,613
Federal Credit Unions	91	1,349,553	84	1,404,583	83	1,463,185	82	1,579,902	80	1,650,747
Total Institutions	153	\$13,648,205	148	\$13,715,429	144	\$13,922,339	142	\$14,194,932	138	14,376,283
State Chartered	45	9,747,661	48	9,876,322	47	10,769,460	46	10,911,180	44	8,566,411
Federally Chartered	108	3,900,544	100	3,839,107	97	3,152,879	96	3,283,752	94	5,809,872
Total Chartered	153	\$13,648,205	148	\$13,715,429	144	\$13,922,339	142	\$14,194,932	138	14,376,283

Source: Bureau of Banking, Maine Department of Professional and Financial Regulation.

## CIVILIAN LABOR FORCE

**Employed and Unemployed by Labor Market Area, Not Seasonally Adjusted**  
**March 1998**

AREA	CIVILIAN LABOR FORCE(1)			EMPLOYED(2)			UNEMPLOYED(3)			UNEMPLOYMENT RATE(4)		
	Mar 98	Feb 98	Mar 97	Mar 98	Feb 98	Mar 97	Mar 98	Feb 98	Mar 97	Mar 98	Feb 98	Mar 97
<b>LABOR MARKET AREAS</b>												
Augusta	45,050	45,010	46,040	42,430	42,060	42,760	2,620	2,950	3,280	5.8%	6.5%	7.1%
Bangor MSA	50,800	51,000	49,300	48,800	48,800	46,800	2,000	2,200	2,500	3.9%	4.3	5.2
Bath-Brunswick	33,410	33,220	33,320	31,970	31,540	31,550	1,430	1,680	1,770	4.3	5.1	5.3
Belfast	14,170	13,780	14,630	13,110	12,630	13,440	1,060	1,150	1,180	7.5	8.4	8.1
Biddeford	34,050	33,660	35,040	32,430	31,850	33,170	1,630	1,810	1,870	4.8	5.4	5.3
Boothbay Harbor	7,540	7,560	7,670	7,140	7,090	7,230	410	470	440	5.4	6.3	5.7
Bucksport	5,000	4,940	5,050	4,640	4,560	4,620	360	390	430	7.3	7.8	8.5
Calais	5,130	5,120	5,380	4,400	4,350	4,480	730	770	900	14.2	15.0	16.7
Dexter-Pittsfield	12,580	12,390	12,640	11,310	11,090	10,950	1,280	1,300	1,680	10.1	10.5	13.3
Dover-Foxcroft	7,660	7,470	7,810	7,130	6,940	7,150	520	530	650	6.8	7.1	8.3
Ellsworth-Bar Harbor	17,190	17,120	17,630	15,420	15,150	15,610	1,770	1,980	2,030	10.3	11.5	11.5
Farmington	17,810	17,820	18,870	16,580	16,530	17,340	1,230	1,300	1,530	6.9	7.3	8.1
Fort Kent	3,400	3,470	3,930	2,980	3,080	3,250	420	400	680	12.4	11.4	17.3
Greenville	1,010	1,040	1,000	920	940	880	100	100	120	9.6	9.8	11.5
Houlton	6,370	6,270	6,640	5,960	5,900	6,130	410	370	510	6.5	5.9	7.6
Jonesport-Milbridge	3,790	3,710	3,860	3,220	3,110	3,270	570	610	590	15.0	16.3	15.2
Kittery-York (5)	19,600	19,490	19,760	19,330	19,120	19,220	270	370	530	1.4	1.9	2.7
Lewiston-Auburn MSA	51,500	51,400	51,700	48,700	48,200	48,000	2,800	3,200	3,800	5.4	6.3	7.3
Lincoln-Howland	5,820	5,740	5,940	5,350	5,290	5,370	480	450	570	8.2	7.8	9.6
Machias-Eastport	6,770	6,510	7,020	5,950	5,770	6,270	820	740	750	12.1	11.3	10.7
Madawaska	4,080	4,020	4,270	3,770	3,700	3,860	300	320	410	7.5	8.0	9.6
Millinocket-East Millinocket	5,240	5,190	5,350	4,770	4,740	4,880	470	450	480	9.0	8.7	8.9
Norway-Paris	11,150	11,220	11,250	10,340	10,270	10,330	820	950	920	7.3	8.5	8.2
Outer Bangor	7,170	7,120	7,360	6,630	6,540	6,600	540	580	760	7.5	8.2	10.3
Patten-Island Falls	1,980	1,960	2,050	1,740	1,760	1,800	230	200	250	11.8	10.2	12.0
Portland	132,900	131,800	131,700	129,200	127,600	127,300	3,700	4,200	4,400	2.8	3.2	3.4
Presque Isle-Caribou	19,680	19,980	20,950	18,120	18,280	18,690	1,560	1,700	2,270	7.9	8.5	10.8
Rockland	22,470	22,260	22,390	21,420	21,070	21,230	1,060	1,190	1,150	4.7	5.4	5.2
Rumford	11,120	11,140	11,040	10,480	10,400	10,290	640	740	760	5.8	6.7	6.9
Sanford	23,330	23,260	23,320	22,170	21,890	21,700	1,160	1,370	1,620	5.0	5.9	7.0
Sebang Lakes Region	13,040	13,170	13,390	12,500	12,620	12,770	530	550	620	4.1	4.2	4.6
Skowhegan	16,530	16,520	17,240	15,100	15,110	15,530	1,430	1,410	1,710	8.7	8.5	9.9
Stonington	5,160	5,090	5,560	4,890	4,800	5,220	280	290	340	5.4	5.7	6.1
Van Buren	1,650	1,590	1,700	1,480	1,410	1,490	170	190	210	10.4	11.9	12.3
Waterville	24,850	24,530	25,060	23,070	22,700	22,980	1,780	1,840	2,080	7.2	7.5	8.3
MAINE	649,000	645,600	655,900	613,400	606,900	612,100	35,600	38,800	43,800	5.5	6.0	6.7
UNITED STATES (000)	136,967	136,286	135,524	130,150	129,482	128,125	6,816	6,804	7,399	5.0	5.0	5.5

1. Civilian labor force, employed, and unemployed estimates are by place of residence. Current month estimates are preliminary; prior month and year-ago estimates are revised. Items may not add due to rounding. All data exclude members of the Armed Forces. MSA stands for Metropolitan Statistical Area.

2. Total employment includes nonfarm wage and salary workers, agricultural workers, unpaid family workers, domestics, the self employed, and workers involved in labor disputes.

3. People are classified as unemployed, regardless of their eligibility for unemployment benefits or public assistance, if they meet all of the following: they were not employed during the survey week; they were available for work at that time; and they made specific efforts to find employment some time during the prior four weeks. Persons laid off from their former jobs and awaiting recall and those expecting to report to a job within 30 days need not be looking for work to be counted as unemployed.

4. The unemployment rate is calculated by dividing the total number of unemployed by the total civilian labor force, and is expressed as a percent.

5. Kittery-York is the five-town Maine portion of the Portsmouth-Rochester PMSA which includes towns in both Maine and New Hampshire.

Source: Maine Department of Labor, Labor Market Information Services, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.

# TOP FIFTY MAINE COMPANIES

As of June, 1997

(Ranked by Number of Employees in Maine)

Company	Number of Employees
1 Hannaford Brothers Company.	7,200
2 Bath Iron Works	7,000
3 L.L. Bean, Inc.	5,400
4 Maine Medical Center	4,200
5 Wal-Mart Stores, Inc.	4,000
6 Shaw's Supermarkets, Inc.	3,200
7 UNUM Corporation	3,000
8 MBNA	2,600
9 Eastern Maine Medical Center	2,400
10 S.D. Warren	2,200
11 Great Northern Paper	1,700
12 Pratt & Whitney Aircraft Division	1,600
13 Central Maine Power Company	1,500
14 Dexter Shoe Company, Inc.	1,400
15 International Paper Company	1,400
16 Irving Oil Corporation	1,400
17 Manpower Temporary Services	1,400
18 Mead Oxford Corporation	1,400
19 New England Telephone Company	1,400
20 People's Heritage Saving Bank	1,400
21 Ames Department Store	1,200
22 Champion International	1,200
23 Maine Blue Cross & Blue Shield	1,200
24 Central Maine Medical Center	1,000
25 Fairchild Semiconductor Corporation	1,000
26 First Healthcare Corporation	1,000
27 Fraser Papers, Ltd.	1,000
28 Guy Gannett Communications	1,000
29 Key Bank of Maine	1,000
30 Mid-Maine Medical Center	1,000
31 Rite Aid of Maine, Inc.	1,000
32 Sears Roebuck & Co.	1,000
33 Bates College	800
34 Bowdoin College	800
35 C.N. Brown Company	800
36 Cianbro Corporation	800
37 Community Health & Counseling	800
38 Eastland Shoe Manufacturing Corporation	800
39 G.H. Bass & Company	800
40 Georgia Pacific Corporation	800
41 Jackson Laboratory	800
42 Maine General Medical Ctr.	800
43 Mercy Hospital	800
44 Southern Maine Medical Ctr.	800
45 Sprague Sanford Inc.	800
46 United Parcel Service	800
47 General Electric Company	600
48 Goodwill Industries of Northern Maine	600
49 Kelly Services Inc.	600
50 Sebago Inc.	600

\* Approximate number of employees

Source: Maine State Department of Labor

# MAINE EXPORTS AT A GLANCE

## EXPORTS BY INDUSTRY

(Expressed in Thousands)

SIC	Description	1996	1997	Percent of Change
1	Agricultural Production - Crops	\$8,756	\$15,711	79.4 %
2	Agricultural Production - Livestock	44,763	37,782	(15.6)
8	Forestry	2,411	955	(60.4)
9	Fishing, Hunting and Trapping	105,515	120,900	14.6
14	Nonmetallic Minerals, Except Fuels	451	472	4.7
20	Food and Kindred Products	63,629	76,590	20.4
22	Textile Mill Products	9,678	8,365	(13.6)
23	Apparel and Other Textile Products	14,948	24,141	61.50
24	Lumber and Wood Products	161,473	220,718	36.70
25	Furniture and Fixtures	5,190	6,385	23.0
26	Paper and Allied Products	394,260	382,260	(3.0)
27	Printing and Publishing	3,626	3,307	(8.8)
28	Chemicals and Allied Products	44,021	32,237	(26.8)
29	Petroleum and Coal Products	2,000	2,473	23.7
30	Rubber and Misc. Plastics Products	25,601	23,968	(6.40)
31	Leather and Leather Products	92,555	103,495	11.8
32	Stone, Clay and Glass Products	5,014	7,231	44.2
33	Primary Metal Industries	18,760	11,519	38.6
34	Fabricated Metal Products	17,328	32,454	87.3
35	Industrial Machinery, Computers	83,272	77,722	6.7
36	Electronics, Electric Equipment (except computers)	254,754	543,469	113.3
37	Transportation Equipment	50,978	84,147	65.1
38	Instruments and Related Products	35,935	19,679	(45.20)
39	Misc. Manufacturing Industries	4,880	9,607	96.9
91	Scrap and Waste	9,888	9,449	(4.4)
92	Used or Secondhand Merchandise	1,869	1,790	(4.2)
98	Goods Returned to Canada	22,787	20,919	87.2
99	Special Classification Provisions	2,482	654	73.7
Maine Export Totals		\$1,486,767	\$2,350,195	

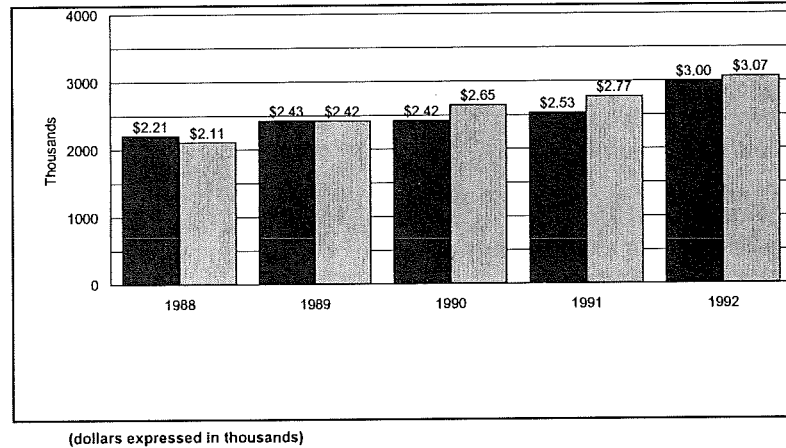
## TOP TEN MARKETS

Country	1996	1997	Percent of Change
Canada	\$558,199	\$645,008	15.6 %
Malaysia	98,964	248,322	150.9
Singapore	51,261	179,626	250.4
Japan	98,678	99,970	1.3
United Kingdom	59,079	89,126	50.9
Republic of Korea	70,609	80,400	13.9
Hong Kong	50,887	59,251	16.4
France	65,708	55,573	(15.4)
Belgium	40,984	52,215	27.4
Germany	42,485	38,486	(9.4)
Australia	39,003	33,604	(13.8)

Source: Maine World Trade Association

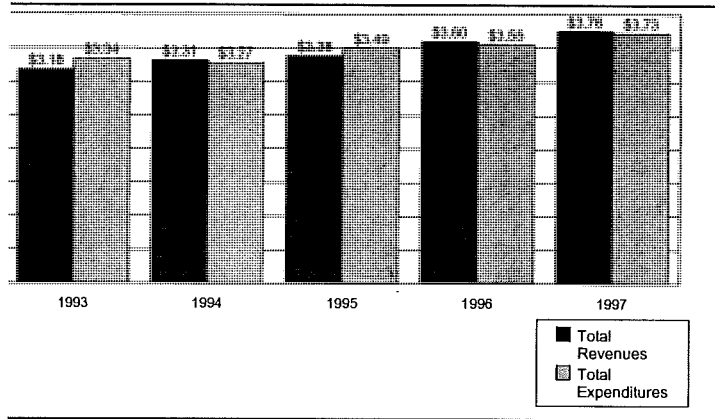
## GOVERNMENTAL FUNDS

## TEN YEAR SCHEDULE OF REVENUES AND EXPENDITURES



Revenues by Source:	1988	1989	1990	1991
<b>Taxes</b>				
Sales & Use	\$491,936	\$517,068	\$508,980	\$497,069
Individual Income Tax	509,106	593,311	580,562	582,794
Corporate Income Tax	84,545	96,333	57,658	76,053
Gasoline Tax	100,113	120,093	129,425	121,458
Cigarette Tax	41,691	41,218	44,311	45,610
Other Tax Sources	152,110	148,370	144,321	167,366
<b>Total Taxes</b>	<b>1,379,501</b>	<b>1,516,393</b>	<b>1,465,257</b>	<b>1,490,350</b>
<b>Federal Government</b>	<b>563,083</b>	<b>607,870</b>	<b>652,892</b>	<b>729,911</b>
<b>Motor Vehicle Registration &amp; Driver Licenses</b>	<b>57,832</b>	<b>56,968</b>	<b>55,198</b>	<b>55,138</b>
<b>Cities, Towns &amp; Counties</b>	<b>4,197</b>	<b>7,198</b>	<b>4,721</b>	<b>3,709</b>
<b>Service Charges</b>	<b>48,124</b>	<b>62,822</b>	<b>63,931</b>	<b>84,206</b>
<b>Alcoholic Beverages &amp; Lottery Operations</b>	<b>61,044</b>	<b>67,348</b>	<b>64,742</b>	<b>64,191</b>
<b>Other Revenue Sources</b>	<b>91,746</b>	<b>109,887</b>	<b>114,523</b>	<b>106,272</b>
<b>Total Revenues</b>	<b>\$2,205,527</b>	<b>\$2,428,486</b>	<b>\$2,421,264</b>	<b>\$2,533,777</b>

Expenditures by Policy Area:	1988	1989	1990	1991
<b>General Government</b>	<b>\$244,586</b>	<b>\$321,890</b>	<b>\$304,635</b>	<b>\$329,895</b>
<b>Economic Development</b>	<b>58,593</b>	<b>69,311</b>	<b>74,474</b>	<b>76,767</b>
<b>Education &amp; Cultural Services</b>	<b>707,127</b>	<b>800,346</b>	<b>886,776</b>	<b>834,034</b>
<b>Human Services</b>	<b>741,236</b>	<b>835,432</b>	<b>944,719</b>	<b>1,069,892</b>
<b>Labor</b>	<b>35,556</b>	<b>35,187</b>	<b>38,332</b>	<b>48,632</b>
<b>Natural Resources</b>	<b>61,414</b>	<b>65,710</b>	<b>73,681</b>	<b>87,710</b>
<b>Public Protection</b>	<b>44,706</b>	<b>47,902</b>	<b>51,194</b>	<b>50,360</b>
<b>Transportation</b>	<b>217,675</b>	<b>245,752</b>	<b>276,401</b>	<b>273,528</b>
<b>Total Expenditures</b>	<b>\$2,110,893</b>	<b>\$2,421,530</b>	<b>\$2,650,212</b>	<b>\$2,770,818</b>



						% of
1992	1993	1994	1995	1996	1997	Total
\$573,428	\$625,429	\$673,755	\$716,199	\$726,821	\$741,948	19.75%
591,476	614,171	611,826	637,516	709,491	771,847	20.55%
69,927	75,700	90,208	63,032	71,062	97,146	2.59%
135,257	137,698	140,258	144,193	147,140	147,896	3.94%
55,322	51,978	48,675	48,632	47,602	48,048	1.28%
165,174	240,133	310,449	298,097	339,710	357,941	9.53%
1,590,584	1,745,109	1,875,171	1,907,669	2,041,826	2,164,826	57.63%
961,931	1,081,174	1,059,253	1,104,096	1,168,803	1,221,712	32.52%
57,821	53,542	59,795	62,558	61,329	61,804	1.65%
4,059	3,586	5,144	4,551	3,649	6,173	0.16%
98,085	111,980	105,504	99,730	131,968	95,537	2.54%
66,716	66,334	67,370	61,313	59,184	61,599	1.64%
216,129	116,766	139,572	141,697	131,958	144,907	3.86%
\$2,995,325	\$3,178,491	\$3,311,809	\$3,381,614	\$3,598,717	\$3,756,558	100%
1992	1993	1994	1995	1996	1997	% of Total
\$269,650	\$281,083	\$310,065	\$362,172	\$352,450	\$365,027	9.79%
76,434	101,195	81,407	92,459	96,049	94,543	2.54%
892,672	958,295	901,229	959,367	974,989	985,952	26.45%
1,299,089	1,383,513	1,445,823	1,536,796	1,553,781	1,680,462	45.09%
116,660	152,423	103,161	62,407	54,529	77,794	2.09%
80,331	98,514	84,911	115,906	109,259	107,109	2.87%
56,815	53,627	56,597	56,640	56,733	63,357	1.70%
275,179	310,590	291,631	308,040	356,164	353,030	9.47%
\$3,066,830	\$3,339,240	\$3,274,824	\$3,493,787	\$3,553,954	\$3,727,274	100%



<b><u>Executive Department</u></b>		
Governor's Office	Angus S. King, Jr., Governor	Angus.W.King@state.me.us
State Planning	Evan D. Richert	RicherE@state.me.us
<b><u>Constitutional Officers</u></b>		
Office of Attorney General	Andrew Ketterer, Attorney General	atdkett@state.me.us
Department of Audit	Gail Chase, State Auditor	ChaseG@state.me.us
State Department	Dan Gwadosky, Secretary of State	GwadosD@state.me.us
Department of Treasury	Dale McCormick, State Treasurer	Dale.McCormick@state.me.us
<b><u>Judicial</u></b>		
Administrative Office of the Courts	James T. Glessner, State Court	courts.state.me.us
<b><u>State Departments/Agencies</u></b>		
Department of Administrative & Financial Services	Janet E. Waldron, Commissioner	Janet.E.Waldron@state.me.us
Department of Agriculture	Edward McLaughlin, Commissioner	MclaugE@state.me.us
Department of Conservation	Ronald B. Lovaglio, Commissioner	LovagIR@state.me.us
Department of Corrections	Marty Magnusson, Commissioner	MagnusM@state.me.us
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Department of Economic & Community	Steven Levesque, Acting Commissioner	LevesqS@state.me.us
Department of Education	Duke Albanese, Commissioner	eddalba@state.me.us
Department of Environmental Protection	Edward O. Sullivan, Commissioner	adnsulli@state.me.us
Department of Inland Fisheries & Wildlife	Lee Perry, Commissioner	PerryL@state.me.us
Department of Human Services	Kevin W. Concannon, Commissioner	ConcanK@state.me.us
Finance Authority of Maine	Timothy P. Agnew, CEO	agnew@fame.maine.com
Department of Labor	Valerie R. Landry, Commissioner	commisionr@state.me.us
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Maine Publicity Bureau	Wanda Plummer, Executive Director	MPBINFO@MAINETOURISM.COM
Maine State Housing Authority	David Lakari, Director	dlakari@mainehousing.org
Maine State Library	J. Gary Nichols, State Librarian	nicholg@state.me.us
Department of Marine Resources	George Lapointe, Commissioner	LapoinG@state.me.us
Department of Mental Health & Mental Retardation	Melodie J. Peet, Commissioner	mhmpeet@state.me.us
Maine State Museum	Joseph R. Phillips, Director	Phillij@state.me.us
Department of Professional & Financial Regulation	S. Catherine Longley, Commissioner	LongleyK@state.me.us
Department of Public Safety	Michael F. Kelly, Commissioner	kellmil1@state.me.us
Department of Transportation	John G. Melrose, Commissioner	MelrosJ@state.me.us