

MAINE STATE LEGISLATURE

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REPORT OF EXAMINATION

STATE OF MAINE

JUNE 30, 1939

**REPORT FROM
ERNST & ERNST
AUDITS AND SYSTEMS**

Report Of Examination

State Of Maine

June 30, 1939

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PARIS
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ANTWERP

CABLE ADDRESS
"ERNSTAUDIT" N. Y.

May 11, 1940.

Hon. Lewis O. Barrows
Governor of the State of Maine
and
Members of Executive Council
Augusta, Maine

In accordance with your instructions, we have examined the published balance sheets of the State of Maine as of June 30, 1938, and 1939, and the statements of revenue and expenditures for the fiscal years ended June 30, 1938, and 1939, have reviewed the system of internal control and accounting procedures and, without making a complete detailed audit of all transactions, have examined or tested accounting records of the State and other supporting evidence, by methods and to the extent we deemed appropriate. In view of developments during our examination, hereinafter referred to, you have since enlarged upon your original instructions by requesting us to extend our examination as indicated for the period from January 1, 1932, the date of adoption of the Administrative Code, to March 31, 1940. We are now engaged on this work and, at its conclusion, a supplementary report will be rendered thereon.

BALANCE SHEETS

We are submitting herewith comparative balance sheets at June 30, 1938, and 1939, in which we have shown, in the first column, the assets and liabilities stated in the amounts appearing in the published reports, as prepared by the State Controller, and, in the second column, as determined by us. We have reclassified and combined some of the accounts appearing in the published statements, but the items have been identified with those appearing in the published report at June 30, 1939, in the following explanatory comments. We have followed the policy in preparation of the balance sheets of giving effect to the correction of accounting errors, but have not made provision for valuation of assets, nor have we included therein assets of the State which have not customarily been included in the general books of the State, with the exception of the Liquor Commission, for which separate accounting records are maintained. We invite your attention to the following comments and explanations as to the extent of our verification of the assets and liabilities appearing in the balance sheet at June 30, 1939:

ASSETS

CASH IN TREASURY

We have classified the cash resources of the State as follows:

On deposit:		
Unrestricted	\$3,679,033.07	
Restricted	187,873.64	
Federal funds for specific purposes	544,941.31	
		\$4,411,848.02
In transit		17,849.13
On hand		27,368.12
		<u>\$4,457,065.27</u>

We counted all funds in the hands of the State Treasurer on the morning of March 1, 1940. The total of the cash and cash items was found to be in agreement with the general books. Sealed statements from all depository banks were delivered to us, and we reconciled the balances in all depository banks as of February 29, 1940. In addition,

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we corresponded with all banks and received direct confirmation of the balances on deposit at June 30, 1939, and February 29, 1940. We reviewed reconciliations of the bank accounts as of June 30, 1939, prepared by the State Controller. We found that no accurate reconciliations of the principal active bank account were on file. In the reconciliation of this account as of December 31, 1938, there appeared an amount for unreconciled differences existing as of that date, which amount was used consistently in all subsequent reconciliations of this particular bank account. A similar situation existed with respect to one of the other principal accounts which partially offset the differences in the first account referred to. The effect of adjusting the net amount of unreconciled differences in these two accounts is to increase the cash on deposit in the amount of \$17,950.89.

We have eliminated from the cash on deposit and reclassified as accounts receivable the amount of \$6,219.32, representing the total amount of protested checks charged back to the State's accounts by the depository banks and not adjusted on the Treasurer's books. It has been the policy of the Treasurer to refer all protested checks to the departments in which they originated, and the responsibility has been placed on the departments to collect such items. Many of them are, however, not collected, and the list of protested checks amounting to \$6,219.32 submitted to us and included in the Treasurer's balances of cash on deposit disclosed items for each year from 1933 to date. Obviously, these old protested checks are of little, if any, value.

We have not segregated amounts due from the general funds to the Teachers Retirement Fund and to the Trust Fund for Lands Reserved for Public Uses, which amounts at June 30, 1939, were as follows:

Due to Trust Funds—Lands Reserved for Public		
Uses	\$166,765.10	
Due to other trust funds	8,352.14	
		\$175,117.24
Due to Teachers Retirement Fund		26,878.93
		<u>\$201,996.17</u>

As hereinafter commented upon, the amount due to the Trust Funds for Lands Reserved for Public Uses represents cash belonging to the Trust Fund which was withdrawn and used for general purposes in past years. At June 30, 1937, the amount due the Trust Fund for Lands Reserved for Public Uses was \$180,442.57. The amount due the Teachers Retirement Fund is provided for in the balance sheet in the appropriation balances, and represents amounts collected but not transferred to the Teachers Fund at June 30, 1939.

The amount shown for federal funds for specific purposes represented the total of eleven accounts restricted to the payment of certain classes of expenditures to which the federal government is a contributor.

BALANCES IN CLOSED BANKS

The bank balances in this classification represented the amounts due from closed or reorganized banks. The State has from time to time received dividends in liquidation, and the amount shown is the total of the unpaid balances at June 30, 1939. From the information available to us, it would appear that there will be a substantial loss to the State in the final liquidation of these accounts.

Attention is invited to the fact that no securities have been deposited with the State by depository banks to insure the State against loss.

ACCOUNTS RECEIVABLE

We are including as part of this report a summary of accounts receivable showing by classes of accounts the balances due for taxes from cities and towns, corporations, and others at June 30, 1939. There is also included a supporting schedule showing in detail the accounts included therein and the age of the unpaid balances. It will be noted that the total amount shown in the published balance sheet as of June 30, 1939, for the accounts included under this caption was \$1,781,093.14. The amount we have included in the adjusted balance sheet is \$1,769,102.95, a decrease of \$11,990.19. The details of the adjustments to which we have given effect, resulting in this net decrease, are explained in a separate exhibit entitled "Reconciliation of Accounts Receivable Differences."

We were unfavorably impressed with the records in the Treasurer's office pertaining to tax accounts receivable committed for collection. It was apparent that trial balances had not been proved for several years and the State could have lost substantial amounts through irregularities or failure to follow and enforce collections.

Our comments on the extent of our verification of the accounts are as follows:

Cities and towns: At our request, detailed schedules of all unpaid accounts of cities and towns were prepared for us, and we sent by mail to the respective cities and towns a request that they confirm direct to us the correctness of the balances due as of June 30, 1939. At the date of writing this report replies have not been received from all cities and towns to which these requests were mailed, but no material differences have been reported to us by those from which replies have been received. In the preparation of the detailed list of unpaid balances, it was found that some accounting errors had been made in entering collections, and these adjustments are fully explained in the schedule above referred to.

Wild lands

Forestry districts

Personal property: It has not been customary for itemized trial balances to be prepared of the unpaid balances in these tax accounts for the reason that amounts involved are small and those not collected within two years are considered of doubtful value. At our request, detailed schedules of the unpaid taxes in each of these classifications were prepared for the three years 1937, 1938 and 1939. We have not attempted to establish the validity of these accounts by direct correspondence with taxpayers, and express no opinion as to their collectibility.

Railroad companies: We mailed requests for confirmation to all railroad companies whose accounts showed unpaid balances, as itemized on the schedule submitted herewith. The amounts due for 1939 taxes, with one exception, were paid in full before February 29, 1940. The amount due from the Lime Rock Railroad Co. is believed collectible, but no steps have been taken by the State Treasurer to enforce collection, as required by provisions of Section 75, Chapter 12, Revised Statutes of 1930.

Corporations: The published balance sheet at June 30, 1939, showed a total of \$67,354.56 for uncollected taxes assessed against corporations, representing assessments for the years 1929 to 1938, inclusive, as shown on the itemized schedule submitted herewith. Each year at August 1st a list of all unpaid corporation taxes assessed during the prior year is compiled and referred to the Attorney General for appropriate legal action. In a great majority of cases the amounts involved are small, and we are informed that the expense of collection does not warrant legal action. The policy of the Attorney General's office is to follow the procedure provided by statute with respect to suspension of the delinquent corporations from doing business within the State. Our examination of the tax accounts included in this classification was limited to a review of the procedures followed in compiling the lists of unpaid accounts submitted to us.

Insurance companies: The amount shown in the published balance sheet for unpaid taxes due from insurance companies has been adjusted to correct accounting errors in the amount of \$29,879.01. The principal error was one made in recording a transfer of \$29,181.12 from general revenues to the appropriation for the Insurance Department to cover additional expenses incurred by that department. Instead of being charged to general revenues, this amount was established as an asset, the effect being to relieve the budget for the fiscal year ended June 30, 1939, from the charge for this approved transfer. We corresponded with insurance companies to verify the other unpaid balances in the amount of \$693.03.

Telephone companies: We proved the amount due from telephone companies by listing the amounts shown in the subsidiary records, which were found to be in agreement with the total in the general ledger. We mailed a request to all telephone companies appearing on the list to confirm their unpaid balances, with only minor differences being reported.

Trust and banking companies: The amounts shown as due from trust and banking companies for unpaid taxes were proved by us by listing the unpaid amounts in subsidiary records, which were found to be in agreement with the general ledger, with one exception. The unpaid balance appearing for the year 1934 represented an accounting error which has been adjusted by us. We mailed requests for confirmation of their accounts to all trust and banking companies whose accounts showed unpaid balances, of which \$71,742.94 represented assessments against closed banks for the years 1932 and 1933. Replies received from these banks indicate that the banks do not recognize these taxes as a liability. We found upon inquiry that the Attorney General had never been notified by the State Treasurer, as required by Section 75 of Chapter 12, Revised Statutes 1930, of these unpaid taxes. Upon the matter being called to his attention, he expressed the opinion that the collection of these taxes can be enforced, and he is now taking appropriate action for their collection.

Savings banks: The amounts shown as due from savings banks represented the unpaid balances in the accounts of two savings banks, who replied to our request for confirmation that no liability existed. The Attorney General, however, has expressed to us the opinion that these accounts are collectible.

Cash advances: We have segregated from the cash in the treasury \$9,718.57, representing the amounts of advances for expenses and salary shown by the records in the Treasurer's offices as part of the office cash funds at June 30, 1939. The details of the items comprising this amount were not available at the date of our examination.

The policy of advancing money to officials and employees beyond actual requirements for official travel or expense has been subject to criticism. Council orders have recently been issued restricting the practice.

Protested checks: As hereinbefore commented upon, we have eliminated from the cash in treasury the amount of \$6,219.32 for protested checks of long standing included therein at June 30, 1939.

LIQUOR COMMISSION

The operations of this department are under the direct independent control of the Liquor Commission. Separate accounting books and records are maintained, and all purchases are made direct and not through the central purchasing bureau. The financial accounts of this department are kept on an accrual basis, although the earnings are taken up in the general funds on a cash basis as transferred. As a result of this difference in accounting procedure, the earnings as shown by the reports of the Liquor Commission differ from the earnings, representing cash receipts only, included in the general funds. These differences for the two years under review are as follows:

	Earnings Per Liquor Commission	Taken Into General Funds	Difference
1938	\$3,299,036.14*	\$3,295,598.11*	\$ 3,438.03
1939	3,173,055.89*	3,054,169.23*	118,886.66
TOTAL	<u>\$6,472,092.03</u>	<u>\$6,349,767.34</u>	<u>\$122,324.69</u>

*Includes deficiency tax.

Differences resulting from the same cause have existed in prior years, with the result that at June 30, 1939, the balance sheet separately prepared by the Liquor Commission indicates that at that date there was a total of \$700,431.86 of accumulated earnings retained by it since the inception, on November 10, 1934, of the Commission. Of this amount \$364,372.18, representing the accumulated earnings to June 30, 1935, was by statute established as the working capital of the Liquor Commission, leaving \$336,059.68 for free accumulated and retained earnings, determined under the accrual basis of accounting adopted by the Commission, which had not at June 30, 1939, been taken up in the general funds of the State.

All cash, on deposit and in transit, appearing upon the statement of the Liquor Commission at June 30, 1939, was verified by us by direct correspondence with the depository banks, and by tracing such funds in their later transfers to the general funds. We did not visit the stores operated by the Commission throughout the State to verify the cash funds in the individual stores, which amounted to \$6,900.00. We reviewed a list of the accounts receivable included in the statement of the Commission in the total amount of \$13,809.57, representing charges to vendors for inferior goods, claims for shortages, etc. We noted that, with the exception of one item of \$6,374.07, all of these accounts were subsequently cleared, either through the receipt of cash or credit memos, applied against subsequent purchases. With respect to the item referred to, we were informed that the vendor against which the claim had been made in the amount of \$6,374.07 was in bankruptcy and the probabilities of collection were not good. We made no test of the quantities of the merchandise owned by the Commission at June 30, 1939, but limited our examination to inspection of individual store reports and a review of the accounting control maintained of the operations of the stores. We were favorably impressed with the accounting control and procedures followed, the completeness of the reports and statistical information made available to us, and the comparisons which are made between stores as a check against their operations. We also visited a representative store, counted the cash, verified the inventory against the running book inventory, and generally observed procedures.

We examined the list of unpaid accounts with vendors in the amount of \$45,049.26 and inspected all vouchers entered in the month of July to satisfy ourselves that a

proper cut-off had been made at June 30, and that the liability for all merchandise included in the inventories at June 30 and expenses accrued to that date were properly provided for in the books before closing. We made a test check of the income from the tax on beer and the fees received from licenses issued.

BANK STOCK SECURITIES

We personally inspected the stocks of Maine trust companies included in the balance sheet at June 30, 1939, at \$34,412.50. These stocks were acquired in partial liquidation of balances in closed banks and are carried on the general books at their cost.

CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS, GUARANTY AND TRUST DEPOSITS

CASH IN SINKING FUNDS

These accounts appeared as assets in the published balance sheet at June 30, 1939, in the following amounts:

Cash and securities in special and trust funds, guaranty and trust deposits	\$2,979,070.70
Cash in sinking funds	152,435.41
	<hr/>
	\$3,131,506.11

These fund asset accounts are offset in the published balance sheet by:

Reserve—special and trust funds, guaranty and trust deposits	\$2,979,070.70
Reserve for sinking funds	152,435.41
	<hr/>
	\$3,131,506.11

We found that there was a duplication in the listing as a separate asset and separate liability account the amount of \$152,435.41, as the cash in the sinking funds in this amount was included in the item of \$2,979,070.70. We have also eliminated the amount of \$181,931.36, representing a duplication in the published balance sheet of cash in savings banks in the amount of \$177,531.36, and trust fund stock securities of \$4,400.00, which also appear as a separate item on the published balance sheet.

We are submitting herewith as part of this report a summary of the trust funds and guaranty deposits included in this classification, and a separate exhibit setting forth the details of the cash and securities. We personally inspected all securities in the possession of the Treasurer at March 1, 1940, for the account of the special and trust funds and guaranty and trust deposits, and reconciled the securities examined with the accounts at June 30, 1939. We found differences to exist between the securities on hand and the balances shown in the general books, and, in order to reconcile these differences, it became necessary for us to review some of the trust fund accounts from July 1, 1932 to date. As a result of this examination of the accounts, we found that the general books were understated in the net amount of \$21,665.45, the principal explanation for this difference being that at various times in the past cash had been withdrawn from the special cash deposits of the trust funds for the purchase of securities. At the time of such withdrawal the trust funds were reduced by the amount of the withdrawals. Subsequently, when securities were purchased with the cash so withdrawn, corresponding entries increasing the trust funds for the securities purchased were not made. Other minor adjustments resulted from the policy of using the proceeds from the sales or maturities of securities towards the purchase of other securities without proper recognition being given to the profits or losses on the securities disposed of.

It has been the policy of the State Treasurer generally, when trust fund securities mature or are sold, to credit the proceeds to a special account "State Trust Fund." The proceeds of securities belonging to one or more trust funds may be credited to this account and commingled therein. When securities are purchased for the respective trust funds from the proceeds deposited in this special account, an exact accounting to the respective trust funds is not made. It would appear that through this procedure some trust funds have benefited at the expense of others, but these differences have not been material in amount. At June 30, 1939, there appeared in the published statement among the liabilities, an item of \$5,120.29 designated "State Trust Fund," and another entitled "Levi M. Stewart Fund Income \$2,000.00." These accounts represented, as above explained, the proceeds from the disposition of trust fund securities, the cash from which was included in the Treasurer's general cash funds.

All cash in savings banks and time deposits included in the trust fund assets were verified by us by direct correspondence with the depository banks. We also corresponded

with insurance companies to verify the cash and securities deposited by those companies under the legal requirements in connection with their doing business within the State. In our verification of the securities we found that there had been returned to an insurance company prior to June 30, 1939, \$25,000.00 in securities, and also that \$10,000.00 of Workmen's Compensation deposits had been returned to the depositing company, and these changes had been properly reflected in the general ledger accounts. However, in preparing the published statement the amount of \$35,000.00 was included in the amount of \$2,979,070.70 for "Cash and Securities in Special and Trust Funds, Guaranty and Trust Deposits," and the corresponding liability account was also overstated in the same amount.

We verified all changes in trust fund investments during the two years ended June 30, 1939, and accounted for all income earned. We examined a list of the balances to the credit of teachers who have contributed to the investment fund under the Teachers Retirement Plan. We did not correspond with the teachers nor otherwise confirm their credit balances.

There was included in the published statement in the liabilities, an account entitled "Interest on State Trust Funds," \$129,259.33. We found that this account represented accumulated interest earned on trust fund assets since 1934. Of this amount \$127,164.84 represented interest earned on Permanent School Fund, which should, in our opinion, have been credited each year to general revenues inasmuch as general revenues have been charged annually with the appropriation for the purposes for which this fund was created. We have also eliminated other small credits included in this account in error.

LANDS RESERVED FOR PUBLIC USES

There were included in the published statement at June 30, 1939, the following accounts, which we have reclassified and adjusted as follows:

<u>ASSETS</u>	<u>Per Published Report</u>	<u>As Adjusted</u>	<u>Difference</u>
Cash in savings banks	\$177,531.36	\$177,531.36	\$ —0—
Investments	239,354.25	191,750.00	(47,604.25)
Trust fund—stock securities	4,400.00	4,400.00	—0—
Farm Lands Loan Commission— loans	318,976.27	223,650.31	} 5,064.47
Foreclosed property	—0—	100,390.43	
	<u>\$740,261.88</u>	<u>\$697,722.10</u>	<u>\$(42,539.78)</u>
<u>LIABILITIES</u>			
Trust Fund—principal	864,487.20	864,487.20	—0—
Trust fund—suspense	45,685.41	—0—	(45,685.41)
	<u>\$910,172.61</u>	<u>\$864,487.20</u>	<u>\$(45,685.41)</u>
AMOUNT DUE FROM GENERAL FUND	<u>\$169,910.73</u>	<u>\$166,765.10</u>	<u>\$(3,145.63)</u>

Our comments on our verification of the trust fund assets and the explanations for the differences set forth above between the published statement and as adjusted are as follows:

We verified all deposits in savings banks segregated for this fund by direct communication, and we also confirmed the deposits in closed banks. We personally examined all securities held by the Treasurer for the account of this trust fund, and audited the transactions in securities for the two years ended June 30, 1939. We noted that there were included therein two investments which were not legal investments for the purposes of this fund, as follows:

City of Manchester, New Hampshire	\$11,000.00
City of Newport News, Virginia	500.00
	<u>\$11,500.00</u>

We have adjusted the investment account as shown in the published statement, as follows:

Investment account per published statement	\$239,354.25	
Deduct:		
Cash in closed banks (also included in the published statement in Cash in Savings Banks in the amount of \$177,531.36)	\$45,685.41	
To eliminate savings account in the Lincoln Trust Co., which was closed into general funds in April, 1938. An attempt was made to correct this error in August, 1938, by increasing the investment account by this amount	5,920.00	
To eliminate premiums paid on investment, adjusted subsequent to June 30	50.20	
	<hr/>	
	\$51,655.61	
Add accumulated interest on savings accounts which was credited in error to the investment account	4,051.36	\$ 47,604.25
	<hr/>	
AS ADJUSTED		<u>\$191,750.00</u>

Our verification of the mortgage loans included correspondence with the mortgagors with respect to the total amount of \$223,650.31, represented by mortgage notes which we personally inspected. We examined the record of interest payments and noted that interest was in arrears on these mortgage loans in the amount of \$11,250.84 at February 28, 1940. There was included in the published report in "Farm Lands Loan Commission—Loans," foreclosed property in the amount of \$100,390.43, which we have segregated. Our examination with respect to the foreclosed property was limited to an inspection of documents on file supporting the foreclosures. We found that a net profit of \$5,064.47, accumulated over the years from 1932 to 1939 inclusive on sales of foreclosed property, had been credited to the loan account. We have increased the book carrying value of the loan account in this amount. With respect to the trust fund accounts, our examination was limited to listing the amounts to the credit of various political subdivisions of the State, the total of which accounts agreed with the principal amount of the trust funds shown above as \$864,487.20.

The amount of \$166,765.10 due from General Fund represents amounts of trust fund assets which presumably have been taken into the general funds of the State in past years and not re-invested. At June 30, 1937, this difference was \$180,442.57. The decrease in the deficiency in this trust fund during the two years is explained by additional investments which have been made from the general funds.

We have reviewed the position of this trust fund from July 1, 1921, to June 30, 1939, and are submitting as part of this report an exhibit showing the amounts due from and to General Funds during this period.

We verified the income earned on savings accounts and securities for the two years ended June 30, 1939, and found that all net income earned on this trust fund was credited to the Department of Education, departmental operating account.

LIABILITIES

We have classified and summarized the liabilities, other than funded debt, specific funds and unexpended appropriations, at June 30, 1939, as follows:

Accounts payable	\$1,160,253.19
Tax payments received in advance	99,599.22
Unemployment compensation fund	97,602.83
Dog licenses to be refunded to cities and towns	53,453.69
Public administrator's fund	34,780.08
Receivers' fund for defunct banks	18,646.12
	<hr/>
	<u>\$1,464,335.13</u>

Accounts Payable

The State laws provide that all unpaid bills incurred by all State departments prior to June 30 of each year, for which invoices are received in July, shall be provided for at June 30, and the proper appropriations charged. We examined all of the items comprising the total amount of \$348,297.19 provided on the books, and found that all came

within the provisions of the statutes. However, we generally reviewed all warrants entered after July 1, 1939, giving consideration only to those in excess of \$25.00, and found that there were additional warrants in the total amount of \$811,956.00, the liability for which, in our opinion, should have been provided for before the books were closed at June 30 and included in the published statement. We have included in this amount of additional liabilities only those invoices, claims, etc., received by the departments or by the Controller's office prior to August 1, 1939, as evidenced by dating stamps, examination of which indicated that the liabilities had been incurred prior to June 30 for expenses, etc., which should have been charged to the appropriations for the fiscal year then ended. Similar adjustments have been made by us for the unentered invoices at June 30, 1937, and June 30, 1938, as shown on a separate schedule attached hereto.

Tax Payments Received in Advance

We have included in the amount of \$99,599.22 three items shown separately in the published statement, as follows:

Tax on bank stocks—1939	\$89,025.18
State tax on cities and towns—1939	8,277.43
Tax on wild lands—suspense	2,296.61
	<hr/>
	\$99,599.22

We verified the amounts shown as prepayments of tax on bank stocks by examination of the records in the Treasurer's office of payments received in June from national banks and trust companies in the State on assessments made as of June 1st. This assessment, while made at that date, is not set up on the books as an account receivable at June 30. The revenue from this source is later distributed in full to cities and towns under the provisions of Section 78, Chapter 12, 1930. The prepayments of the State tax on cities and towns, shown above in the amount of \$8,277.43, were verified in a similar manner. This tax assessment is made as of April 1st, payable on or before December 1st, but the assessments are not entered on the books as tax accounts receivable until December 31. The item of "Tax on Wild Lands—Suspense" in the amount of \$2,296.61 represented partial payments received against assessments included in unpaid taxes on wild lands. When the balance of amounts due is received proper credit will be applied to the respective asset account. We were furnished with a list of the tax payments included in this suspense account, but made no further verification thereof.

Unemployment Compensation Fund

The amount of \$97,602.83 included as a liability to the Unemployment Compensation Fund represented amounts received in payment for unemployment taxes which at June 30, 1939, had not been transferred for deposit in the Federal Reserve Bank.

Dog Licenses to be Refunded to Cities and Towns

We have included in one amount two items appearing in the published statement, as follows:

Dog licenses to be refunded	\$49,197.69
Dog licenses—1939	4,256.00
	<hr/>
	\$53,453.69

The larger amount represents the amount of dog licenses collected in 1938 which had been definitely pro-rated or allocated to cities and towns under the appropriate statute. We verified this amount by examination of detailed lists of the credits to the various cities and towns in the State and also by correspondence in those cases where cities and towns had unpaid balances of taxes due the State against which these credits for dog license refunds are deductible when taxes are paid. The smaller amount of \$4,256.00 represents collections received in advance on 1939 dog licenses, which we verified by examination of appropriate cash records.

Public Administrator's Fund

This amount of \$34,780.08 represents estates of decedents deposited with the State Treasurer in those cases where rightful heirs were unknown. These funds are held until such time as claimants establish their legal right to the estates and are then distributed by the State Treasurer upon legal authority of the Council, as approved by the Governor. A list of such deposits is published annually in the report of the Treasurer of State, which we verified by comparison with the records in the State Treasurer's office.

Receivers' Fund for Defunct Banks

This amount represented the deposits transferred to the State by receivers of closed banks for the account of depositors in those banks who could not be identified or located. We examined detailed lists of depositors, as certified by the Clerks of Court, covering the original amounts paid into the State on nine banks, all prior to June 30, 1937. The State Treasurer's office does not maintain detailed depositors' accounts, but as withdrawals are from time to time properly authorized, the amounts of such authorized withdrawals are noted on the original list. We examined the warrants and authorities for such withdrawals for the two years ended June 30, 1939.

APPROPRIATION BALANCES

On the published balance sheet at June 30, 1939, the unexpended appropriation balances appeared as follows:

Unexpended balances—appropriations	\$5,374,887.08
Less special accounts receivable (Highway Loan Fund due) ..	245,225.52
	<u>\$5,129,661.56</u>

We are submitting herewith an exhibit in which appear the appropriation balances as reclassified and adjusted by us. The changes which we have made in the appropriation balances are fully set forth in a separate exhibit entitled "Reconciliation of Unexpended Balances". It will be noted that the principal changes result from the provision made for additional accounts payable at June 30, 1939, upon which we have hereinbefore commented.

FUNDED DEBT

We have prepared and attached hereto a condensed statement of funded debt indicating changes therein for the period from July 1, 1937, to June 30, 1939; also is included an exhibit showing the maturities of the issues outstanding at the latter date. Opinions were furnished us by the Attorney General covering the legality of bonds issued during this period, and we traced the proceeds of new issues to the funds for which they were designated, noting that the proceeds credited to highway funds included the premium realized from the sale. We examined bonds called or matured during the period from July 1, 1937, to March 27, 1940, and reconciled the principal amount of bonds outstanding, as shown by the bond registers, with the bonds outstanding per the general books at June 30, 1939.

The above-mentioned statement of funded debt also includes a summary indicating outstanding bonds of each classification at June 30, 1937, 1938 and 1939. No temporary borrowings were made during the two years under review.

In general, the State does not provide for accrued interest on its funded debt, but charges to expense each month coupons presented for payment. We have computed accrued interest at the end of each of the last three fiscal years on the amount of bonds outstanding, without consideration of matured coupons which had not been presented for payment, as follows:

	<u>June 30, 1939</u>	<u>June 30, 1938</u>	<u>June 30, 1937</u>
Computed accrued interest	\$349,953.33	\$373,028.32	\$391,689.15
Accrued interest included in unexpended appropriation bal- ances	8,253.00	44,468.00	33,608.00
LIABILITY NOT REFLECTED ON BOOKS	<u>\$341,700.33</u>	<u>\$328,560.32</u>	<u>\$358,081.15</u>

On June 30, 1939, the appropriation balances for accrued interest of \$21,650.00 on Maine Improvement bonds and \$11,460.00 on State Pier bonds were transferred to the State Contingent Fund. There was also transferred to the Contingent Fund a balance of \$60,000.00 in the reserve to retire State Pier bonds, notwithstanding there were still outstanding at that date \$60,000.00 principal amount of State Pier bonds which matured, \$20,000.00 March 1, 1936, and \$40,000.00 March 1, 1937, which had not been presented for payment. The resulting balances of these three accounts at June 30, 1937, 1938 and 1939 are presented below, indicating an inconsistency of treatment:

	<u>June 30, 1939</u>	<u>June 30, 1938</u>	<u>June 30, 1937</u>
Reserve to retire State Pier bonds	-0-	\$68,000.00	\$73,000.00
Accrued interest — Improvement bonds	-0-	21,500.00	21,520.00
Accrued Interest — State Pier bonds	-0-	11,260.00	11,820.00

The effect of the entry transferring the June 30, 1939, balances in these accounts to the State Contingent Fund was to add \$93,110.00 to the balance of the sinking fund reserve, but had no effect on budget balances.

While we did not make an audit of coupons redeemed by the State Treasurer, we noted that coupons had been paid in error on bonds of an issue of November 1, 1926, which were called May 1, 1939. Ten coupons on bonds No. 901-910 inclusive were paid as of November 1, 1939. Apparently a charge of \$200.00 should have been made against the bank presenting the coupons for payment, but we were informed that up to March 27, 1940 adjustment had not been made.

DEFICIENCY—1936-7

In our balance sheet at June 30, 1939, appears an account "Deficiency 1936-7"—\$1,092,111.29, which does not appear in the published report, and arises from correcting the books to conform to the action of the State Legislature. At its meeting in February, 1937, the Legislature appropriated the total sum of \$2,044,383.16 for various purposes, the amount to be charged to "1937 Deficiency Account". It was further provided that this deficiency account be annually amortized by the application of part of the excise tax on malt beverages.

This action of the Legislature was not supported by the accounting records, with the result that no "1937 Deficiency Account" appeared on the books at June 30, 1939; neither had it been fully amortized by income from excise taxes on malt beverages. We have reviewed the records of the Legislature and the accounts with respect to this "1937 Deficiency Account" and have adjusted and corrected the figures accordingly by charging "1937 Deficiency Account" and crediting "Sinking Fund Reserve" with the sum of \$1,092,111.29, being the correct balance at June 30, 1939, which conforms to the action of the Legislature. The analysis of this account is as follows:

Deficiency to be recovered	\$2,044,383.16	
Apportionment of 1936-7 deficiency tax revenue:		
From February 25, 1937, to June 30, 1937	\$356,926.08	
For the year ended June 30, 1938	495,345.79	852,271.87
		<hr/>
BALANCE JUNE 30, 1938		\$1,192,111.29
Apportionment of 1936-7 deficiency tax revenue:		
For the year ended June 30, 1939		100,000.00
		<hr/>
BALANCE JUNE 30, 1939		<u>\$1,092,111.29</u>

REVENUE, RECEIPTS, AND EXPENDITURES

We have prepared and included herewith a comparative summary statement of revenue, receipts and expenditures for the two years ended June 30, 1939. Also are included itemized schedules which set forth the details of the various sources of revenue and receipts, and a schedule of expenditures by departments. From this exhibit of revenue, receipts and expenditures, it will be noted that there was an excess of revenue and receipts over expenditures (budget balance) for the two years under review, as follows:

Year ended June 30, 1938	\$209,639.47
" " " " 1939	96,265.13

The principal difference between our schedules and those appearing in the published report are that we have included revenue or credits accruing to the State during each fiscal year, whereas, the published reports are on a cash basis; also, we have included in our figures only revenue receipts, whereas, the published reports included all receipts whether they were revenue receipts or payments in settlement of outstanding balances owing the State at the beginning of each of the respective years.

We have made two general classifications in our schedules; those amounts credited to general funds, and those amounts credited to specified appropriation accounts. The first classification represents revenue and credits which become available to meet general appropriations made by the Legislature for each year. The amounts credited to specified appropriation accounts represent receipts which, by law, become available exclusively for the use of certain departments. We have indicated by asterisks those items included under this classification which cannot be used for any other purpose than that specified in the law creating the tax. The other items are available to the department for its use, but at the end of the year any balances remaining may be lapsed to the sinking fund reserve to supplement general revenue in meeting legislative appropriations. One exception to this last statement is that all funds credited to the Highway

Commission can be used only by that department and are never lapsed to the sinking fund reserve, and none were lapsed during the two years under review.

In connection with our examination, we checked all transfers of appropriations and found legal authority for all such transfers, with the exception of those itemized on a separate schedule submitted herewith. We received an opinion from the Attorney General that these transfers could legally have been made, but that there should have been Council orders to cover them. It would appear that the former controller was negligent in not having brought these journal transfers to the attention of the Governor and Council for appropriate action.

SINKING FUND RESERVE

We have included as part of this report an analysis of the Sinking Fund Reserve for the two years ended June 30, 1939, and a reconciliation of Sinking Fund Reserve, which explains the changes to which effect has been given in the adjusted balance sheet, as a result of which the Sinking Fund Reserve account shows a balance of \$1,817,847.92 at June 30, 1939, as compared with \$185,734.24 appearing in the published statement.

DEFALCATION

Soon after we began our examination, we visited the garage operated by the Highway department and began an examination of its accounts. This garage was permitted to sell automobile accessories and supplies to State employees and others, and a very active business has been carried on. This practice has now been discontinued by your order. Under the requirements of the Code, all cash receipts should have been regularly delivered to the State Treasurer for deposit. Instead of following this procedure, however, the daily cash collections of the garage were, at the request of the former Controller, improperly first turned over to his office. We found, as a result of our audit, that many of these collections never reached the office of the State Treasurer.

In addition, we found that a large number of checks made payable to the State Treasurer were cashed by the State Treasurer's office at the request of the former State Controller, and the money not accounted for by him. The total amount of all irregularities revealed to the date of preparing this report is approximately \$157,000.00, of which \$26,420.00 has been recovered from the former Controller.

We have prepared the following summary of defalcation, indicating that irregularities occurred at least as early as 1931 when the former Controller was bookkeeper in the highway garage prior to the inception of the administrative code, and continued up to the time of his leaving the office on April 1, 1940.

	Irregular Checks	Highway Garage Receipts Not Accounted For	Total
1931	\$ -0-	\$ 1,238.97	\$ 1,238.97
1932	-0-	-0-*	-0-
1933	-0-	3,264.28	3,264.28
1934	8,786.83	4,687.23	13,474.06
1935	17,951.71	7,338.27	25,289.98
1936	20,871.70	6,573.49	27,445.19
1937	13,240.91	8,696.34	21,937.25
1938	14,984.48	8,782.92	23,767.40
1939	23,167.45	13,622.63	36,790.08
1940	3,502.30	804.67	4,306.97
	<u>\$102,505.38</u>	<u>\$55,008.80</u>	<u>\$157,514.18</u>

*Not audited because of missing and poor records available.

We also have reviewed in a preliminary way the records for the year 1930, and it would appear that there were receipts from the garage sales not accounted for in that year.

In addition to unaccounted for funds of the highway garage and State Treasurer's checks, there are claims against the former Controller for personal bills charged to State expense and for irregular expense vouchers. Our work covering the defalcation has not yet been completed, and when it is, a full supplementary report will be rendered on this phase of our examination.

UNRECOGNIZED ASSETS, LIABILITIES AND RESERVES

The adjustments made by us in the published balance sheet are only those necessary to correct accounting errors and for failure to recognize the requirements of existing statutes. Other adjustments, in our opinion, would be required to correctly show the financial condition of the State. In the absence of appropriate action by the State Legislature, we have made none of such further adjustments in the balance sheet presented.

However, as a matter of information, we have included an exhibit on which is set forth the more important of the unrecognized assets, liabilities and reserves at June 30, 1939, which we have summarized as follows:

Additional assets		\$1,591,436.83
Additional liabilities	\$341,700.33	
Reserves required	525,000.00	866,700.33
NET ADDITION		<u>\$ 724,736.50</u>

We have not attempted to allocate such adjustments as they apply to revenue receipts, expenditures, or appropriation balances and may affect this or prior periods. We have not included in the unrecognized assets any amount for the claims now being made for losses resulting from defalcations of the former Controller, although more than \$26,000.00 has been recovered at this date.

ROBBERY OF AUBURN REGISTRY

As requested, we reviewed various records of the Auburn branch automobile registration office, including the report of the State Department of Audit, dated November 22, 1938, all pertaining to the robbery which took place at Auburn between Saturday night, February 26, 1938, and Monday morning, February 28, 1938. The audit report indicates a gross shortage of \$43,215.77. Our work has been directed toward ascertaining whether the office could reasonably have had that amount of money on hand at the time of the robbery.

Inasmuch as the applications accompanying payments by car owners were also stolen or destroyed before recording, the actual amount of undeposited collections could not be determined from the records. However, from other sources we have estimated that a substantial amount of undeposited collections was on hand. The heaviest collections of the year normally occur on the last few days of February, as the new plates must be used beginning March 1st.

The following table shows in comparative form collections deposited during the last eight days of February and the first six days of March for 1937, 1938 and 1939:

<u>Last Eight Days in February</u>	<u>1939</u>	<u>1938</u>	<u>1937</u>
	\$ 8,603.75	\$ 5,976.51	\$ 6,862.25
	10,210.66	4,696.62	5,683.11
	9,310.75	5,803.96	8,062.23
	10,883.76	9,286.71	5,285.95
	14,683.31	8,258.63	7,807.03
	13,516.18	8,168.60	13,383.40
	17,335.28	-0-	12,950.08
	16,863.36	9,934.07	10,728.58
<u>First Six Days in March</u>	10,154.11	5,862.74	4,988.75
	7,085.71	4,605.19	14,889.60
	4,337.51	5,043.21	14,666.69
	5,331.43	4,638.88	17,241.42
	2,359.79	4,458.17	10,151.28
	2,658.21	3,310.16	7,319.18
	<u>\$133,333.81</u>	<u>\$80,043.45</u>	<u>\$140,019.55</u>

By comparison, it is apparent that collections for Saturday, and probably those of prior days not then deposited, were substantial. We were informed that the Department, due to heavy collections, was not able to deposit all receipts promptly and that

sometimes several days elapsed before deposits were made. This is evident from the two deposits made on February 24 and February 25, 1938, as follows:

<u>Collections of</u>	<u>Thursday February 24</u>	<u>Friday February 25</u>
February 19—Saturday	\$ 14.01	\$ -0-
21—Monday	-0-	13.30
22—Tuesday	-0-	953.56
23—Wednesday	8,242.62	5,019.41
24—Thursday	2.00	2,182.33
	<u>\$8,258.63</u>	<u>\$8,168.60</u>

These deposits evidently represent two or three days' collections.

Assuming collections of \$15,000.00 per day, except \$10,000.00 for Saturday, at that time a balance of undeposited collections on Saturday night, February 26, 1938, would have been at least \$37,816.00.

As a test, we communicated with five hundred car owners whose payments were stolen, asking them to advise us, if possible, the dates they made payments. The replies received indicate heavy payments subsequent to February 20, 1938, supporting the theory that a substantial amount of collections was on hand February 26, 1938.

From an examination of such information as we were able to obtain, we are of the opinion that the Auburn registration branch could have had on hand an amount of undeposited collections approximating the amount of money stolen in February, 1938.

Ernest E. Benson

CONSOLIDATED GENERAL

STATE

June

	PER PUBLISHED REPORT	AS ADJUSTED
RECOGNIZED ASSETS—ALL FUNDS		
GENERAL FUND ASSETS		
Cash in Treasury	\$ 4,421,536.28	\$ 4,457,065.27
Balances in closed banks	337,023.36	337,023.36
Accounts receivable:		
Tax accounts	1,781,093.14	1,753,165.06
Others	—0—	15,937.89
Liquor Commission	—0—	700,431.86
Bank stock securities	34,412.50	34,412.50
Appropriation overdrafts, etc.	245,225.52	498,729.91
		<u>\$ 7,796,765.85</u>
BONDED ASSETS	\$28,432,000.00	\$28,432,000.00
Capitalized expenditures:		
For highways	\$23,315,500.00	
For toll bridges	2,910,000.00	
For "State of Maine Improvements"	1,800,000.00	
For State pier	405,000.00	
For war loan	1,500.00	
	<u>\$28,432,000.00</u>	
TRUST FUND ASSETS		
Other trusts, guaranty deposits, etc.		
Cash	152,435.41	
Securities	2,979,070.70	\$ 2,783,804.79
Due from general fund	—0—	8,352.14
		<u>\$ 2,792,166.93</u>
Lands reserved, etc.		
Farm Land Loan Commission	318,976.27	\$ 223,650.31
Foreclosed property	—0—	100,390.43
Cash in savings banks	177,531.36	177,531.36
Investments	239,354.25	191,750.00
Trust fund—stock securities	4,400.00	4,400.00
Due from general funds	—0—	166,765.10
		<u>\$ 864,487.20</u>
	<u>\$39,123,058.79</u>	<u>\$39,885,409.98</u>

BALANCE SHEET**OF MAINE****30, 1939**

PER PUBLISHED REPORT	AS ADJUSTED
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LIABILITIES AND RESERVES—ALL FUNDS**GENERAL FUND**

Accounts payable	\$ 348,297.19	\$ 1,160,253.19
Tax payments received in advance	99,599.22	99,599.22
Unemployment compensation fund	97,602.83	97,602.83
Dog licenses to be refunded	53,453.69	53,453.69
Public administrator's fund	34,780.08	34,780.08
Receiver's fund for defunct banks	18,646.12	18,646.12
Due trust funds	—0—	175,117.24
Unexpended balances—appropriations	5,374,887.08	
For general purposes		4,144,259.74
For special purposes		92,707.66
For federal projects		648,094.84
Direct liabilities		27,206.07
Credits to accounts receivable		219,308.54
Surplus and deficiency accounts:		
Deficiency 1936-1937	—0—	(1,092,111.29)
Sinking fund reserve	185,734.24	1,817,847.92
Contingent fund	300,000.00	300,000.00

\$ 7,796,765.85

FUNDED DEBT

28,432,000.00

\$28,432,000.00

RESERVES FOR TRUST FUNDS

Other trust funds, guaranty deposits, etc.	152,435.41	} \$ 2,792,156.93
Interest on state trust funds	2,979,070.70	
	129,259.33	
	7,120.29	
Lands reserved trust fund	864,487.20	} \$ 864,487.20
Suspense	45,685.41	
	\$39,123,058.79	\$39,885,409.98

CONSOLIDATED GENERAL

STATE

June

	PER PUBLISHED REPORT	AS ADJUSTED
RECOGNIZED ASSETS—ALL FUNDS		
GENERAL FUND ASSETS		
Cash in Treasury	\$ 5,636,564.71	\$ 5,690,159.06
Balances in closed banks	356,745.46	356,745.46
Accounts receivable:		
Tax accounts	2,085,668.48	2,087,044.20
Liquor Commission	—0—	581,545.20
Bank stock securities	34,412.50	34,412.50
Appropriation overdrafts, etc.	116,986.44	116,986.44
		<u>\$ 8,866,892.86</u>
BONDED ASSETS	29,447,000.00	<u>\$29,447,000.00</u>
Capitalized expenditures:		
For highways	\$23,925,500.00	
For toll bridges	3,092,000.00	
For "State of Maine Improvements"	1,900,000.00	
For State pier	528,000.00	
For war loan	1,500.00	
	<u>\$29,447,000.00</u>	
TRUST FUND ASSETS		
Other trusts, guaranty deposits, etc.:		
Cash	132,291.11	\$ 2,326,722.03
Securities	2,510,086.86	
Due from general fund	—0—	14,132.66
		<u>\$ 2,340,854.69</u>
Lands reserved, etc.:		
Farm Land Loan Commission	330,303.16	\$ 336,967.63
Cash in savings banks	183,364.83	177,444.83
Investments	212,499.21	165,500.00
Trust fund—stock securities	4,400.00	4,400.00
Due from general funds	—0—	173,698.08
		<u>\$ 858,010.54</u>
	<u>\$41,050,322.76</u>	<u>\$41,512,758.09</u>

BALANCE SHEET**OF MAINE**

30, 1938

	PER PUBLISHED REPORT	AS ADJUSTED
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LIABILITIES AND RESERVES—ALL FUNDS**GENERAL FUND**

Accounts payable	\$ 458,391.40	\$ 1,272,860.50
Tax payments received in advance	75,045.28	75,045.28
Unemployment compensation fund	66,102.70	66,102.70
Dog licenses to be refunded	31,829.36	31,829.36
Public administrator's fund	33,639.15	33,639.15
Receiver's fund for defunct banks	18,907.13	18,907.13
Due trust funds	—0—	187,830.74
Unexpended balances—appropriations	6,080,131.99	
Unexpended balances—Deer Isle—Sedgwick Bridge	145,000.00	5,234,004.89
Surplus and deficiency accounts:		
Deficiency 1936-1937	—0—	(1,192,111.29)
Sinking fund reserve	722,379.16	2,838,784.40
Contingent fund	300,000.00	300,000.00
		<u>\$ 8,866,892.86</u>

FUNDED DEBT

	29,447,000.00	<u>\$29,447,000.00</u>
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RESERVES FOR TRUST FUNDS

Other trust funds, guaranty deposits, etc.	132,291.11	
	2,510,086.86	
Interest on state trust funds	119,124.64	\$ 2,340,854.69
	1,419.40	
Lands reserved trust fund	858,010.54	
Suspense	50,964.04	\$ 858,010.54
	<u>\$41,050,322.76</u>	<u>\$41,512,758.09</u>

COMPARATIVE ANALYSIS OF SINKING FUND RESERVE

STATE OF MAINE

Years ended June 30, 1939-1938

	YEAR ENDED	
	June 30, 1939	June 30, 1938
Balance at beginning (July 1, 1937, as adjusted)	\$2,838,784.40	\$2,544,943.48
<u>ADDITIONS</u>		
Excess of revenues and receipts over expenditures (budget balance)	96,265.13	209,639.47
Decrease in appropriation balances	424,908.39	1,061,211.45
Premiums on bonds issued	21,890.00	11,990.00
	<u>\$3,381,847.92</u>	<u>\$3,827,784.40</u>
<u>DEDUCTIONS</u>		
Net reduction in bonded debt	\$1,015,000.00	\$ 989,000.00
Appropriations charged direct to sinking fund re- serve by Legislature (Chapter 101—Private and Special Laws—1939)	549,000.00	—0—
	<u>\$1,564,000.00</u>	<u>\$ 989,000.00</u>
BALANCE AT END	<u>\$1,817,847.92</u>	<u>\$2,838,784.40</u>

RECONCILIATION OF SINKING FUND RESERVE

STATE OF MAINE

June 30, 1939

Balance per published report		\$ 185,734.24
<u>ADDITIONS</u>		
Set-up of 1937 deficiency account	\$1,092,111.29	
Set-up of State's investment in Liquor Commission ..	700,431.86	
Accumulated interest on trust funds transferred to sinking fund reserve	128,027.48	
Amount credited to sinking fund reserve in adjusting cash on deposit	29,008.31	
Adjustment of lands reserved for public uses fund ...	4,297.78	
Amount credited to sinking fund reserve in adjusting tax accounts receivable	1,369.22	
	<u>\$1,955,245.94</u>	
<u>DEDUCTIONS</u>		
Unentered invoices at June 30, 1939, applicable to lapsed appropriation accounts	\$ 288,071.33	
Amount credited to tax revenue in error	29,181.12	
Interest on lands reserved for public uses fund trans- ferred to appropriation account	5,879.81	
	<u>\$ 323,132.26</u>	
BALANCE PER BALANCE SHEET		<u>\$1,817,847.92</u>

RECONCILIATION OF SINKING FUND RESERVE

STATE OF MAINE

June 30, 1938

Balance per published report		\$ 722,379.16
<u>ADDITIONS</u>		
Set up of 1937 deficiency account	\$1,192,111.29	
Set-up of state's investment in Liquor Commission ..	581,545.20	
Reversing charge to sinking fund reserve for segregation of deficiency beer tax collections	511,095.79	
Accumulated interest on trust funds transferred to sinking fund reserve	106,411.38	
Amount credited to sinking fund reserve in adjusting cash on deposit	29,042.70	
Adjustment of lands reserved for public uses fund ..	4,297.78	
Amount credited to sinking fund reserve in adjusting tax accounts receivable	1,374.65	
	<u>\$2,425,878.79</u>	
<u>DEDUCTIONS</u>		
Unentered invoices at June 30, 1938, applicable to lapsed appropriation accounts	\$ 303,593.74	
Interest on lands reserved for public uses fund transferred to appropriation account	5,879.81	
	<u>\$ 309,473.55</u>	2,116,405.24
BALANCE PER BALANCE SHEET		<u>\$2,838,784.40</u>

RECONCILIATION OF SINKING FUND RESERVE

STATE OF MAINE

June 30, 1937

Balance per published report June 30, 1937		\$ 335,634.99
<u>ADDITIONS</u>		
To set up 1936-1937 deficiency account as of June 30, 1937	\$1,687,457.08	
To set up balance due from Liquor Commission at June 30, 1937	578,107.17	
To transfer to sinking fund reserve accumulated interest on state trust fund at June 30, 1937	85,567.05	
To adjust cash in Treasury at June 30, 1937	29,042.70	
To adjust lands reserves for public uses—investment account at June 30, 1937	3,853.31	
To adjust farm lands loans account at June 30, 1937	6,364.47	
To adjust accounts receivable—taxes at June 30, 1937	1,248.73	
	<u>\$2,391,640.51</u>	
<u>DEDUCTION</u>		
Expenditures applicable to the period prior to June 30, 1937, not entered on books until after June 30, 1937	182,332.02	2,209,308.49
ADJUSTED BALANCE JUNE 30, 1937		<u>\$2,544,943.48</u>

REVENUES, RECEIPTS AND EXPENDITURES

STATE OF MAINE
Years ended June 30, 1939-1938

	YEAR ENDED	
	June 30, 1939	June 30, 1938
Revenue:		
Taxes	\$14,848,787.48	\$15,624,691.51
Licenses	4,511,092.06	4,466,104.63
Rents	430,393.15	417,524.13
Fees	338,640.54	370,571.85
Sales of services and commodities	6,525,115.54	6,688,655.31
Interest earned	96,234.51	63,142.60
Fines	36,882.59	49,440.22
Refunds, recoveries, etc.	73,665.40	52,846.08
Sales of equipment	235.23	2,314.20
	<hr/>	<hr/>
	\$26,861,046.50	\$27,735,290.53
Balance of profits of liquor division not entered on general books	118,886.66	3,438.03
	<hr/>	<hr/>
	\$26,979,933.16	\$27,738,728.56
Less beer tax credited to 1936-1937 deficiency	100,000.00	495,345.79
	<hr/>	<hr/>
	\$26,879,933.16	\$27,243,382.77
Other receipts:		
Grants, subsidies and assessments	10,845,722.46	9,386,714.59
Other credits	34,628.49	27,096.75
	<hr/>	<hr/>
	\$37,760,284.11	\$36,657,194.11
Expenditures	<hr/>	<hr/>
	37,664,018.98	36,447,554.64
	<hr/>	<hr/>
Excess of revenues and receipts over ex- penditures exclusive of net reduction in funded debt		
BUDGET BALANCE	\$ 96,265.13	\$ 209,639.47
	<hr/>	<hr/>

TAXES
STATE OF MAINE
Years ended June 30, 1939-1938

	<u>Y E A R E N D E D</u>			
	June 30, 1939		June 30, 1938	
<u>CREDITED TO GENERAL FUNDS</u>				
Tax on cities and towns	\$ 4,395,648.64		\$ 4,399,390.00	
Tax on railroad companies	848,481.47		1,058,472.74	
Tax on insurance companies	618,232.11		644,310.53	
Tax on collateral inheritance	484,722.16		593,615.75	
Tax on wild lands	398,373.89		399,361.91	
Tax on telephone companies	341,642.24		335,492.59	
Tax on corporations—domestic	231,090.66		238,093.00	
Tax on savings banks	200,812.13		201,147.94	
Estate tax	80,302.31		63,615.24	
Tax on trust and banking companies	42,483.13		47,838.32	
Tax on telegraph companies	12,797.44		14,986.80	
Tax on express companies	12,277.37		15,791.03	
Tax on personal property	6,932.23		7,110.69	
Tax on corporations—foreign	4,970.00		4,770.00	
Tax on loan and building associations	2,991.37		2,963.89	
Tax on parlor and sleeping car companies	709.36	\$ 7,682,466.51	715.60	\$ 8,027,676.03
<u>CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS</u>				
State Highway Commission				
Gasoline tax		\$ 5,808,199.13		\$ 6,161,419.84
Liquor Commission:				
Beer tax for 1937 deficiency	\$ 811,788.19		\$ 861,760.47	
Malt beverage stamp tax	272,130.27	1,083,918.46	287,253.44	1,149,013.91
Maine Forestry District				
Tax on Maine forestry districts		133,609.65*		133,784.50
Maine Development Commission				
Potato tax		95,098.31*		112,615.39
Bureau of Taxation				
Capitation tax		4,579.00		—0—
Secretary of State				
Non-resident excise tax		19,319.11		24,910.01
Attorney General				
Tax on collateral inheritance		12,620.78		6,049.83
Bank Commission				
Cost of bank examinations		6,752.50		6,780.00
Board of Education				
Special school tax on unorganized townships	\$ 2,113.03		\$ —0—	
Tax on males—unorganized towns	111.00	2,224.03	2,442.00	2,442.00
		\$ 7,166,320.97		\$ 7,597,015.48
		\$14,848,787.48		\$15,624,691.51

*Use of these funds restricted by law to specific purposes.

LICENSES

STATE OF MAINE

Years ended June 30, 1939-1938

		Y E A R E N D E D	
		June 30, 1939	June 30, 1938
CREDITED TO GENERAL FUNDS			
License to:			
Insurance agents	\$ 29,004.50		\$ 29,213.00
Insurance companies	8,430.00		8,346.24
Surety firms and corporations	1,630.50		1,596.50
Dog licenses	1,631.65		1,471.58
License to:			
Brokers	1,525.00		1,575.00
Agents—surety firms	1,399.00		1,331.50
Masters' and pilots' licenses	372.00		442.00
License to assessment casualty companies	321.00		190.00
Certificate of authority to inter-insurers	160.00		180.00
License to:			
Itinerant vendors	100.00		100.00
Foreign fraternal companies	90.00		115.00
Lightning rod manufacturers	40.00		40.00
Adjusters of fire losses	26.00		16.00
Certificate of qualification of domestic companies	20.00		40.00
Certificate of qualification of domestic insurance companies	18.00		26.00
License for prospecting minerals	15.00	\$ 44,782.65	65.00 \$ 44,747.82
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS			
State Highway Commission			
Registration of motor vehicles		\$ 3,641,708.99	\$ 3,560,121.64
Inland Fish and Game:			
Hunting and fishing licenses	\$ 324,475.66		\$ 335,421.52
Trapping licenses	16,070.00		15,235.00
Guide licenses	7,218.00		7,211.00
Fel permits	2,453.02		1,437.07
Fur buyers' licenses	1,450.00		1,550.00
License for game and fur farming	1,285.00		1,320.00
Dealers in deer skins license	950.00		1,050.00
Camp proprietors' licenses	790.00		770.00
Live bait license	746.00		696.00
Transportation tags for fish, game and deer ..	509.40		685.45
Taxidermist license	140.00	356,087.08	145.00 365,521.04
Liquor Commission:			
Malt beverage commission fees	\$ 287,745.00		\$ 305,360.00
Hotel and club licenses	36,400.00		32,000.00
Certificate of approval licenses	5,000.00		5,791.67
Railroad companies and manufacturers	700.00	329,845.00	700.00 343,851.67
Department of Agriculture:			
Dog licenses	\$ 23,787.25*		\$ 30,484.07*
Registration of feeding stuffs	10,550.00		10,690.00
Registration of commercial fertilizers	8,415.00		7,795.00
Milk licenses	5,980.25		5,777.50
Bottlers' licenses	4,920.00		2,040.00
Registration of insecticides and fungicides ..	2,370.00		2,080.00
Sardine packers' license	1,850.00*		950.00*
Nursery licenses	645.00		2,491.26
Poultry license	339.00	58,856.50	396.00 62,703.83
Department of Public Health:			
License for roadside eating and lodging houses	\$ 40,638.62		\$ 48,071.14
Permit to install plumbing	11,626.25*		11,746.73*
License for sale of prophylactic rubber goods ..	1,043.00	53,307.87	887.50 60,705.37
Bank Commissioner:			
Registration of dealers in securities	\$ 6,400.00		\$ 7,050.00
License for small loan agency	3,550.00		3,575.00
Registration of salesmen, agents or dealers ..	3,300.00		3,570.00
Certified copy fees	32.50	13,282.50	35.50 14,230.50

LICENSES—CONTINUED

	YEAR ENDED			
	June 30, 1939		June 30, 1938	
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS—CONTINUED				
Sea and Shore Fisheries:				
Lobster fishermen's license	\$ 3,592.00		\$ 3,398.00	
Hotel and restaurant lobster license	834.00		863.00	
Lobster smack license	421.00		370.00	
Lobster peddlers' license	340.00		384.00	
Lobster meat permits	260.00		220.00	
Lobster dealers' license	191.00		162.00	
Clam shippers' license	85.00		40.00	
Cultivation of quohogs and clams	30.00	\$ 5,753.00	10.00	\$ 5,447.00
Inland Fish and Game				
Dog licenses		2,984.47*		3,420.76*
Secretary of State				
Circus licenses		1,500.00		2,000.00
Forestry:				
License of portable sawmills	\$ 1,125.00		\$ 1,775.00	
Tree surgeons' license	281.00	1,406.00	389.00	2,164.00
Milk Control Board				
Licenses—Milk Control Board		1,258.00*		971.00*
Racing Commission				
License for horse racing		320.00		220.00
		\$4,466,309.41		\$4,421,356.81
		\$4,511,092.06		\$4,466,104.63

*Use of these funds restricted by law to specific purposes.

RENTS

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUNDS				
Shore rentals—Penobscot Indians	\$	450.00	\$	450.00
Rent of houses owned by Augusta State Hospital		233.00		324.33
Lease of kelp		182.10		182.10
Rent of houses owned by Bangor State Hospital		156.00		120.00
Rent of houses owned by Western Maine Sanatorium		145.00		141.00
Lease of islands		28.15		25.00
		\$ 1,194.25		\$ 1,242.43
CREDITED TO SPECIFIED APPROPRIATION				
ACCOUNTS				
State Highway Commission:				
Tolls—Carlton Bridge	\$	181,295.05*	\$	190,972.85*
" —Waldo Hancock Bridge		97,804.65*		95,748.65*
Rent of Carlton Bridge by Maine Central R. R. Co.		76,569.90*		71,284.95*
Rent of highway equipment		59,931.27		51,113.75
Tolls—Richmond-Dresden Bridge		6,112.90*		657.30*
Tolls—Deer Isle-Sedgwick Bridge		2,515.75*		—0—
Rent of land and buildings		2,353.88		2,707.20
Rent of space for pipe lines		500.00		500.00
		427,083.40		412,984.70
Department of Agriculture:				
Rent of booths—trade shows		1,282.50*		1,150.00*
State Prison				
Rent of houses owned by Maine State Prison		440.00		527.00
Adjutant General				
Rent of land and buildings		209.00		915.00
Superintendent of Public Buildings				
Rent of old forts and military reservations .		184.00		200.00
Sea and Shore Fisheries				
Rent of apartments		—0—		505.00
		\$ 429,198.90		\$ 416,281.70
		\$ 430,393.15		\$ 417,524.13

*Use of these funds restricted by law to specific purposes.

FEES

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R E N D E D			
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUND ACCOUNTS				
Filing annual statement—Insurance Commission	\$	4,610.00	\$	4,624.00
Notary Public and Justice of the Peace fees		3,735.00		4,100.00
Certificate of organization—new corporations ...		2,367.25		3,352.50
Miscellaneous fees—Secretary of State		2,251.35		3,082.81
Recording changes in capital stock		1,761.31		9,610.82
Power of Attorney—foreign corporations		1,325.00		1,795.00
Certificate of approval of corporation charters ..		1,045.00		1,305.00
Fees—new corporations		1,030.00		1,140.00
Registration of steamboats		722.00		594.00
Inspection of steamboats		655.00		1,076.50
Certificate of excuse of corporations		575.00		635.00
Miscellaneous fees—Insurance Commissioner		322.00		328.00
Fees for credit unions		148.99		136.82
Miscellaneous fees:				
Forestry Department		37.63		47.50
Public Utilities Department .....		.50	\$	1.00
			\$	31,828.95
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
Department of Agriculture:				
Shipping point inspection	\$	84,189.11*	\$	83,807.60*
Miscellaneous fees		1,390.88	85,579.99	2,624.84
				86,432.44
State Highway Commission:				
Fees on temporary dealers' plates	\$	24,710.00	\$	25,901.50
Inspection fees		23,773.00		23,329.28
Licenses and permits for outdoor advertising signs		8,784.00		9,178.00
Fees on improper registration		1,922.17		4,326.75
Permit to open highways		910.39	60,099.56	745.03
				63,480.56
Examining Boards:				
Miscellaneous fees			53,403.94*	64,547.19*
Racing Commission:				
Commissions on pari-mutuels			41,246.11	44,526.46
Liquor Commission:				
Filing fee	\$	20,240.00	\$	26,340.00
Amusement fee		1,405.00	\$	1,630.00
			\$	27,970.00
Public Utilities Commission:				
Fee for certificate of permit—supervision of motor vehicles	\$	12,315.02	\$	12,165.00
Fee for supervision—motor vehicle plate		4,807.00		4,598.00
Miscellaneous fees		1,835.58	18,957.60	1,550.12
				18,313.12
Inland Fish and Game:				
Stamping of beaver skins	\$	13,854.00	\$	7,294.00
Miscellaneous fees		2,477.88	16,331.88	2,511.49
				9,805.49
Department of Public Health:				
Cosmetic fees	\$	5,120.71*	\$	4,205.98*
Laboratory test		1,686.75		2,790.81
Copy or search of vital statistics records		1,100.08	7,907.54	1,210.51
				8,207.30
Department of Labor and Industry:				
Boiler inspection certificates	\$	2,298.99	\$	1,839.15
Inspection of boilers		2,030.95		2,154.30
Examinations for boiler inspectors		40.00	4,369.94	55.00
				4,048.45
Real Estate Commission:				
Renewal brokers' licenses	\$	2,275.00*	\$	1,200.00*
Brokers' licenses		1,030.00*		4,190.00*
Miscellaneous fees		557.00*	3,862.00	584.00*
				5,974.00

FEEs—CONTINUED

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO SPECIFIED APPROPRIATION AC-				
COUNTS—CONT'D				
Insurance Commission:				
First time agents' examinations	\$	2,120.00	\$	2,410.00
Miscellaneous fees		170.48		61.82
				2,471.82
Central Maine Sanatorium				
X-ray fees		710.00		625.00
Board of Education				
Miscellaneous fees		698.00		699.00
Secretary of State:				
Certification of registration and inspection of aircraft	\$	260.00	\$	681.00
Pilots' licenses, commercial transport, and students		135.00		37.00
				718.00
Department of Budget				
Application fee—Personnel bond		284.00		648.00
State Police				
Witness fees		221.25		164.08
Bank Commissioner				
Receiving service of process against a corporation		40.00		—0—
Forestry Department				
Miscellaneous fees		12.22		1.50
Maine State Library				
Traveling library fees		—0—		79.45
Western Maine Sanatorium				
Witness fees		—0—		16.04
Bureau of Taxation				
Witness fees		—0—		15.00
	\$	318,054.51	\$	338,742.90
	\$	338,640.54	\$	370,571.85

*Use of these funds restricted by law to specific purposes.

SALES OF SERVICES AND COMMODITIES

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUND ACCOUNTS				
Board of patients—State hospitals	\$ 88,314.92		\$ 84,376.98	
Sale of brick yard products	2,885.06		4,271.24	
Sale of farm products	2,562.56		2,447.63	
Public printing service	1,961.69		3,667.20	
Sale of industrial products	530.14		468.99	
Sundry receipts	435.77		703.30	
Board of transients—institutions	280.93		402.74	
Sale of green boxes, barrels, etc.	162.11		205.73	
Sale of supplies	61.19		167.55	
Sale of revised statutes	35.50		197.75	
Copies of documents—Industrial Accident Com- mission	5.40		27.60	
Sale of gas and grease	—0—	\$ 97,235.27	54.04	\$ 96,990.75
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
Liquor Commission:				
Sale of liquor	\$5,692,239.53		\$5,891,704.70	
Sundry receipts	77.12		125.37	
Sale of mailing lists	67.00	\$5,692,383.65	56.50	\$5,891,886.57
State Highway Commission:				
Sale of salvage or surplus material	\$ 457,498.45		\$ 430,732.22	
Specifications	3,188.00	460,686.45	5,279.00	436,011.22
State Prison:				
Auto Plate Department	\$ 37,446.76		\$ 28,401.43	
Sale of prison product—harness	13,673.81		15,427.95	
Woodworking Department	8,851.53		10,989.61	
Sale of prison products—tailoring	8,512.20		7,486.60	
Sale of farm products	5,486.70		3,432.35	
Upholstering Department	5,081.85		4,273.80	
Blacksmith, tin and auto repairs	2,901.80		3,453.73	
Painting vehicles	1,759.46		2,613.52	
Sundry receipts	648.13		483.88	
Sale of prison products—wood	579.25		1,172.00	
Board of transients	3.98		682.62	
Sale of industrial products	—0—	84,945.47	242.69	78,660.18
Department of Agriculture:				
Inspection and certification of seed potatoes ..	\$ 55,918.52		\$ 50,705.06	
Sardine factory inspection service	9,268.32*		16,348.42*	
Maine egg laying contest—sale of eggs	3,433.84		3,728.51	
Salvage of hides and carcasses	1,621.00		4,369.53	
Blueberry factory inspection	1,100.00*		1,704.00*	
Sale of labels and cartons	147.38		86.10	
Sale of pamphlets	26.57		44.20	
Sale of blood test needles	—0—	71,515.63	1.00	76,986.82
Department of Education:				
Tuition—Farmington Normal School	\$ 19,494.04		\$ 16,419.00	
Tuition—Gorham Normal School	17,621.00		15,851.00	
Tuition—Aroostook Normal School	6,689.28		5,900.56	
Tuition—Washington Normal School	4,715.63		4,242.85	
Tuition—Madawaska Training School	3,400.00		1,650.00	
Tuition—Eastern State Normal School	3,245.08	55,165.03	3,379.20	47,442.61
Bureau of Institutional Service				
Board and care—tuberculosis patients		45,982.87*		45,469.20*
State Police Department:				
Sundry receipts	\$ 4,527.63		\$ 313.41	
Sale of gas and grease	—0—	4,527.63	11.72	325.13
School for the Deaf				
Board and tuition—New Hampshire pupils ..		2,200.00		2,800.00
Bureau of Social Welfare				
Sale of stumpage		1,555.12		—0—
State School for Boys:				
Sale of gas and grease	\$ 1,286.14		\$ 1,510.59	
Sundry receipts	46.57	1,332.71	—0—	1,510.59

SALES OF SERVICES AND COMMODITIES—CONTINUED

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO SPECIFIED APPROPRIATION				
ACCOUNTS—CONT'D.				
Department of Public Health:				
Sale of miscellaneous drugs	\$ 1,131.96		\$ 169.10	
Sundry receipts	125.01		339.37	
Sale of drugs for venereal treatment	55.20		51.66	
Sale of supplies from stock .....	.20	\$ 1,312.37	—0—	\$ 560.13
Legislative Department:				
Sale of supplies from stock	\$ 1,070.00		\$ —0—	
Sale of surplus material	20.00	1,090.00	—0—	—0—
Adjutant General:				
Sale of gas and grease	\$ 619.44		\$ 977.28	
Sale of military property	406.73	1,026.17	1,204.19	2,181.47
Superintendent of Public Buildings:				
Sale of surplus material	\$ 640.03		\$ 311.92	
Sale of miscellaneous items	53.90	693.93	88.79	400.71
Forestry Department:				
Sale of stock from nursery	\$ 653.35		\$ 491.31	
Sundry receipts	7.50	660.85	—0—	491.81
Augusta State Hospital:				
Sale of gas and grease	\$ 427.57		\$ 388.20	
Sale of supplies from stock	230.44	658.01	248.17	636.37
Sea and Shore Fisheries:				
Sale of lobster measures	\$ 421.70		\$ 511.84	
Sale of land and buildings	—0—		3,500.00	
Sundry receipts	—0—	421.70	1.00	4,012.84
State Library				
Sale of books		347.95		376.80
Western Maine Sanatorium:				
Sale of livestock	\$ 218.00		\$ —0—	
Sale of gas and grease	103.87	321.87	83.27	83.27
Central Maine Sanatorium:				
Sale of gas and grease	\$ 265.58		\$ 180.01	
Sale of supplies from stock	45.05	310.63	73.89	253.90
Reformatory for Women:				
Sundry receipts	\$ 135.75		\$ 148.95	
Sale of industrial products	99.27		—0—	
Sale of livestock	65.00	300.02	—0—	148.95
Industrial Accident Commission				
Sale of blank forms		148.88		176.83
State School for Girls				
Sale of supplies from stock		79.74		—0—
Bangor State Hospital:				
Sale of gas and grease	\$ 58.16		\$ 54.59	
Sundry receipts	12.07	70.23	135.24	189.83
Works Progress Administration				
Sale of surplus material		44.32		645.34
Public Utilities Commission:				
Sundry receipts	\$ 26.00		\$ —0—	
Sale of blank forms	11.25	37.25	4.25	4.25
Social Security:				
Sundry receipts	\$ 32.50		\$ 5.00	
Sale of miscellaneous drugs and vaccine	—0—	32.50	332.51	337.51
Bureau of Accounts and Control				
Sale of supplies from stock		18.13		10.20
Executive Department				
Sale of miscellaneous items		9.66		—0—
Pownal State School				
Sale of gas and grease		1.50		.90
National Recovery Act				
Sale of salvage or surplus material		—0—		61.63
		\$6,427,880.27		\$6,591,664.56
		\$6,525,115.54		\$6,688,655.31

*Use of these funds restricted by law to specific purposes.

INTEREST EARNED
STATE OF MAINE
Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
<hr/>				
CREDITED TO GENERAL FUNDS				
Interest on state trust funds	\$29,805.49		\$29,115.06	
Interest on state tax on cities and towns	26,768.57		17,927.34	
Interest on state tax on wild lands	5,865.25		2,715.17	
Interest on bank balances—general funds	2,753.84		820.72	
Interest on forestry district tax	1,810.81		823.05	
Interest on bank stock securities	901.50	\$67,905.46	683.70	\$52,085.04
CREDITED TO SPECIFIED APPROPRIATION				
ACCOUNTS				
Board of Education:				
Interest on farm lands loans and securities	\$12,611.39		\$ 6,291.33	
Interest on state trust funds	1,817.06	\$14,428.45	-0-	\$ 6,291.33
Treasurer of State:				
Interest on state trust funds	\$13,400.60		\$ 4,766.23	
Interest ad interim	500.00	13,900.60	-0-	4,766.23
		\$28,329.05		\$11,057.56
		\$96,234.51		\$63,142.60

FINES
STATE OF MAINE
Years ended June 30, 1939-1938

	<u>Y E A R</u>	<u>E N D E D</u>
	June 30, 1939	June 30, 1938
<hr/> CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS <hr/>		
Secretary of State		
Automobile fines	\$24,209.55	\$31,924.68
Inland Fish and Game Department		
Fines and penalties	10,363.52	15,622.72
State Highway Commission		
Violation of contracts	1,000.00	-0-
Sea and Shore Fisheries		
Miscellaneous fines	760.00	860.50
Department of Agriculture		
Fines for misbranding potatoes	\$163.46	\$676.30
Fines for violation of feeding stuffs law	50.00	-0-
Fines for violation of pure food law	35.00	15.00
Fines for egg inspection	5.00	-0-
State Library		
Fines for failure to return books	181.06	266.02
State Treasurer		
Gasoline tax penalties	115.00	75.00
	<u>\$36,882.59</u>	<u>\$49,440.22</u>

REFUNDS, RECOVERIES, ETC.

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUNDS				
Dog licenses—deficient	\$ 6,222.94		\$ 6,588.58	
Sale of land for taxes	375.94	\$ 6,598.88	284.90	\$ 6,873.48
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
State Highway Commission:				
Reimbursement from bonding companies—				
breach of contract	\$18,137.23		\$ -0-	
Fifty per cent refund—auto excise tax	15,019.68*		15,258.30*	
Land damage	4,592.22		2,520.99	
General highway land damage	-0-	37,749.13	376.00	18,155.29
Adjutant General				
Insurance settlement for fire loss		13,500.00		-0-
Liquor Commission:				
Purchase returns and allowances	\$ 8,049.67		\$12,485.95	
Credit adjustment refunds	3,031.26		3,060.38	
Damage claims	651.25	11,732.18	682.48	16,228.81
Bureau of Social Welfare:				
Assessment to relatives for board and care	\$ 1,860.80		\$ 2,279.97	
Reimbursement by patients for hospital service ..	734.07	2,594.87	1,097.95	3,377.92
Treasury Department				
Sale of land for taxes		650.79		2,269.94
Taxation Department:				
Reimbursement—court expense	\$ 374.70		\$ 131.20	
Damage claims	-0-	374.70	52.58	183.78
State Police Department				
Damage claims		381.01		220.11
Board of Education				
Insurance settlement for fire loss		64.50		24.10
Inland Fish and Game				
Damage claims		10.00		-0-
State Prison				
Damage claims		9.34		12.76
General Insurance Fund				
Settlement for fire losses		-0-		5,084.31
Attorney General Department				
Extradition cases		-0-		378.58
Unemployment Compensation				
Damage claims		-0-		25.00
Northern Maine Sanatorium				
Damage claims		-0-		7.00
Insurance Commission				
Damage claims		-0-		5.00
		\$67,066.52		\$45,972.60
		\$73,665.40		\$52,846.08

*Use of these funds restricted by law to special purposes.

SALE OF EQUIPMENT
STATE OF MAINE
Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
<hr/>				
CREDITED TO GENERAL FUNDS				
<hr/>				
Sale of obsolete and unusable equipment—				
Bangor State Hospital		\$ 15.00		\$ -0-
		<hr/>		<hr/>
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
<hr/>				
Institutions:				
Sale of surplus equipment	\$101.95		\$ 174.00	
Sale of obsolete and unusable equipment	7.70	109.65	\$1,293.20	\$1,467.20
	<hr/>		<hr/>	
Department of Sea and Shore Fisheries				
Sale of obsolete and unusable equipment		59.71		65.00
Department of Agriculture				
Sale of obsolete and unusable equipment		50.87		-0-
Superintendent of Public Buildings				
Sale of surplus equipment		-0-		626.00
Public Utilities Commission:				
Sale of surplus equipment	\$ -0-		\$ 90.00	
Sale of obsolete and unusable equipment	-0-	-0-	66.00	156.00
	<hr/>	<hr/>	<hr/>	<hr/>
		\$220.23		\$2,314.20
		<hr/>		<hr/>
		\$235.23		\$2,314.20
		<hr/>		<hr/>

GRANTS, SUBSIDIES AND ASSESSMENTS

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUNDS				
Assessment to towns for board and care of neglected children	\$	216,066.99		\$ 215,446.10
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
Unemployment Compensation Commission				
Federal Grants for Unemployment Compensation Fund:				
Benefit account	\$	3,890,000.00	\$	2,700,000.00
Administration		353,047.44		298,753.30
Employment service		141,413.95	\$	195,013.59
				\$ 3,193,766.89
Highway Department:				
Federal Aid—first-class highways	\$	1,196,539.40	\$	1,589,075.45
Towns' share—State Aid Construction		422,174.20		360,759.60
“ “ —Highway Maintenance Patrol		294,932.86		285,457.43
Federal Aid—grade crossings		271,891.00		—0—
Towns' share—snow removal, state and town highways		255,128.65		199,163.13
Counties' share of cost of bridge construction		198,581.15		172,422.28
Towns' share of cost of bridge construction .		107,973.89		99,029.27
Federal aid for bridges		104,735.73		—0—
Towns' share—snow removal—highways		91,633.17		92,180.36
Federal Grant — Highway Survey Planning Board		85,532.80		48,801.47
Overexpenditures by towns—snow removal ..		12,734.04		11,486.17
M. C. R. R. share of maintenance of Carlton Bridge		6,465.46		11,516.43
Towns' share additional state aid money		1,225.32		1,694.90
Towns' payment for third-class roads		403.14		—0—
Contributions from towns for first-class highway construction		200.00		—0—
Reimbursement from New Hampshire for interstate bridge		—0—		1,151.72
Contributions from private sources for first-class highways		—0—	3,050,150.81	2.00
				2,872,740.21
Social Security Fund				
Federal Grants:				
Old Age Assistance	\$	1,534,005.16	\$	465,704.27
Aid to Dependent Children		196,009.66		185,300.27
Aid to Blind		178,121.76		151,680.11
Aid to Public Health		77,575.00		71,166.00
Maternal and Child Health		51,126.36		54,853.47
Aid to Crippled Children		36,940.49		32,489.44
Child Welfare Services		20,881.94	2,094,660.37	17,936.67
				979,130.23
Public Works Administration				
Federal Grant for bridges		317,311.78		—0—
Bureau of Social Welfare				
Assessment against towns for aid to mothers with dependent children		284,319.63		264,628.85
Works Progress Administration:				
Federal Aid—National Recovery Highways ..	\$	181,491.24	\$	1,521,155.09
Towns' share of cost of bridge construction .		—0—	181,491.24	10,012.70
				1,531,167.79
Department of Education				
Federal Grants:				
Vocational Education:				
George Dean Act	\$	89,585.92	\$	56,589.80
Smith Hughes Act		29,203.99		44,574.59
Towns' share—support of normal schools		21,233.64		22,350.00
Federal Grant—Industrial Rehabilitation		11,741.79		11,601.11

GRANTS, SUBSIDIES AND ASSESSMENTS—CONTINUED

	Y E A R E N D E D			
	June 30, 1939		June 30, 1938	
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CREDITED TO SPECIFIED APPROPRIATION AC-				
COUNTS—CONTINUED				
Towns' share—supervision of schools in plan- tations	1,670.74		1,325.00	
Tuition from towns for schooling of children in unorganized territories	460.00	153,896.08	115.00	136,555.50
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Forestry Department				
Federal Grants:				
To fire prevention	\$ 44,781.00		\$ 43,196.00	
Co-operative distribution of forest plant stock	768.30	45,549.30	549.55	43,745.55
<hr/>				
Maine State Prison				
Federal Grant—new construction		30,000.00		—0—
National Recovery Act				
Federal Aid to National Recovery				
Highways		28,758.95		38,709.82
State Auditor's Department				
Uniform accounting installation charged to towns		20,320.21		12,109.88
Central Maine Sanatorium				
Federal Grant for new construction		8,854.97		11,177.31
Department of Public Health				
Towns' share:				
Public Health Nursing School	\$ 7,324.33		\$ 4,447.75	
Dental work in schools	1,174.10	8,498.43	1,326.15	5,773.90
<hr/>				
Adjutant General				
Cities' share—building of armory		8,070.00		9,000.00
Northern Maine Sanatorium				
Federal Grant for new construction		7,379.00		—0—
Department of Health and Welfare:				
Refunds from towns and relatives for sup- port of paupers and other dependents ...	\$ 2,091.36		\$ 1,554.66	
Contribution from Portland for sewing ma- chines	—0—	\$ 2,091.36	147.50	\$ 1,702.16
<hr/>				
Maine Development Commission				
Contribution from Maine Cannery Association		2,037.48		19,138.40
Augusta State Hospital				
Federal Grant for new construction		1,599.57		3,450.00
Department of Agriculture				
Payments by towns for control of insects ...		204.90		—0—
Reformatory for Women				
Federal Grant—Aid to Public Health		—0—		29,259.73
State School for Girls				
Federal Grant—Aid to Public Health		—0—		19,212.27
<hr/>				
		\$10,629,655.47		\$ 9,171,268.49
<hr/>				
		\$10,845,722.46		\$ 9,386,714.59

OTHER CREDITS

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
CREDITED TO GENERAL FUNDS				
Dividends on closed banks	\$ 74.10		\$ 120.00	
Refunds—miscellaneous	1.58	\$ 75.68	143.02	\$ 263.02
CREDITED TO SPECIFIED APPROPRIATION ACCOUNTS				
Bureau of Accounts and Control				
Reimbursements—various	\$7,360.00		\$7,851.36	
Refunds—miscellaneous	7.45	7,367.45	94.75	7,946.11
Highway Commission				
Refunds—miscellaneous	\$3,031.69		\$1,262.95	
Reimbursement—State Compensation Account	2,420.65	5,452.34	2,312.44	3,575.39
Adjutant General				
Refunds—miscellaneous		2,822.82		1,536.64
Maine Development Commission				
Refunds—miscellaneous	\$2,298.00		\$ 386.83	
Reimbursements—various	394.62	2,692.62	—0—	386.83
Bureau of Purchases				
Reimbursements—various	\$2,213.34		\$ —0—	
Refunds—miscellaneous	170.42	2,383.76	678.50	678.50
Social Security Fund				
Refunds—miscellaneous		1,981.46		356.10
Racing Commission				
Unpaid pari-mutuel tickets	\$1,729.30		\$1,713.50	
Refunds—miscellaneous	162.00	1,891.30	—0—	1,713.50
Institutions				
Refunds—miscellaneous		1,659.47		2,163.16
Bureau of Social Welfare				
Refunds—miscellaneous		1,531.00		1,044.63
Board of Education				
Refunds—miscellaneous		1,266.01		1,809.49
State Treasurer				
Refunds—miscellaneous		957.50		31.87
Unemployment Compensation Commission				
Refunds—miscellaneous		861.05		428.01
State Library				
Refunds—miscellaneous		709.63		982.59
Liquor Commission				
Refunds—miscellaneous		422.92		648.48
State Police				
Refunds—miscellaneous		420.31		803.69
Inland Fish and Game				
Refunds—miscellaneous		412.29		490.99
Bank Commissioner				
Reimbursements—various		350.00		—0—
Executive Department				
Refunds—miscellaneous		296.25		—0—
Sea and Shore Fisheries				
Refunds—miscellaneous		276.66		—0—
Department of Agriculture				
Dividends on closed banks	\$ 158.16		\$ —0—	
Refunds—miscellaneous	13.00	171.16	85.30	85.30
Secretary of State				
Refunds—miscellaneous		125.38		142.71
Department of Health and Welfare				
Refunds—miscellaneous		125.00		82.06
Superintendent of Public Buildings				
Refunds—miscellaneous		97.01		46.40
Department of Public Health				
Refunds—miscellaneous		96.35		216.70

OTHER CREDITS—CONTINUED

	Y E A R	E N D E D
	June 30, 1939	June 30, 1938
<hr/>		
CREDITED TO SPECIFIED APPROPRIA-		
<u>TION ACCOUNTS—CONTINUED</u>		
Insurance Commissioner		
Refunds—miscellaneous	62.02	130.96
Examining Boards		
Refunds—miscellaneous	60.20	—0—
Forestry Department		
Refunds—miscellaneous	\$ 50.85	\$ 66.33
Reimbursements—various	4.00	—0—
	<hr/>	<hr/>
Labor and Industry		
Refunds—miscellaneous	6.00	.71
Bureau of Taxation		
Refunds—miscellaneous	—0—	1,354.86
Public Utilities Commission		
Refunds—miscellaneous	—0—	85.07
Legislative Resolves		
Refunds—miscellaneous	—0—	25.00
Legislative Department		
Refunds—miscellaneous	—0—	1.59
State Auditors Department		
Refunds—miscellaneous	—0—	.06
	<hr/>	<hr/>
	\$34,552.81	\$26,833.73
	<hr/>	<hr/>
	\$34,628.49	\$27,096.75
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EXPENDITURES

STATE OF MAINE

Years ended June 30, 1939-1938

	Y E A R		E N D E D	
	June 30, 1939		June 30, 1938	
Adjutant General	\$	232,707.71	\$	200,984.40
Attorney General		58,320.18		56,060.63
Bank Commissioner		56,033.45		55,654.85
Bureau of Taxation		369,029.80		379,172.84
Agriculture		436,329.55		457,182.55
Maine State Planning Board		—0—		18.42
Labor and Industry		22,689.96		21,244.14
Bureau of Budget		14,354.11		10,255.48
Examining Boards		39,316.22		34,942.79
Executive		54,323.40		29,602.24
Bureau of Accounts and Control		164,233.59		149,148.17
Forestry		236,746.86		187,778.30
Bureau of Purchases		27,166.01		7,585.91
Industrial Accident		32,677.77		34,333.08
General Insurance Fund		24,985.40		29,654.06
Inland Fish and Game		510,573.23		544,779.71
Insurance Commission		32,318.77		21,309.88
Bureau of Social Welfare		1,504,230.31		1,442,232.57
Legislative		227,711.33		21,826.31
Division of Charitable Institutions		54,024.94		49,904.68
Maine Development Commission		221,501.54		163,741.23
Maine State Library		33,052.13		46,468.82
Maine State Liquor Commission		4,068,332.17		4,186,081.75
Public Utilities Commission		87,817.21		95,120.36
Social Security Fund		3,781,373.52		1,540,918.89
Sea and Shore Fisheries		111,831.34		77,041.89
Secretary of State		172,921.32		161,618.35
State Auditor		45,982.32		33,467.88
Education		2,728,671.50		2,785,531.70
Maine State Racing Commission		13,111.98		10,428.66
Public Health		182,356.29		181,223.39
Bureau of Institutional Services		50,851.25		63,534.93
Maine Real Estate Commission		2,667.59		3,612.30
Unemployment Compensation		4,450,496.01		3,088,597.13
Health and Welfare		1,720,664.17		1,595,051.73
Superintendent of Public Buildings		82,534.85		81,519.64
Supreme, Judicial and Superior Courts		169,364.87		170,193.48
State Park Commission		3,323.09		865.62
State Treasurer		1,307,198.46		1,272,489.32
University of Maine		657,206.26		657,220.98
Institutions		2,147,099.97		2,314,181.64
State Highway Police		314,635.40		284,295.90
Highway		10,826,550.95		11,786,067.72
Miscellaneous Resolves		160,324.94		115,619.74
Public Works Administration		494,954.24		78,490.82
Works Progress Administration		267,719.72		1,866,106.07
National Recovery Act		9,451.92		52,858.81
Agriculture—Cost of dog licenses, tags, etc.		1,631.65		1,471.58
Agriculture—Premiums paid on securities purchased— lands reserved fund		1,351.65		—0—
State Treasurer—miscellaneous items		268.08		—0—
Forestry—miscellaneous items		—0—		63.30
		<u>\$38,213,018.98</u>		<u>\$36,447,554.64</u>
Less amount charged to Sinking Fund Reserve as provided by Chapter 101, Private and Special Laws—1939		549,000.00		
		<u>\$37,664,018.98</u>		

SUMMARY OF APPROPRIATIONS, CREDITS,

STATE OF

Year ended

APPROPRIATIONS								
DEPARTMENT	Appropriation Balances June 30, 1938	By Legislature	From Contingent Fund By Governor's Council	C R E D I T S				
				Revenue	Grants, Subsidies and Assessments	Transfers	Other Credits	
Adjutant General	\$ 0	\$ 170,000.00	\$ 31,125.00	\$ 14,735.17	\$ 8,070.00	\$ 9,770.73	\$ 2,822.82	
Attorney General	0	50,450.00	0	12,620.78	0	0	0	
Bank Commissioner	9,994.09	45,000.00	0	20,075.00	0	358.73	350.00	
Bureau of Taxation	7,914.31	44,000.00	0	98,771.01	0	235,132.11	0	
Agriculture	8,612.84	232,551.00	10,000.00	213,962.15	204.90	5,235.56	171.16	
Labor and Industry	0	18,200.00	498.05	4,369.94	0	13.19	6.00	
Bureau of Budget	0	14,500.00	0	284.00	0	1,783.31	0	
Examining Boards	72,666.97	0	0	54,362.94	0	566.65	60.20	
Commissioner of Finance	0	4,000.00	0	0	0	0	0	
Executive	3,400.00	42,500.00	1,025.00	812,948.53	0	2,018.98	296.25	
Bureau of Accounts and Control	27,966.15	40,000.00	0	18.13	0	67,602.71	33,012.55	
Forestry	162,288.76	38,935.00	2,000.00	135,688.72	45,549.30	373.66	54.85	
Bureau of Purchases	(9,111.79)	27,500.00	0	0	0	19,981.34	2,383.76	
Industrial Accident	0	34,000.00	0	148.88	0	0	0	
General Insurance Fund	3,000.00	40,000.00	0	0	0	0	0	
Inland Fish and Game	3,351.95	127,000.00	500.00	385,776.95	0	361.87	412.29	
Insurance Commission	0	16,300.00	0	2,290.48	0	7.15	29,243.14	
Bureau of Social Welfare	0	1,034,804.00	5,000.00	6,506.78	284,319.63	196,587.28	1,531.00	
Legislative	621.19	214,500.00	249.40	1,090.00	0	124.30	0	
Div. of Charitable Institutions	1,932.77	57,140.00	0	0	0	0	0	
Maine Development Comm. ...	51,747.90	200,000.00	0	0	2,037.48	124.42	2,692.62	
Maine State Library	166.68	42,000.00	0	529.01	0	0	709.63	
Maine State Liquor Comm. ...	9,613.63	0	0	6,324,228.63	0	14,541.92	422.92	
Public Utilities Commission ...	12,196.79	84,600.00	118.17	18,994.85	0	34.10	232.15	
Social Security Fund	128,834.58	1,700,000.00	0	32.50	2,094,660.37	158,008.21	1,981.46	
Sea and Shore Fisheries	27,959.47	76,000.00	0	6,994.41	0	76.18	276.66	
Secretary of State	0	41,000.00	30.00	40,772.21	0	149,157.49	125.38	
State Auditor	2,940.10	27,900.00	0	0	20,320.21	0	0	
Education	42,469.33	2,581,938.04	7,800.00	73,861.01	153,896.08	25,029.53	1,266.01	
Maine State Racing Comm. ...	656.75	0	0	41,566.11	0	110.80	1,891.30	
Public Health	34,886.40	140,000.00	0	62,826.78	8,498.43	618.65	96.35	
Bur. of Institutional Services .	18,085.96	35,000.00	0	49,559.67	16,193.76	9,677.35	0	
Maine Real Estate Comm. ...	2,361.70	0	0	3,862.00	0	0	0	
Unemployment Compensation	178,989.13	20,000.00	0	0	4,324,461.39	80,048.27	861.05	
Health and Welfare	0	1,966,788.00	0	0	62,091.36	30,572.92	125.00	
Supt. of Public Buildings	5,000.00	93,000.00	0	877.93	0	577.04	97.01	
Supreme, Judicial and Superior Courts	0	182,000.00	0	0	0	0	0	
State Park Commission	517.19	9,000.00	2,000.00	0	0	0	0	
State Treasurer	119,242.95	429,400.00	0	91,121.29	0	2,743,266.00	957.50	
University of Maine	0	662,209.00	0	0	0	0	0	
Institutions	16,235.02	2,102,816.00	66,000.00	91,489.17	31,639.78	53,698.94	3,668.45	
State Highway Police	172.50	0	799.53	5,129.89	0	319,137.35	420.31	
Highway	3,777,445.62	0	11,000.00	10,364,723.21	3,050,150.81	10,949,324.44	1,027,342.34	
Miscellaneous Resolves	146,543.56	1,950.00	10,636.17	0	0	0	0	
Public Works Administration .	(111,293.91)	0	0	0	317,311.78	756,308.33	0	
Works Progress Administration	48,426.51	0	0	44.32	181,491.24	577,446.50	0	
National Recovery Act	5,625.26	0	0	0	28,758.95	0	0	
	\$4,811,460.36	\$12,646,981.04	\$148,781.32	\$18,940,262.45	\$10,629,655.47	\$16,407,675.01	\$1,118,510.16	
Accounts not included in budget computation	305,558.09							
	\$5,117,018.45							

DISBURSEMENTS AND BALANCES

MAINE

June 30, 1939

D E B I T S					DISPOSITION		
Total Appropriation Credits	Disbursements	Transfers	Other Debits	Total Appropriation Debits	Appropriation Balances June 30, 1939	Transferred To Contingent Fund	Balances Carried Forward
\$ 236,523.72	\$ 232,707.71	\$ 205.73	\$ 4,000.00	\$ 236,913.44	\$ (389.72)	\$ (1,874.68)	\$ 1,484.96
63,070.78	58,320.18	0	1,500.00	59,820.18	3,250.60	3,250.60	0
75,777.82	56,033.45	358.73	12,000.00	68,392.18	7,385.64	1,824.68	5,560.96
385,817.43	369,029.80	2,765.10	4,000.00	375,794.90	10,022.53	(1,831.95)	11,854.48
470,737.61	436,329.55	1,466.10	15,150.00	452,945.65	17,791.96	17,396.92	395.04
23,087.18	22,689.96	.13	1,000.00	23,690.09	(602.91)	(602.91)	0
16,567.31	14,354.11	1,783.31	600.00	16,737.42	(170.11)	170.11)	0
127,656.76	39,316.22	422.16	0	39,738.38	87,918.38	0	87,918.38
4,000.00	0	4,000.00	0	4,000.00	0	0	0
862,188.76	54,323.40	10,716.72	2,000.00	67,040.12	795,148.64	810,793.08	(15,644.44)
168,599.54	164,233.59	52.55	4,000.00	168,286.14	313.40	313.40	0
384,890.29	236,746.86	373.66	2,500.00	239,620.52	145,269.77	1,013.25	144,256.52
40,753.31	27,166.01	22,019.07	1,000.00	50,185.08	(9,431.77)	9,569.79	(19,001.56)
34,148.88	32,677.77	0	1,000.00	33,677.77	471.11	471.11	0
43,000.00	24,985.40	0	15,000.00	39,985.40	3,014.60	3,014.60	0
517,403.06	510,573.23	282.52	4,500.00	515,355.75	2,047.31	13,483.12	(11,435.81)
47,840.77	32,318.77	7.15	2,000.00	34,325.92	13,514.85	0	13,514.85
1,528,748.69	1,504,230.31	3,635.83	20,000.00	1,527,866.14	882.55	882.55	0
216,584.89	227,711.33	144.46	0	227,855.79	(11,270.90)	(11,270.90)	0
59,072.77	54,024.94	30.00	0	54,054.94	5,017.83	4,747.83	270.00
256,602.42	221,501.54	9,079.35	7,000.00	237,580.89	19,021.53	2,000.00	17,021.53
43,405.32	33,052.13	0	1,500.00	34,552.13	8,853.19	7,686.51	1,166.68
6,348,807.10	4,068,332.17	19,424.22	0	4,087,756.39	2,261,050.71	2,261,050.71	0
116,176.06	87,817.21	34.10	3,000.00	90,851.31	25,324.75	6,494.86	18,829.89
4,083,517.12	3,781,373.52	203,286.45	0	3,984,659.97	98,857.15	10,635.69	88,221.46
111,306.72	111,831.34	76.15	2,500.00	114,407.49	(3,100.77)	0	(3,100.77)
231,085.08	172,921.32	13,223.03	6,000.00	192,144.35	38,940.73	39,557.02	(616.29)
51,160.31	45,982.32	0	2,000.00	47,982.32	3,177.99	1,611.60	1,566.39
2,886,260.00	2,728,671.50	26,453.04	2,500.00	2,757,624.54	128,635.46	(13,394.94)	142,030.40
44,224.96	13,111.98	110.80	2,500.00	15,722.78	28,502.18	28,494.68	7.50
246,926.61	182,356.29	905.15	15,000.00	198,261.44	48,665.17	26,826.17	21,839.00
128,516.74	50,851.25	47,446.45	10,000.00	108,297.70	20,219.04	10,161.62	10,057.42
6,223.70	2,667.59	0	0	2,667.59	3,556.11	0	3,556.11
4,604,359.84	4,450,496.01	20,354.06	0	4,470,850.07	133,509.77	0	133,509.77
2,059,577.28	1,720,664.17	240,575.31	200,000.00	2,161,239.48	(101,662.20)	(101,662.20)	0
99,551.98	82,534.85	13.98	4,000.00	86,548.83	13,003.15	10,624.90	2,378.25
182,000.00	169,364.37	0	0	169,364.37	12,635.13	12,635.13	0
11,517.19	3,323.09	0	200.00	3,523.09	7,994.10	3,000.00	4,994.10
3,383,986.74	3,322,198.46	556.88	26,000.00	3,348,755.34	35,231.40	25,478.40	9,753.00
662,209.00	657,206.26	0	5,000.00	662,206.26	2.74	2.74	0
2,365,547.36	2,147,099.97	16,061.28	50,703.98	2,213,865.23	151,682.13	72,370.88	79,311.25
325,659.58	314,635.40	13,465.00	0	328,100.40	(2,440.82)	(2,613.32)	172.50
29,179,986.42	10,826,550.95	15,007,631.02	0	25,834,181.97	3,345,804.45	0	3,345,804.45
159,129.73	160,324.94	0	0	160,324.94	(1,195.21)	(793.58)	(401.63)
962,326.20	494,954.24	270,067.08	0	765,021.32	197,304.88	0	197,304.88
807,408.57	267,719.72	470,648.44	0	738,368.16	69,040.41	0	69,040.41
34,384.21	9,451.92	0	0	9,451.92	24,932.29	0	24,932.29
\$ 64,698,325.81	\$ 40,224,767.60	\$ 16,407,675.01	\$ 428,153.98	\$ 57,060,596.59	\$ 7,637,729.22	\$ 3,251,177.25	\$ 4,386,551.97
							246,294.97
							\$ 4,632,846.94

SUMMARY OF APPROPRIATIONS, CREDITS,

STATE

Year ended

DEPARTMENT	APPROPRIATIONS			C R E D I T S				
	Appropriation	By	From	Grants, Subsidies and				
	Balances June 30, 1937	Legislature	Contingent Fund By Governor's Council	Revenue	Assessments	Transfers	Other Credits	
Adjutant General	\$ 6,053.54	\$ 171,300.00	\$ 10,706.44	\$ 3,096.47	\$ 9,000.00	\$ 4,072.19	\$ 1,536.64	
Attorney General	0	50,450.00	100.00	6,428.41	0	104.25	0	
Bank Commissioner	12,201.49	45,000.00	0	21,009.50	0	6.80	0	
Bureau of Taxation	1,934.55	41,500.00	3,500.00	112,800.17	0	234,374.09	1,354.86	
Agriculture	5,695.44	232,051.00	0	229,110.12	0	711.38	85.30	
Maine State Planning Board ..	18.00	500.00	0	0	0	.42	0	
Labor and Industry	0	18,200.00	0	4,048.45	0	24.50	.71	
Bureau of Budget	0	12,500.00	0	648.00	0	132.80	0	
Examining Boards	42,091.57	4,000.00	0	65,518.19	0	0	0	
Executive	3,400.00	42,500.00	0	858,383.76	0	3,408.96	0	
Bureau of Accounts and Control	207.80	40,000.00	0	10.20	0	135,647.69	26,263.39	
Forestry	132,443.29	30,835.00	10,000.00	136,441.31	43,745.55	192.76	66.33	
Bureau of Purchases	(4,154.57)	27,500.00	0	0	0	20,007.99	678.50	
Industrial Accident	0	34,000.00	0	176.83	0	0	0	
General Insurance Fund	4,000.00	40,000.00	0	5,084.31	0	0	0	
Inland Fish and Game	4,658.33	127,000.00	4,774.74	388,291.50	0	6,613.79	490.99	
Insurance Commissioner	3,303.08	16,300.00	1,375.00	2,476.82	0	4,052.21	130.96	
Bureau of Social Welfare	(23,075.94)	1,004,804.00	0	3,377.92	264,628.85	193,567.71	1,044.63	
Legislative	0	5,400.00	0	0	0	0	12,001.59	
Div. of Charitable Institutions.	4,495.00	57,140.00	0	0	0	572.38	231.94	
Maine Development Comm. ..	1,702.33	200,000.00	1,235.00	0	19,138.40	26.57	386.83	
Maine State Library	166.68	42,000.00	0	722.27	0	15.70	982.59	
Maine State Liquor Comm. ...	79,116.67	0	0	6,570,567.20	0	104,140.52	648.48	
Public Utilities Commission ...	7,278.61	84,600.00	120.00	18,473.37	0	385.24	487.84	
Social Security Fund	192,442.85	0	0	337.51	979,130.23	172,433.96	640,941.90	
Sea and Shore Fisheries	0	96,000.00	500.00	10,890.34	0	0	136.02	
Secretary of State	10,750.00	41,000.00	50.00	43,884.48	0	141,965.10	142.71	
State Auditor	2,260.27	27,900.00	0	0	12,109.88	73.00	.06	
Education	54,921.33	2,389,058.94	0	55,753.31	136,555.50	31,292.60	202,309.49	
Maine State Racing Commission	0	0	0	44,746.46	0	7.50	1,713.50	
Public Health	21,553.85	140,000.00	0	69,472.80	5,773.90	1,511.31	216.70	
Bur. of Institutional Services .	186,285.97	35,000.00	0	45,469.20	0	49,218.72	0	
Maine Real Estate Comm. ...	0	0	0	5,974.00	0	0	0	
Unemployment Compensation	32,703.54	20,000.00	0	25.00	3,193,766.89	41,557.41	428.01	
Health and Welfare	8,993.69	1,508,788.00	0	0	1,702.16	34,192.83	82.06	
Supt. of Public Buildings	0	96,500.00	0	1,226.71	0	3,320.74	46.40	
Supreme, Judicial and Superior								
Courts	0	182,000.00	0	0	0	0	0	
State Park Commission	0	9,000.00	0	0	0	82.81	0	
State Treasurer	128,691.13	436,000.00	6,416.87	83,606.07	0	2,743,047.17	3,188.60	
University of Maine	0	662,209.00	0	0	0	0	0	
Institutions	14,328.35	2,086,155.00	0	86,922.95	63,099.31	216,802.00	1,934.02	
State Highway Police	172.50	0	0	725.36	0	285,718.00	803.69	
Highway	4,697,987.71	1,000.00	2,000.00	10,597,440.07	2,872,740.21	11,649,883.09	1,015,519.09	
Miscellaneous Resolves	943.22	107,829.61	155,512.25	0	0	87,435.54	25.00	
Public Works Administration .	(74,289.21)	0	0	0	0	41,486.12	0	
Works Progress Administration	40,584.62	0	0	645.34	1,531,167.79	5,216,801.20	46.30	
National Recovery Act	272,801.12	0	0	61.63	38,709.82	6,120,474.95	0	
	\$5,372,671.81	\$10,166,020.55	\$196,790.30	\$19,473,846.03	\$9,171,268.49	\$27,545,362.00	\$1,913,925.13	
Accounts not included in budget computation	283,494.62							
	\$6,156,166.43							

DISBURSEMENTS AND BALANCES

OF MAINE

June 30, 1938

D E B I T S					DISPOSITION			
Total Appropriation Credits	Disbursements	Transfers	Other Debits	Total Appropriation Debits	Appropriation Balances June 30, 1939	Transferred To Contingent Fund	Balances Carried Forward	
\$ 205,765.28	\$ 200,984.40	\$ 2,983.50	\$ 4,000.00	\$ 207,967.90	\$ (2,202.62)	\$ (2,202.62)	\$ 0	
57,082.66	56,060.63	116.50	1,500.00	57,677.13	(594.47)	(594.47)	0	
78,217.79	55,654.85	6.80	12,000.00	67,661.65	10,556.14	562.05	9,994.09	
395,463.67	379,172.84	84.51	4,000.00	383,257.35	12,206.32	4,292.01	7,914.31	
467,653.24	457,182.55	1,862.03	15,000.00	474,044.58	(6,391.34)	(15,004.18)	8,612.84	
518.42	18.42	0	300.00	318.42	200.00	200.00	0	
22,273.66	21,244.14	12.25	1,000.00	22,256.39	17.27	17.27	0	
13,280.80	10,255.48	132.80	600.00	10,988.28	2,292.52	2,292.52	0	
111,609.76	34,942.79	4,000.00	0	38,942.79	72,666.97	0	72,666.97	
907,692.72	29,602.24	18,583.70	2,000.00	50,185.94	857,606.78	854,106.78	3,400.00	
202,129.08	149,148.17	1,337.29	23,677.47	174,162.93	27,966.15	0	27,966.15	
353,724.24	187,778.30	202.76	2,500.00	190,481.06	163,243.18	954.42	162,288.76	
44,031.92	7,658.91	20,003.49	1,000.00	28,589.40	15,442.52	24,554.81	(9,111.79)	
34,176.83	34,333.08	0	1,000.00	35,333.08	(1,156.25)	(1,156.25)	0	
49,084.31	29,654.06	0	15,000.00	44,654.06	4,430.25	1,430.25	3,000.00	
531,829.35	544,779.71	525.28	4,500.00	549,804.99	(17,975.64)	(21,327.59)	3,351.95	
28,143.07	21,309.88	4,052.21	2,000.00	27,362.09	780.98	780.98	0	
1,444,347.17	1,442,232.57	2,209.57	20,000.00	1,464,442.14	(20,094.97)	(20,094.97)	0	
17,401.59	21,826.31	0	0	21,826.31	(4,424.72)	(5,045.91)	621.19	
62,439.32	49,904.68	572.38	0	50,477.06	11,962.26	10,029.49	1,932.77	
222,489.13	163,741.23	0	7,000.00	170,741.23	51,747.90	0	51,747.90	
43,887.24	46,468.82	71.96	1,500.00	48,040.78	(4,153.54)	(4,320.22)	166.68	
6,754,472.87	4,186,081.75	106,356.15	0	4,292,437.90	2,462,034.97	2,452,421.34	9,613.63	
111,345.06	95,120.36	385.24	3,000.00	98,505.60	12,839.46	642.67	12,196.79	
1,985,286.45	1,540,918.89	234,754.96	0	1,775,673.85	209,612.60	80,778.02	128,834.58	
107,526.36	77,041.89	0	2,500.00	79,541.89	27,984.47	25.00	27,959.47	
237,792.29	161,618.35	40,581.73	6,000.00	208,200.08	29,592.21	29,592.21	0	
42,343.21	33,467.88	73.00	2,000.00	35,540.88	6,802.33	3,862.23	2,940.10	
2,869,891.17	2,785,531.70	32,246.87	2,500.00	2,820,278.57	49,612.60	7,143.27	42,469.33	
46,467.46	10,428.66	371.46	2,500.00	13,300.12	33,167.34	32,510.59	656.75	
238,528.56	181,223.39	1,595.33	15,000.00	197,818.72	40,709.84	5,823.44	34,886.40	
315,973.89	63,534.93	211,507.10	15,000.00	290,042.03	25,931.86	7,845.90	18,085.96	
5,974.00	3,612.30	0	0	3,612.30	2,361.70	0	2,361.70	
3,288,480.85	3,088,597.13	20,894.59	0	3,109,491.72	178,989.13	0	178,989.13	
1,553,758.74	1,595,051.73	183,894.86	200,000.00	1,978,946.59	(425,187.85)	(425,187.85)	0	
101,093.85	81,519.64	3,320.74	4,000.00	88,840.38	12,253.47	7,253.47	5,000.00	
182,000.00	170,193.48	0	3,000.00	173,193.48	8,806.52	8,806.52	0	
9,082.81	865.62	0	200.00	1,065.62	8,017.19	7,500.00	517.19	
3,400,949.84	3,261,489.32	32.25	27,139.33	3,288,660.90	112,288.94	(6,954.01)	119,242.95	
662,209.00	657,220.98	0	5,000.00	662,220.98	(11.98)	(11.98)	0	
2,469,241.63	2,314,181.64	43,822.20	48,779.00	2,406,782.84	62,458.79	46,223.77	16,235.02	
287,419.55	284,295.90	0	0	284,295.90	3,123.65	2,951.15	172.50	
30,836,570.17	1,786,067.72	15,273,056.83	0	27,059,124.55	3,777,445.62	0	3,777,445.62	
351,745.62	115,619.74	87,435.54	0	203,055.28	148,690.34	2,146.78	146,543.56	
(32,803.09)	78,490.82	0	0	78,490.82	(111,293.91)	0	(111,293.91)	
6,789,245.25	1,866,106.07	4,874,712.67	0	6,740,818.74	48,426.51	0	48,426.51	
6,432,047.52	52,858.81	6,373,563.45	0	6,426,422.26	5,625.26	0	5,625.26	
\$ 74,339,884.31	\$ 38,435,019.76	\$ 27,545,362.00	\$ 455,195.80	\$ 66,435,577.56	\$ 7,904,306.75	\$ 3,092,846.39	\$ 4,811,460.36	
							305,558.09	
							\$ 5,117,018.45	

CASH IN TREASURY

STATE OF MAINE

June 30, 1939

Bank	Location	Per Published Report	As Adjusted	Difference
UNRESTRICTED				
First Auburn Trust Co.	Auburn	\$ 53,642.46	\$ 52,485.15	\$ (1,157.31)
Depositors Trust Co.	Augusta	1,035,272.95	1,072,124.33	36,851.38
First Natl. Granite Bank	Augusta	846,064.79	842,121.08	(3,943.71)
Eastern Trust & Banking Co.	Bangor	43,300.25	43,324.25	24.00
Merchants Natl. Bank of Bangor	Bangor	8,472.35	8,472.35	0
Merrill Trust Co.	Bangor	248,216.84	247,655.83	(561.01)
Bar Harbor Banking & Trust Co.	Bar Harbor	20,080.15	20,080.15	0
Bath National Bank	Bath	17,722.16	17,722.16	0
Bath Trust Co.	Bath	33,374.37	33,366.87	(7.50)
Belfast First Natl. Bank	Belfast	16,466.81	16,466.81	0
Pepperell Trust Co.	Biddeford	18,671.65	18,671.65	0
Depositors Trust Co.	Boothbay Harbor	9,404.29	9,404.29	0
First National Bank	Brunswick	13,905.84	13,905.84	0
Merrill Trust Co.	Bucksport	7,555.91	7,555.91	0
Casco Bank & Trust Co.	Bridgton	869.60	869.60*	0
National Bank of Calais	Calais	13,445.86	13,445.86	0
Camden National Bank	Camden	10,851.09	10,851.09	0
Aroostook Trust Co.	Caribou	28,321.60	28,184.52	(137.08)
First National Bank	Damariscotta	5,909.35	5,909.35	0
Merrill Trust Co.	Eastport	11,494.13	11,494.13	0
Liberty National Bank	Ellsworth	16,694.20	16,694.20	0
Union Trust Co.	Ellsworth	5,928.87	5,928.87	0
Peoples National Bank	Farmington	15,851.89	15,851.89	0
First National Bank	Fort Fairfield	17,397.88	17,397.88	0
First National Bank	Fort Kent	17,489.20	17,489.20	0
Depositors Trust Co.	Gardiner	3,686.52	3,686.52	0
Guilford Trust Co.	Guilford	9,863.86	9,863.86	0
First National Bank	Houlton	22,079.47	22,079.47	0
Houlton Trust Co.	Houlton	24,826.69	24,826.69	0
Community Trust Co.	Kittery	10,457.79	10,457.79	0
First National Bank	Lewiston	34,462.69	34,462.69	0
Northern National Bank	Presque Isle	79,309.04	79,307.04*	(2.00)
Lewiston Trust Co.	Lewiston	20,182.35	20,182.35	0
Manufacturers Natl. Bank	Lewiston	23,634.30	23,634.30	0
Lincoln Trust Co.	Lincoln	60,562.75	60,562.75*	0
Livermore Trust Co.	Livermore Falls	4,148.34	4,148.34	0
Bar Harbor Banking & Trust Co.	Lubec	3,352.36	3,352.36	0
Depositors Trust Co.	Madison	8,724.27	8,724.27	0
Northern Nat. Bank of Presque Isle	Mars Hill	2,609.42	2,609.42*	0
Millinocket Trust Co.	Millinocket	96,674.40	96,674.40*	0
Newport Trust Co.	Newport	43,349.88	43,349.88*	0
Depositors Trust Co. (Forestry Division)	Augusta	0	7,874.44	7,874.44
Norway National Bank	Norway	15,454.08	15,454.08*	0
Merrill Trust Co.	Old Town	8,434.20	8,434.20	0
First National Bank	Pittsfield	8,703.79	8,703.79	0
Canal National Bank	Portland	10,219.70	10,219.70	0
Casco Bank & Trust Co.	Portland	147,525.13	147,525.13*	0
First National Bank	Portland	5,535.43	5,535.43	0
National Bank of Commerce	Portland	60,545.15	60,545.15	0
Portland National Bank	Portland	96,400.32	95,600.11	(800.21)
Rangeley Trust Co.	Rangeley	3,080.07	3,080.07	0
Depositors Trust Co.	Richmond	6,905.53	6,905.53	0
First National Bank	Rockland	34,728.61	34,700.61	(28.00)
Knox County Trust Co.	Rockland	28,127.81	28,127.81	0
Rumford National Bank	Rumford	20,983.77	20,983.77	0
Rumford Falls Trust Co.	Rumford Falls	7,698.31	7,698.31	0
York National Bank	York Village	35,516.24	35,516.24	0
Sanford Trust Co.	Sanford	6,597.28	6,597.28	0
First National Bank	Skowhegan	14,333.67	14,333.67	0
South Berwick Trust Co.	South Berwick	16,825.84	16,825.84	0
Thomaston National Bank	Thomaston	9,622.61	9,543.39	(79.22)
Northern National Bank	Van Buren	6,588.03	6,588.03	0
Depositors Trust Co.	Waldoboro	1,531.94	1,531.94	0
Washburn Trust Co.	Washburn	30,069.81	30,069.81	0
Federal Trust Co.	Waterville	56,835.94	56,833.94	(2.00)

CASH IN TREASURY—CONTINUED

Bank	Location	Per Published Report	As Adjusted	Difference
UNRESTRICTED — Continued				
Westbrook Trust Co.	Westbrook	20,728.53	20,728.53	0
Wilton Trust & Banking Co.	Wilton	5,275.49	5,275.49	0
Community Trust Co.	York Village	18,405.39	18,405.39	0
Eastern Trust & Banking Co.	Machias	0	0	0
		<u>\$ 3,641,001.29</u>	<u>\$ 3,679,033.07</u>	<u>\$ 38,031.78</u>
FUNDS FOR SPECIFIC PURPOSES				
Merrill Trust Co.	Belfast	\$ 99,487.90	\$ 99,487.90	\$ 0
Springvale National Bank	Springvale	50,412.35	50,412.35	0
Liberty National Bank	Ellsworth	7,486.03	7,486.03	0
Depositors Trust Co.	Augusta			
U.C.C. clearing account		97,784.49	97,406.65	(377.84)
U.C.C. benefit account		120,533.65	120,513.40	(20.25)
U.C.C. administrative account		37,997.43	37,997.43	0
U.C.C. employment service		26,534.97	26,534.97	0
First Natl. Granite Bank:	Augusta			
NRA		24,902.73	24,902.73	0
WPA		69,069.97	69,069.97	0
Depositors Trust Co.:	Augusta			
FERA		20,948.79	10,713.48	(10,235.31)
Social security account		416.35	416.40	.05
		<u>\$ 555,574.66</u>	<u>\$ 544,941.31</u>	<u>\$ (10,633.35)</u>
RESTRICTED		<u>\$ 187,873.64</u>	<u>\$ 187,873.64</u>	<u>\$ 0</u>
CASH IN TRANSIT				
Secretary of State (Auto Registry)		\$ 0	\$ 17,849.13	\$ 17,849.13
Cash in transit, not considered on published report.				
CASH ON HAND				
Cash and cash items		\$ 37,086.69	\$ 27,368.12	\$ (9,718.57)
Cash advances on hand June 30, 1939, transferred to accounts receivable.				
		<u>\$ 4,421,536.28</u>	<u>\$ 4,457,065.27</u>	<u>\$ 35,528.99</u>

*Amounts indicated by asterisk apparently exceed legal limit as provided in Section 75, Chapter 2, revised statutes of 1930: "No sum exceeding an amount equal to twenty-five per cent. of the capital and surplus of any one bank or banking institution shall be deposited therein"

RECONCILIATION OF DIFFERENCES—CASH IN TREASURY

STATE OF MAINE

June 30, 1939

	Additions	Deductions
Per published report		\$ 4,421,536.28
Increasing the account at Depositors Trust Co., commercial account, to adjust for unreconciled difference.....	\$ 28,155.00	
To cancel all checks issued on Depositors Trust Co., commer- cial account, prior to July 1, 1938, which were still outstand- ing at June 30, 1939	11,091.81	
To include balance of cash on deposit, Forestry Department, previously charged to appropriation account	7,874.44	
To eliminate from cash, the amount of protested checks		\$ 6,219.32
To decrease cash on deposit in Depositors Trust Co., FERA account, for unreconciled difference at June 30, 1939		10,204.11
To decrease cash on deposit in First National Granite Bank for bond coupons paid by the bank at June 30, 1939, but not entered on the books until subsequent thereto		3,265.00
To provide for cash in transit, representing cash receipts from automobile registration bureaus not taken upon the general books until subsequent to June 30, 1939	17,849.13	
Sundry miscellaneous adjustments		34.39
To eliminate cash items re-classified on the adjusted balance sheet as accounts receivable		9,718.57
	\$ 64,970.38	\$ 29,441.39
NET INCREASE		35,528.99
CASH IN TREASURY, AS ADJUSTED		\$ 4,457,065.27

BALANCES IN CLOSED BANKS—GENERAL FUNDS

STATE OF MAINE

June 30, 1939

Bank	Location	Amount
National Shoe & Leather Bank	Auburn	\$ 315.12
Augusta Trust Co.	Augusta	36,934.54
State Trust Co.	Augusta	38,971.82
City National Bank	Belfast	74.04
First National Bank	Brunswick	28.54
International Trust & Banking Co.	Calais	1,640.62
Camden National Bank	Camden	114.14
Caribou National Bank	Caribou	23,758.37
Danforth Trust Co.	Danforth	4,773.31
Liberty National Bank	Ellsworth	30.41
Augusta Trust Co.	Fairfield	969.87
Fort Fairfield National Bank	Fort Fairfield	21,332.34
First National Bank	Fort Kent	297.39
Fort Kent Trust Co.	Fort Kent	3,814.42
Gardiner Trust Co.	Gardiner	169.90
Maine Trust & Banking Co.	Portland	1,700.10
Farmer's National Bank	Houlton	276.29
Houlton Trust Co.	Houlton	33,514.44
York County Trust Co.	Kittery	1,254.55
Fidelity Trust Co.	Limerick	533.12
Fort Kent Trust Co.	Madawaska	11,260.96
Mars Hill Trust Co.	Mars Hill	5,404.04
Casco Mercantile Trust Co.	Norway	1,195.22
Pittsfield National Bank	Pittsfield	180.76
Casco Mercantile Trust	Portland	4,425.49
Fidelity Trust Co.	Portland	72,662.65
First National Bank	Portland	1,278.36
Presque Isle National Bank	Presque Isle	4,773.67
Augusta Trust Co.	Richmond	2,039.86
Rockland National Bank	Rockland	248.50
Security Trust Co.	Rockland	1,231.90
Fidelity Trust Co.	Sanford	346.82
Augusta Trust Co.	Skowhegan	22,364.69
Casco Mercantile Trust Co.	So. Paris	914.56
Fidelity Trust Co.	South Windham	807.97
Springvale National Bank	Springvale	.01
Thomaston National Bank	Thomaston	919.68
First National Bank	Van Buren	5,095.56
Van Buren Trust Co.	Van Buren	27,195.57
Peoples' Ticonic National Bank	Waterville	574.35
York County Trust Co.	York Village	3,599.41
		<u>\$ 337,023.36</u>

SUMMARY—ACCOUNTS RECEIVABLE

STATE OF MAINE

June 30, 1939

	Per Published Report	Per Subsidiary Ledger	Difference
<u>TAX ACCOUNTS RECEIVABLE</u>			
Cities and towns	\$ 490,821.96	\$ 491,359.88	\$ 537.92
Special tax — cities and towns (uniform accounting)	6,661.39	6,661.39	0
Special school tax 1939	0	1,964.87	1,964.87
Wild lands	439,412.87	440,200.73	787.86
Forestry districts	150,408.88	150,763.92	355.04
Personal property	6,845.04	6,960.28	115.24
Railroad companies	505,377.79	505,377.79	0
Corporations	67,354.56	67,419.56	65.00
Insurance companies	30,572.04	693.03	(29,879.01)
Telephone companies	3,662.44	3,662.44	0
Trust and banking companies	74,125.62	72,250.62	(1,875.00)
Savings banks	5,644.81	5,644.81	0
Loan and building associations	205.74	205.74	0
	\$ 1,781,093.14	\$ 1,753,165.06	\$ (27,928.08)
<u>SUNDRY ACCOUNTS RECEIVABLE</u>			
Cash advances	0	9,718.57	9,718.57
Protested checks	0	6,219.32	6,219.32
	\$ 1,781,093.14	\$ 1,769,102.95	\$ (11,990.19)

NOTE: Brackets indicate decrease.

RECONCILIATION OF ACCOUNTS RECEIVABLE DIFFERENCES

STATE OF MAINE

June 30, 1939

	Increase (Decrease)
<u>TAX ACCOUNTS RECEIVABLE</u>	
Cities and towns:	
Interest payments credited in error to taxes	\$ 1,710.98
Payment for taxes credited in error to interest	(18.36)
Payments for wild land taxes credited in error to city and town taxes	1,974.23
Sundry overpayments	3.16
Abatement of tax not entered	(426.57)
Advance payment of refund charged in error to taxes	(500.00)
Journal entry charged in error	(97.44)
Assessment of school tax on unorganized townships	(2,113.03)
NET DIFFERENCE	\$ 537.92
Special school tax 1939:	
Balance of special assessment on individuals in deorganized town incorrectly entered on books	\$ 1,964.87
Wild lands:	
Additional assessments not charged to taxes	\$ 1,212.74
Credit to school fund entered in error	24.22
Accounting errors	32.56
Credit to tax on cities and towns entered in error	(500.08)
Unexplained differences	18.42
NET DIFFERENCE	\$ 787.86
Forestry district:	
Credit to tax on cities and towns entered in error	\$ 388.32
Accounting errors	11.21
Unexplained differences	5.51
NET DIFFERENCE	\$ 355.04
Personal property	
Supplemental taxes not entered	\$ 115.24
Corporations	
Unexplained differences — net	\$ 65.00
Insurance companies:	
Accounting errors	\$ (29,853.33)
Abatement not charged off	(26.42)
Sundry overpayment .....	.74
NET DIFFERENCE	\$ (29,879.01)
Trust and banking companies	
Accounting error	\$ (1,875.00)
<u>SUNDRY ACCOUNTS RECEIVABLE</u>	
Cash advances	
Amount included in cash in treasury per published report	\$ 9,718.57
Protested checks	
Amount not adjusted on the books	6,219.32
NET DIFFERENCE	\$ 15,937.89

TAX ACCOUNTS

STATE

June

	TOTAL	1939	1938	1937	1936
TAX ON CITIES AND TOWNS					
Alfred	\$ 3,551.12	\$ 0	\$ 3,551.12	\$ 0	\$ 0
Argyle	509.40	0	0	509.40	0
Ashland	1,087.33	0	0	0	0
Bangor .....	.08	0	.08	0	0
Baring	657.82	0	657.82	0	0
Bath	48,349.56	0	48,349.56	0	0
Benedicta	228.08	0	0	0	0
Benton	4,532.97	0	4,532.97	0	0
*Blaine	12,012.07	0	3,622.72	3,622.72	\$ 3,610.69
Boothbay	6,028.47	0	6,028.47	0	0
Boothbay Harbor	11,752.70	0	11,752.70	0	0
Bridgewater	14,869.20	0	5,024.98	5,024.98	4,819.24
Brownville	6,688.34	0	6,688.34	0	0
Burnham	1,292.46	0	1,292.46	0	0
Calais	37,308.87	0	22,546.82	14,762.05	0
Caribou	27,436.37	0	27,287.35	0	0
Cary Plantation	621.19	0	621.19	0	0
Castle Hill	4,483.80	0	2,241.90	2,241.90	0
Caswell Plantation	1,438.55	0	1,438.55	0	0
Centreville	808.21	0	808.21	0	0
Chapman	1,462.31	0	1,462.31	0	0
Chelsea	1,989.28	0	1,989.28	0	0
Chester	698.57	0	698.57	0	0
*Connor	3,597.75	0	1,235.74	1,235.74	0
Cooper	664.36	0	664.36	0	0
Cornville	358.80	0	0	0	0
Crystal	464.77	0	464.77	0	0
Cyr Plantation	1,446.10	0	1,446.10	0	0
Dedham	2,788.01	0	2,788.01	0	0
Dyer Brook	4,753.78	0	1,373.92	1,373.92	1,342.43
*Eastport	60,150.20	0	0	10,660.74	10,446.19
Ellsworth	39,483.42	0	24,395.87	15,087.55	0
Enfield	3,610.80	0	3,610.80	0	0
Franklin	2,431.70	0	2,431.70	0	0
Frenchville	2,681.77	0	2,681.77	0	0
Gardiner	25,428.88	0	25,428.88	0	0
Garland	2,283.57	0	2,283.57	0	0
Greenfield	954.35	0	954.35	0	0
Harrington	2,036.20	0	2,036.20	0	0
Island Falls	2,706.69	0	2,706.69	0	0
Kenduskeag	1,084.68	0	1,084.68	0	0
Kennebunkport	220.35	0	0	0	0
*Kingman	282.90	0	0	0	0
Kingman Plantation	1,024.41	0	671.71	0	352.70
Limestone	7,438.83	0	7,438.83	0	0
Lincoln	11,698.83	0	11,698.83	0	0
Linneus	1,935.33	0	1,935.33	0	0
Littleton	3,517.79	0	3,517.79	0	0
Lyman	2,864.41	0	2,864.41	0	0
Macwahoc Plantation	1,320.22	0	660.11	660.11	0
Mars Hill	7,326.10	0	7,326.10	0	0
Masardis	1,998.17	0	1,998.17	0	0
Meddybemps	531.58	0	362.18	169.40	0
Medway	4,985.60	0	2,690.69	2,294.91	0
Milford	4,764.51	0	4,764.51	0	0
Monticello	8,609.04	0	4,521.02	4,088.02	0
Moro Plantation	1,210.56	0	645.80	564.76	0
Norridgewock	4,987.77	0	4,987.77	0	0
Oakfield	2,280.61	0	2,280.61	0	0
Oakland	3,276.72	0	0	0	3,276.72
Orland	3,037.49	0	3,037.49	0	0
Otis	659.68	0	659.68	0	0
Patten	14,099.11	0	4,566.18	4,566.18	4,562.33
Princeton	2,574.45	0	2,574.45	0	0
*Reed Plantation	1,050.55	0	1,050.55	0	0
Richmond	6,627.01	0	6,627.01	0	0
*St. Francis Plantation	2,886.36	0	1,443.18	1,443.18	0
Salem	237.35	0	237.35	0	0
Sangerville	4,124.12	0	4,124.12	0	0
Sedgwick	2,167.75	0	2,167.75	0	0
*Silver Ridge	874.74	0	437.37	437.37	0
Smyrna	2,441.70	0	1,783.56	658.14	0
Steuben	1,840.49	0	1,840.49	0	0

30, 1939

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TAX ACCOUNTS

	TOTAL	1939	1938	1937	1936
TAX ON CITIES AND TOWNS—Continued					
*Stockholm	1,687.46	0	1,687.46	0	0
Sullivan	4,783.44	0	3,219.98	1,563.46	0
Topsfield	759.56	0	759.56	0	0
*Van Buren	11,117.09	0	0	0	0
Vanceboro	3,273.10	0	2,067.74	1,205.36	0
Wade	1,662.75	0	1,662.75	0	0
Washburn	5,604.90	0	5,604.90	0	0
Windsor .....	.10	0	0	0	0
Weston	755.88	0	755.88	0	0
Winterport	3,252.14	0	3,252.14	0	0
Woolwich	836.40	0	836.40	0	0
	<u>\$ 491,359.88</u>	<u>\$ 0</u>	<u>\$ 334,942.66</u>	<u>\$ 72,169.89</u>	<u>\$ 28,410.30</u>
SPECIAL TAX ON CITIES AND TOWNS					
(Uniform Accounting)					
Fort Kent	\$ 2,736.61	\$ 0	\$ 0	\$ 0	\$ 0
*Kingman	655.36	0	0	0	0
*Van Buren	3,269.42	0	0	0	0
	<u>\$ 6,661.39</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
SPECIAL SCHOOL TAX 1939	\$ 1,964.87	\$ 1,964.87	\$ 0	\$ 0	\$ 0
TAX ON WILD LANDS	\$ 440,200.73	\$ 390,548.83	\$ 28,811.62	\$ 13,893.08	\$ 2,758.08
TAX ON MAINE FORESTRY DISTRICT...	\$ 150,763.92	\$ 130,969.61	\$ 10,880.16	\$ 4,815.10	\$ 1,560.87
TAX ON PERSONAL PROPERTY	\$ 6,960.28	\$ 0	\$ 1,316.84	\$ 1,148.46	\$ 466.05
TAX ON RAILROAD COMPANIES					
Bangor & Aroostook R. R. Co.	\$ 167,070.99	\$ 167,070.99	\$ 0	\$ 0	\$ 0
Boston & Maine R. R. Co.	68,331.32	68,331.32	0	0	0
Bridgton & Harrison Rwy. Co.	101.90	0	0	0	0
Grand Trunk Rwy. of Canada	15,391.76	15,391.76	0	0	0
Lime Rock R. R. Co.	5,685.95	413.02	776.34	679.52	431.70
Maine Central R. R. Co.	246,653.93	246,653.93	0	0	0
Portland Terminal Co.	1,464.77	1,464.77	0	0	0
Waterville, Fairfield & Oakland R. R. Co.	527.62	0	527.62	0	0
York Utilities Co.	149.55	149.55	0	0	0
	<u>\$ 505,377.79</u>	<u>\$ 499,475.34</u>	<u>\$ 1,303.96</u>	<u>\$ 679.52</u>	<u>\$ 431.70</u>
TAX ON CORPORATIONS	\$ 67,419.56	\$ 0	\$ 5,203.93	\$ 3,107.27	\$ 2,768.83
TAX ON INSURANCE COMPANIES					
Consolidated Indemnity Co.	\$ 35.45	\$ 0	\$ 0	\$ 0	\$ 0
Public Fire Insurance Co.	108.44	0	0	0	0
Public Indemnity Co.	8.97	0	0	0	0
Southern Surety Co. of N. Y.	540.17	0	0	0	0
	<u>\$ 693.03</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TAX ON TELEPHONE COMPANIES					
Andover Tel. Co.	\$ 17.67	\$ 17.67	\$ 0	\$ 0	\$ 0
Athens Tel. Co.	131.52	0	16.47	14.20	14.12
Baldwin & Sebago Tel. Co.	459.43	55.89	59.88	55.00	50.43
Cobbosseecontee Tel. Co.	16.71	16.71	0	0	0
Cambridge Tel. Co.	92.13	13.02	0	0	0
Center Lincolnville Tel. Co.	43.45	43.45	0	0	0
Citizens Tel. Co.	35.80	0	0	0	0
Fort Kent Tel. Co.	329.35	329.35	0	0	0
Harmony & Wellington Tel. Co.	197.83	25.96	26.62	30.59	30.43
Katahdin Farmers Tel. Co.	401.31	401.31	0	0	0
Kingman-Prentiss Tel. Co.	31.71	0	0	0	0

*Towns controlled by the Board of Emergency Municipal Finance.

RECEIVABLE—CONTINUED

1935	1934	1933	1932	1931	1930	1929	1928
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
11,117.09	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	.10	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
\$ 26,000.75	\$ 14,724.29	\$ 15,111.99	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,736.61	\$ 0	\$ 0	\$ 0
0	0	0	0	655.36	0	0	0
0	0	0	0	3,269.42	0	0	0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,661.39	\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
\$ 2,164.43	\$ 454.60	\$ 163.44	\$ 476.35	\$ 191.25	\$ 434.77	\$ 304.28	\$ 0
\$ 737.74	\$ 1,020.89	\$ 203.81	\$ 230.62	\$ 121.13	\$ 75.67	\$ 145.11	\$ 3.21
\$ 581.27	\$ 603.67	\$ 500.40	\$ 608.78	\$ 413.33	\$ 626.44	\$ 695.04	\$ 0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0	0
0	0	101.90	0	0	0	0	0
0	0	0	0	0	0	0	0
408.51	394.63	354.98	663.62	1,563.63	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
\$ 408.51	\$ 394.63	\$ 456.88	\$ 663.62	\$ 1,563.63	\$ 0	\$ 0	\$ 0
\$ 3,497.50	\$ 4,308.65	\$ 5,796.65	\$ 9,196.78	\$ 13,147.75	\$ 11,834.50	\$ 8,557.70	\$ 0
\$ 0	\$ 35.45	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	108.44	0	0	0	0	0
0	0	8.97	0	0	0	0	0
0	0	0	540.17	0	0	0	0
\$ 0	\$ 35.45	\$ 117.41	\$ 540.17	\$ 0	\$ 0	\$ 0	\$ 0
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
15.02	16.02	14.68	21.20	19.81	0	0	0
51.31	55.87	45.36	85.69	0	0	0	0
0	0	0	0	0	0	0	0
0	17.02	20.19	21.63	20.27	0	0	0
0	0	0	0	0	0	0	0
0	0	16.00	19.80	0	0	0	0
0	0	0	0	0	0	0	0
0	25.07	25.98	33.18	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	15.00	16.71	0	0	0

TAX ACCOUNTS

	TOTAL	1939	1938	1937	1936
TAX ON TELEPHONE COMPANIES—Continued					
Leeds Tel. Co.	\$ 29.92	\$ 15.72	\$ 0	\$ 0	14.20
Liberty & Belfast Tel. Co.	78.68	78.68	0	0	0
Monson Tel. Co.	147.36	22.68	22.68	22.24	21.57
Nash Tel. Co.	466.86	466.86	0	0	0
New Portland & Eustis Tel. Co.	223.57	19.94	13.28	13.28	35.55
New Sharon & Norridgewock Tel. Co.	133.76	133.76	0	0	0
Oxford Farmers Co-operative	17.50	17.50	0	0	0
Saco River Tel. Co.	234.63	234.63	0	0	0
Sidney Tel. Co.	184.04	18.95	22.86	19.50	19.45
Stockton Springs Tel. Co.	21.38	21.38	0	0	0
Union Tel. Co.	82.73	82.73	0	0	0
Van Tel. Co.	184.63	184.63	0	0	0
Washington Tel. Co.	18.93	18.93	0	0	0
West Appleton Tel. Co.	59.49	0	0	0	16.01
Winn Tel. Co.	22.05	22.05	0	0	0
	<u>\$ 3,662.44</u>	<u>\$ 2,241.80</u>	<u>\$ 161.79</u>	<u>\$ 154.81</u>	<u>\$ 201.76</u>

TAX ON TRUST AND BANKING COMPANIES

Augusta Trust Co.	\$ 13,517.80	\$ 0	\$ 0	\$ 0	0
Casco Mercantile Trust Co.	14,730.29	0	0	0	0
Fidelity Trust Co.	28,483.02	0	0	0	0
Gardiner Trust Co.	399.03	0	0	0	0
Houlton Trust Co.	773.30	0	0	0	0
Maine Trust & Banking Co.	1,956.87	0	0	0	0
Security Trust Co.	4,878.86	0	0	0	0
Van Buren Trust Co.	403.38	0	0	0	0
Washburn Trust Co.	507.68	507.68	0	0	0
York County Trust Co.	1,600.39	0	0	0	0
	<u>\$ 72,250.62</u>	<u>\$ 507.68</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

TAX ON SAVINGS BANKS

Bangor Savings Bank.	\$ 768.79	\$ 0	\$ 0	\$ 0	0
Houlton Savings Bank.	4,876.02	0	0	0	0
	<u>\$ 5,644.81</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

TAX ON LOAN AND BUILDING ASSOCIATIONS

Federal Loan & Building Association.	\$ 205.74	\$ 205.74	\$ 0	\$ 0	0
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RECEIVABLE—CONTINUED

	1935	1934	1933	1932	1931	1930	1929	1928	
\$	0	\$	0	\$	0	\$	0	\$	0
	0		0		0		0		0
	19.08		18.97		20.14		0		0
	0		0		0		0		0
	35.55		35.55		34.87		0		0
	0		0		0		0		0
	0		0		0		0		0
	0		0		0		0		0
	19.48		21.09		22.20		19.81		0
	0		0		0		0		0
	0		0		0		0		0
	0		0		0		0		0
	0		0		0		0		0
	13.73		12.71		17.04		0		0
	0		0		0		0		0
\$	154.17	\$	202.30	\$	215.64	\$	253.57	\$	76.60
							0		0
\$	0	\$	0	\$	18,517.80	\$	0	\$	0
	0		0		14,730.29		0		0
	0		0		28,483.02		0		0
	0		0		399.03		0		0
	0		0		773.30		0		0
	0		0		1,956.87		0		0
	0		0		4,878.86		0		0
	0		0		0		403.38		0
	0		0		0		0		0
	0		0		1,600.39		0		0
\$	0	\$	0	\$	71,339.56	\$	403.38	\$	0
							0		0
\$	0	\$	0	\$	392.78	\$	376.01	\$	0
	833.74		2,887.44		1,154.84		0		0
\$	833.74	\$	2,887.44	\$	1,547.62	\$	376.01	\$	0
							0		0
\$	0	\$	0	\$	0	\$	0	\$	0

BALANCE SHEET—LIQUOR COMMISSION

STATE OF MAINE

June 30, 1939

ASSETS

CURRENT ASSETS

Cash	\$	82,559.92		
Accounts receivable		13,809.57		
Inventories		629,898.24	\$	726,267.73

FURNITURE AND EQUIPMENT

Cost	\$	113,878.36		
Less reserve for depreciation		78,180.94		35,697.42

DEFERRED CHARGES

Prepaid taxes, wages, etc.				2,354.21
			\$	<u>764,319.36</u>

LIABILITIES

CURRENT LIABILITIES

Accounts payable	\$	45,049.26		
Treasury advance		6,900.00		
Accrued		11,938.24	\$	63,887.50

SURPLUS

Earned to June 30, 1935, established as working capital by statute.	\$	364,372.18		
Earned subsequent to June 30, 1935, not lapsed to General Funds		336,059.68		700,431.86
			\$	<u>764,319.36</u>

ANALYSIS OF SURPLUS—LIQUOR COMMISSION

STATE OF MAINE

July 1, 1933 to June 30, 1939

	Malt Beverage Division	Liquor Division	Total	Lapsed to General Funds	Balance Not Lapsed
July 1, 1933 to June 30, 1934	\$ 225,858.55	\$ —0—	\$ 225,858.55	\$ 225,858.55	\$ —0—
" 1, 1934 " " 30, 1935	299,206.61	364,372.18	663,578.79	299,206.61	364,372.18
" 1, 1935 " " 30, 1936	484,891.10	853,647.35	1,338,538.45	1,002,834.50	335,703.95
" 1, 1936 " " 30, 1937*	816,624.99	1,398,173.75	2,214,798.74	2,336,767.70	(121,968.96)
" 1, 1937 " " 30, 1938*	1,471,754.04	1,827,282.10	3,299,036.14	3,295,598.11	3,438.03
" 1, 1938 " " 30, 1939*	1,324,250.54	1,848,805.35	3,173,055.89	3,054,169.23	118,886.66
	<u>\$ 4,622,585.83</u>	<u>\$ 6,292,280.73</u>	<u>\$10,914,866.56</u>	<u>\$10,214,434.70</u>	<u>\$ 700,431.86</u>

*Includes deficiency tax.

COMPARATIVE PROFIT AND LOSS STATEMENT—LIQUOR COMMISSION

STATE OF MAINE

Two years ended June 30, 1939

	Year 1939		Year 1938	
<hr/>				
<u>LIQUOR DIVISION</u>				
Sales	\$ 5,707,804.33		\$ 5,794,363.77	
License fees	37,100.00	\$ 5,744,904.33	32,700.00	\$ 5,827,063.77
	<hr/>		<hr/>	
Cost of goods sold		3,365,563.56		3,455,958.85
		<hr/>		<hr/>
GROSS INCOME		\$ 2,379,340.77		\$ 2,371,104.92
Expenses:				
Store — schedule	\$ 387,349.47		\$ 395,906.36	
Departmental — schedule	143,185.95	530,535.42	147,916.46	543,822.82
	<hr/>		<hr/>	
OPERATING PROFIT — LIQUOR DIVISION		\$ 1,848,805.35		\$ 1,827,282.10
		<hr/>		<hr/>
<u>MALT BEVERAGE DIVISION</u>				
Income:				
Excise tax	\$ 270,979.59		\$ 287,253.44	
Deficiency tax	812,938.87		861,760.47	
License fees, etc.	314,872.90	1,398,791.36	408,886.03	1,557,899.94
	<hr/>		<hr/>	
Expenses — schedule		74,540.82		86,145.90
		<hr/>		<hr/>
OPERATING PROFIT — MALT BEVERAGE DIVISION		\$ 1,324,250.54		\$ 1,471,754.04
		<hr/>		<hr/>
TOTAL OPERATING PROFIT ...		\$ 3,173,055.89		\$ 3,299,036.14
		<hr/>		<hr/>

EXPENSES—LIQUOR COMMISSION

STATE OF MAINE

Two years ended June 30, 1939

	<u>YEARS</u>	
	1939	1938
<u>STORE EXPENSES — LIQUOR DIVISION</u>		
Salaries	\$ 234,065.18	\$ 234,499.62
Trucking and railroad	58,265.71	61,557.05
Rentals, leasehold improvements, water, light, etc.	46,808.48	48,461.05
Supplies	13,645.95	15,399.30
Sundry expenses	34,564.20	35,989.34
	<u>\$ 387,349.47</u>	<u>\$ 395,906.36</u>
<u>DEPARTMENTAL EXPENSES — LIQUOR DIVISION</u>		
Alcohol division	\$ 4,879.41	\$ 3,733.53
Commissioner's expenses	13,202.63	10,716.01
General administration	12,222.72	11,821.01
Supervision and inspection	12,017.55	13,072.93
Enforcement	7,817.55	8,472.26
Merchandising	3,479.14	4,935.05
Warehousing	38,096.56	41,469.53
Chemical analysis	45.00	1,040.00
Auditing	10,299.67	10,579.95
Accounts and control	42,373.66	42,352.23
	<u>\$ 144,433.89</u>	<u>\$ 148,191.90</u>
Less equipment adjustment	1,247.94	275.44
	<u>\$ 143,185.95</u>	<u>\$ 147,916.46</u>
<u>EXPENSES — MALT BEVERAGE DIVISION</u>		
Salaries, wages, fees and retainers	\$ 39,945.89	\$ 38,908.15
Traveling	7,542.10	7,654.02
Printing, repairs, etc.	2,519.60	3,791.99
Supplies	5,636.52	5,921.86
Tax refunds	14,248.94	24,778.27
Motor vehicles and furniture	4,187.71	4,184.63
Sundry expenses	460.06	906.98
	<u>\$ 74,540.82</u>	<u>\$ 86,145.90</u>

BANK STOCK SECURITIES

STATE OF MAINE

June 30, 1939

NO. OF SHARES	BANK	LOCATION	DESCRIPTION OF SECURITY	PAR VALUE	CARRYING VALUE	
					PER SHARE	TOTAL
92	Frontier Trust Co.	Fort Fairfield	4% cum pfd.	\$100.00	\$100.00	\$ 9,200.00
133	Aroostook Trust Co.	Caribou	4% pfd. "B"	25.00	25.00	3,325.00
7	Union Trust Co.	Ellsworth	6% cum. pfd.	10.00	45.00	315.00
41	Community Trust Co.	York Village	Capital stock	25.00	37.50	1,537.50
430	Depositors Trust Co.	Augusta	Capital stock	25.00	37.50	16,125.00
391	Houlton Trust Co.	Houlton	6% pfd.	10.00	10.00	3,910.00
						<u>\$34,412.50</u>

SUMMARY OF SPECIAL AND TRUST FUNDS, GUARANTY AND TRUST DEPOSITS

STATE OF MAINE

June 30, 1939

	PER PUBLISHED REPORT	AS ADJUSTED	INCREASE (DECREASE)	I N V E S T E D I N		
				CASH	SECURITIES	TOTAL
Augusta State Hospital	\$ 58,773.44	\$ 58,773.44	\$ —0—	\$ 3,773.44	\$ 55,000.00	\$ 58,773.44
Bangor State Hospital	2,000.00	2,000.00	—0—	—0—	2,000.00	2,000.00
University of Maine	222,505.72	222,505.72	—0—	141,505.72	81,000.00	222,505.72
Central Maine Sanatorium	2,012.02	2,012.02	—0—	1,012.02	1,000.00	2,012.02
Western Maine Sanatorium	90,009.54	88,009.54	(2,000.00)	25,809.54	62,200.00	88,009.54
State Military and Naval Children's Home	18,433.31	18,420.53	(12.78)	10,570.53	7,850.00	18,420.53
Pownal State School	6,118.07	6,118.07	—0—	6,118.07	—0—	6,118.07
Maine School for the Deaf	6,506.31	6,516.51	10.20	6,516.51	—0—	6,516.51
State School for Girls	11,729.71	11,729.71	—0—	11,729.71	—0—	11,729.71
State School for Boys	700.00	700.00	—0—	700.00	—0—	700.00
Deaf, Dumb and Blind	600.00	600.00	—0—	600.00	—0—	600.00
Jordan Forestry Prize Fund	1,000.00	1,000.00	—0—	1,000.00	—0—	1,000.00
School District Number Two, Mad- ison, Fund	1,000.00	1,000.00	—0—	1,000.00	—0—	1,000.00
Houlton Academy Fund	2,000.00	2,000.00	—0—	2,000.00	—0—	2,000.00
Foxcroft Academy Fund	1,000.00	1,000.00	—0—	1,000.00	—0—	1,000.00
Hebron Academy Fund	1,000.00	1,000.00	—0—	1,000.00	—0—	1,000.00
Madawaska Territory School Fund	5,758.18	5,758.18	—0—	5,758.18	—0—	5,758.18
Penobscot Indian Fund	89,789.28	89,789.28	—0—	74,974.19	14,815.09	89,789.28
Passamaquoddy Indian Fund ...	137,796.39	160,329.54	22,533.15	36,470.12	123,859.42	160,329.54
Permanent School Fund	561,360.55	563,887.93	2,527.38	49,341.81	514,546.12	563,887.93
Carlton Bridge Fund (Maine- nance)	70,972.63	70,972.63	—0—	70,972.63	—0—	70,972.63
Maine Teachers' Retirement Asso- ciation:						
Investment Fund	481,771.76	481,896.76	125.00	18,161.16	463,735.60	481,896.76
Reserve Investment Fund ...	78,732.27	77,214.77	(1,517.50)	1,542.37	75,672.40	77,214.77
Sinking Fund to Retire Kennebec Bridge Loan Bonds	163,967.37	163,967.37	—0—	163,967.37	—0—	163,967.37
Sinking Fund to Retire State Pier Loan Bonds	31,765.74	31,765.74	—0—	31,765.74	—0—	31,765.74
Trust Deposits	322,837.05	322,837.05	—0—	20,387.05	302,450.00	322,837.05
Guaranty Deposits	392,000.00	392,000.00	—0—	—0—	392,000.00	392,000.00
TOTAL PER BOOKS	\$2,762,139.34	\$2,783,804.79	\$ 21,665.45	\$ 687,676.16	\$2,096,128.63	\$2,783,804.79
Items included in published state- ment in error	216,931.36	—0—	216,931.36			
	<u>\$2,979,070.70</u>	<u>\$2,783,804.79</u>	<u>\$ (195,265.91)</u>			

**RECONCILIATION OF SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS**

STATE OF MAINE

June 30, 1939

Per published report	\$2,979,070.70
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ADDITIONS

Purchases of securities not recorded in trust fund accounts	\$ 51,477.98	
Adjustment of securities to cost	2,147.40	
Interest not recorded on books	10.20	\$ 53,635.58

DEDUCTIONS

Error in including "Lands Reserved for Public Uses" also shown as a separate item in published report	\$181,931.36	
Error in report—Trust Deposits	25,000.00	
" " " —Guaranty "	10,000.00	
Sale of securities not recorded in trust fund accounts	30,582.35	
Correction of errors made in recording sales of securities	1,375.00	
Interest withdrawn and not recorded	12.78	248,901.49

AS ADJUSTED

195,265.91
\$2,783,804.79

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS.

GUARANTY AND TRUST DEPOSITS

STATE OF MAINE

June 30, 1939

PAR VALUE OR NUMBER OF SHARES			CASH	SECURITIES
AUGUSTA STATE HOSPITAL				
HELEN A. GILMAN LEGACY				
	Skowhegan Savings Bank		\$ 1,000.00	
JOSEPH H. WILLIAMS LEGACY				
	Piscataquis Savings Bank, Dover-Foxcroft		1,000.00	
DREW BEQUEST				
	Augusta Savings Bank		500.00	
McLELLAN AND BLACK FUND				
	Augusta Savings Bank		1,273.44	
ORNE AMUSEMENT FUND				
1,000	Town of Frankfort, Maine	4 %—1950		1,000.00
COBURN FUND				
25,000	Portland Water District	3 %—1954		25,000.00
25,000	City of Waterville, Maine	4 %—1941/55		25,000.00
				\$ 50,000.00
ROBIE LIBRARY FUND				
20	First National Bank of Portland	Capital—par \$100	\$	2,000.00*
COLONEL BLACK FUND				
20	First National Bank of Portland	Capital—par \$100		2,000.00*
			\$ 3,773.44	\$ 55,000.00
BANGOR STATE HOSPITAL				
ROBIE AMUSEMENT FUND				
20	First National Bank of Portland	Capital—par \$100	\$	2,000.00*
UNIVERSITY OF MAINE				
COBURN FUND				
	Federal Trust Company, Waterville		\$ 6,012.30	
	Washburn Trust Company, Time Deposit		25,000.00	
	State Trust Company, Augusta, Time Deposit		10,278.88*	
10,000	Town of Vassalboro, Maine	4 %—1953/6		\$ 10,000.00
4,000	Town of Atkinson, Maine	4 %—1941/4		4,000.00
7,000	Town of Cornville, Maine	4 %—1943/9		7,000.00
14,000	Town of Waterboro, Maine	3½ %—1939/41-47/50		14,000.00
25,000	Town of Milford, Maine	4 %—1941/55		25,000.00
			\$ 41,291.18	\$ 60,000.00
LAND GRANT FUND				
	Federal Trust Company, Waterville		\$ 27,004.79	
	Depositors Trust Company, Winthrop		4,263.77	
	Sanford Institution for Savings		20,000.00	
	York National Bank, Saco, Time Deposit ..		25,000.00	
	Augusta Trust Company, Winthrop		1,201.50*	
	Presque Isle National Bank, Time Deposit ..		3,930.13*	
	Caribou National Bank, Time Deposit		16,273.78*	
	Fort Fairfield National Bank, Time Deposit ..		2,540.57*	
8,000	City of Old Town, Maine	4¼ %—1948/9		8,000.00
10,000	Town of Brownville, "	4 %—1951/5		10,000.00
2,000	Town of Vassalboro, "	4 %—1952		2,000.00
			\$100,214.54	\$ 20,000.00

**DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED**

PAR VALUE OR NUMBER OF SHARES			CASH	SECURITIES
CARLETON FUND				
500	Bamberger Electric Railroad Company ...	2-3½%—1956		1,000.00*
20	Bamber Electric Railroad Company	No par		
			<u>\$141,505.72</u>	<u>\$ 81,000.00</u>
CENTRAL MAINE SANATORIUM				
VALORA CHASE FUND				
	First National Granite Bank, Augusta		\$ 812.02	
MINNIE E. JONES BEQUEST				
	First National Granite Bank, Augusta		200.00	
JOHN PRESCOTT FUND				
1,000	City of Biddeford, Maine	4 %—1945		1,000.00
			<u>\$ 1,012.02</u>	<u>\$ 1,000.00</u>
WESTERN MAINE SANATORIUM				
UNUSED BALANCE OF FORMER COMMISSION				
	First National Granite Bank, Augusta		\$ 3,334.80	
CHARLES A. FROST FUND				
	Gardiner Savings Institution		9,474.74	
JOHN PRESCOTT FUND				
1,000	City of Manchester, New Hampshire	3 %—1954		1,000.00
BROWN COMPANY FUND				
12	Brown Company 6% Preferred			1,200.00*
LEVI M. STEWART FUND				
	Rumford National Bank, Time Account ...		5,000.00	
	Rockland Savings Bank		8,000.00	
5,000	City of Cambridge, Massachusetts	4 %—1940		5,000.00
2,000	Portland Terminal Company	4 %—1961		2,000.00
5,000	State of Maine Highway and Bridge, Issue of 7/1/23	4 %—1942		5,000.00
5,000	Hancock County, Hancock-Sullivan Bridge	4½%—1939		5,000.00
5,000	Southern Pacific Company-Oregon Lines ..	4½%—1977		5,000.00
5,000	Pittsburgh and West Virginia Railway Company	4½%—1960		5,000.00
5,000	Canadian National Railway Company	4¾%—1955		5,000.00
5,000	City of Ellsworth, Maine	4¼%—1939		5,000.00
5,000	State of Maine Highway and Bridge Loan, Issue of 9/15/26	4 %—1942		5,000.00
5,000	Phillips Water Company	4½%—1956		5,000.00
5,000	Town of Danforth, Maine	4½%—1943/5		5,000.00
3,000	Town of Littleton, Maine	4 %—1955/6		3,000.00
5,000	Republic of Cuba	5½%—1945		5,000.00*
			<u>\$ 13,000.00</u>	<u>\$ 60,000.00</u>
			<u>\$ 25,809.54</u>	<u>\$ 62,200.00</u>
STATE MILITARY AND NAVAL CHILDREN'S HOME				
ADMINISTRATION ACCOUNT				
	Depositors Trust Company, Augusta		\$ 1,210.35	
	Augusta Savings Bank, Augusta		3,000.00	
	Augusta Trust Company, "		1,351.75*	
2,000	Portland Railroad Company	3½%—1951		\$ 2,000.00
1,000	Leadville Water Company	5 %—1940		1,000.00
250	United Public Utilities Corporation	6 %—1960		250.00
5	United Public Utilities Corporation	U. T. C.		
5	United Public Utilities Corporation	No par		
37.50	United Public Utilities Corporation	Interest Scrip		
			<u>\$ 5,562.10</u>	<u>\$ 3,250.00</u>

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
CHILDREN'S ACCOUNT			
	Bath Savings Institution	No. 33275	\$ 1,552.79
	Bath Savings Institution	No. 7311	957.55
	First National Bank, Bath		2,498.09
1,000	Commonwealth of Australia	5 %—1955	\$ 1,000.00
1,000	Western Union Telegraph Company	5 %—1951	1,000.00
1,000	Mississippi River Power Company	5 %—1951	1,000.00
1,000	Cedar Rapids Manufacturing and Power Co.	5 %—1953	1,000.00
6	Bath Real Estate Company	Par \$100	600.00
			<hr/>
		\$ 5,008.43	\$ 4,600.00
		<hr/>	<hr/>
		\$ 10,570.53	\$ 7,850.00
		<hr/>	<hr/>
POWNA STATE SCHOOL			
JOSEPH C. GREENE FUND			
	Depositors Trust Company, Augusta		\$ 3,976.74
	Augusta Trust Company, Augusta		2,141.33*
			<hr/>
		\$ 6,118.07	
		<hr/>	
MAINE SCHOOL FOR THE DEAF			
MARTHA BARTON FUND			
	First National Bank at Portland		\$ 674.68
	First National Bank of Portland		35.61*
			<hr/>
		\$ 710.29	
		<hr/>	
SWAN FUND			
	Canal National Bank, Portland		\$ 924.66
WHIDDEN FUND			
	Augusta Savings Bank		250.37
DAVIES FUND			
	Augusta Savings Bank		209.37
SWETT FUND			
	First National Bank of Portland		143.43*
	First National Bank at Portland		2,717.07
	Augusta Savings Bank		1,561.32
			<hr/>
		\$ 4,421.82	
		<hr/>	
		\$ 6,516.51	
		<hr/>	
STATE SCHOOL FOR GIRLS			
AUGUSTA HOPKINS LEGACY			
	Piscataquis Savings Bank, Dover-Foxcroft		\$ 1,000.00
PETER LANE LEGACY			
	Piscataquis Savings Bank, Dover-Foxcroft		1,156.65
ELIZA MUSTARD LEGACY			
	Piscataquis Savings Bank, Dover-Foxcroft		3,912.50
NELLIE F. SHAW FUND			
	Piscataquis Savings Bank, Dover-Foxcroft		4,750.00
JESSIE F. GODFREY FUND			
	Augusta Trust Company, Augusta		318.69*
	Depositors Trust Company, Augusta		591.87
			<hr/>
		\$ 910.56	
		<hr/>	
		\$ 11,729.71	
		<hr/>	

**DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED**

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
STATE SCHOOL FOR BOYS			
ISAAC SANFORD LEGACY			
	Piscataquis Savings Bank, Dover-Foxcroft	\$ 700.00	
DEAF, DUMB AND BLIND			
ISAAC SANFORD LEGACY			
	Piscataquis Savings Bank, Dover-Foxcroft	\$ 600.00	
JORDAN FORESTRY PRIZE FUND			
GIFT OF BENJAMIN C. JORDAN, ALFRED, MAINE			
	Piscataquis Savings Bank, Dover-Foxcroft	\$ 1,000.00	
SCHOOL DISTRICT NUMBER TWO, MADISON, FUND			
GIFT OF MAHLON D. SPAULDING, BOSTON, MASS.			
	Skowhegan Savings Bank	\$ 1,000.00	
HOULTON ACADEMY FUND			
RESOLVES OF 1864			
	Skowhegan Savings Bank	\$ 2,000.00	
FOXCROFT ACADEMY FUND			
RESOLVES OF 1868			
	Skowhegan Savings Bank	\$ 1,000.00	
HEBRON ACADEMY FUND			
RESOLVES OF 1868			
	Skowhegan Savings Bank	\$ 1,000.00	
MADAWASKA TERRITORY SCHOOL FUND			
PRIVATE AND SPECIAL LAWS OF 1861			
	Franklin County Savings Bank, Phillips, Me.	\$ 4,808.74	
	" " " " " "	949.44*	
		\$ 5,758.18	
PENOBSCOT INDIAN FUND			
	Augusta Trust Company, Winthrop	\$ 1,125.91*	
	Depositors Trust Company, Winthrop	1,286.77	
	First National Granite Bank, Augusta	18,767.97	
	Federal Trust Company, Waterville	14,819.87	
	Houlton Trust Company, Time Deposit— New Bank	5,000.00	
	Mars Hill Trust Company, Time Deposit ..	4,500.00*	
	Presque Isle National Bank, Time Deposit	762.17*	
	Presque Isle National Bank, Time Deposit	2,286.50*	
	Van Buren Trust Company, Time Deposit ..	10,000.00*	
	Augusta Trust Company, Augusta, Time Deposit	3,600.00*	
	Houlton Trust Company, Time Deposit—Old Bank	12,825.00*	
150	Houlton Trust Company—New Bank Par \$10		\$ 1,500.00
6,000	City of Old Town, Maine 4 ¼ %—1947/8		6,000.00
2,000	Town of Vassalboro, Maine 4 %—1956		2,000.00
5,000	Town of Presque Isle, Maine 4 ¼ %—1944		5,315.09
		\$74,974.19	\$ 14,815.09

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,

GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
<u>PASSAMAQUODDY INDIAN FUND</u>			
	Augusta Savings Bank	\$ 14,812.67	
	Federal Trust Company, Waterville	6,544.46	
	Augusta Trust Company, Winthrop	2,386.07*	
	Depositors Trust Company, Winthrop	2,726.92	
	Newport Trust Company, Time Deposit	10,000.00	
10,000	City of Eastport, Maine	4 %—1934	\$ 10,000.00*
10,000	Town of Rumford, Maine	4 1/4 %—1942/6	9,800.00
1,000	City of Portland, Maine	4 %—1940	997.50
15,000	Town of Old Orchard Beach	5 %—1949/54	15,301.80
20,000	State of Maine Highway and Bridge Loan	4 %—1941	19,663.89
3,000	City of Waterville, Maine	4 1/4 %—1942	3,172.54
15,000	City of Old Town	4 1/4 %—1944/6	15,781.35
10,000	Town of Frankfort	4 %—1940/9	10,470.59
2,000	City of Buffalo, New York	3.60 %—1950	2,176.00
4,000	Town of Littleton, Maine	4 %—1950/1	4,299.11
5,000	City of Philadelphia, Pennsylvania	4 %—1955	5,734.56
10,000	City of New York, New York	3 1/4 %—1950	10,371.63
10,000	Town of Presque Isle, Maine	4 1/8 %—1942	10,596.25
5,000	Town of Madawaska, Maine	4 %—1949/50	5,494.20
		<u>\$ 36,470.12</u>	<u>\$ 123,859.42</u>
<u>PERMANENT SCHOOL FUND</u>			
	Federal Trust Company, Waterville	\$ 4,818.18	
	South Paris Savings Bank	5,413.85	
	Depositors Trust Company, Winthrop—Time Deposit	1,208.07	
	First National Granite Bank, Augusta	9,892.69	
	York National Bank, Saco, Time Deposit ..	20,000.00	
	Houlton Savings Bank	5,000.00	
	Augusta Trust Company, Winthrop	379.44*	
	Farmers National Bank, Houlton	2,629.58*	
25,000	Coos County, New Hampshire	4 1/4 %—1945/7	\$ 25,690.00
50,000	City of Boston, Massachusetts, Registered	4 %—1980/2050	53,352.34
20,000	City of Brewer, Maine	4 %—1950	20,538.00
25,000	City of New York, New York	4 %—1980	25,625.00
1,000	City of Biddeford, Maine	4 %—1945	1,020.00
20,000	City of New York, New York	3 1/2 %—1954	18,900.00
30,000	City of Portland, Maine	3 1/2 %—1945/9	29,460.60
25,000	City of Philadelphia, Pennsylvania	4 1/4 %—1951	26,187.50
20,000	County of Erie, New York	3 3/4 %—1952	20,275.00
10,000	City of Saco, Maine	4 1/4 %—1947/8	10,545.00
20,000	City of Bangor, Maine	4 %—1943-5	20,664.00
20,000	County of Delaware, Pennsylvania	3 3/4 %—1943	20,484.40
10,000	City of Dover, New Hampshire	4 1/4 %—1942	10,391.70
20,000	County of Luzerne, Pennsylvania	3 3/4 %—1941	20,252.00
25,000	County of Westchester, New York—Regis- tered	3 3/4 %—1961	26,091.75
10,000	Town of Winslow, Maine	4 %—1941	10,312.00
10,000	State of Maine Highway and Bridge Loan	4 %—1945-8	9,862.50
3,000	City of Buffalo, New York	3.6 %—1950	3,264.00
7,000	City of Peabody, Massachusetts	3 1/2 %—1939	6,754.82
15,000	City of Gardiner, Maine	4 1/2 %—1940	15,093.90
4,000	Town of Washburn, Maine	4 1/2 %—1940	4,058.50
25,000	City of New York, New York	3 1/2 %—1954	24,875.00
20,000	City of Augusta, Maine	4 %—1956/9	20,400.00
25,000	City of Calais, Maine	4 %—1959/61	26,686.11
10,000	Town of West Gardiner, Maine	4 %—1944	10,722.70
1,000	Town of Cornville, Maine	4 %—1942	1,046.62
12,000	City of Manchester, New Hampshire	3 %—1953/4	12,392.16
3,000	City of Boston, Massachusetts	2 1/4 %—1943	2,985.63
25,000	Town of Houlton, Maine	4 %—1940/4	26,360.00
10,000	County of Nassau, New York	2 3/4 %—1950	10,254.89
		<u>\$ 49,341.81</u>	<u>\$ 514,546.12</u>

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
CARLTON BRIDGE FUND (MAINTENANCE)			
First National Granite Bank, Augusta		\$ 29,779.01	
York National Granite Bank, Saco, Time Deposit		7,998.30	
York National Granite Bank, Saco, Time Deposit		6,231.48	
Gardiner Savings Institution		9,590.31	
First National Bank, Damariscotta, Time Deposit		17,373.53	
		<u>\$ 70,972.63</u>	
MAINE TEACHERS' RETIREMENT ASSOCIATION			
INVESTMENT FUND			
SAVINGS ACCOUNTS			
Bath Savings Institution		\$ 3,444.39	
Federal Trust Co.		2,872.29	
Franklin County Savings Bank		3,431.15	
Gardiner Savings Institution		3,302.67	
		<u>\$ 13,050.50</u>	
CHECKING ACCOUNT			
Depositors Trust Co.		\$ 5,110.66	
SECURITIES—BONDS			
RAILROADS			
5,000	Aroostook Valley R. R.	5 ½'s—1959	\$ 5,000.00
5,000	Brooklyn City Railway Co. 1st	5 's—1941	5,037.50
5,000	Bangor and Aroostook R. R. Conv. Ref. ..	4 's—1951	5,192.50
5,000	Chesapeake & Ohio Railroad Co., Ref. & Imp.		
	Series D	3 ½'s—1966	5,025.00
5,000	" E	3 ½'s—1966	4,975.00
2,000	Eastern Ry. of Minnesota—No. Div.	4 's—1948	2,065.00
7,000	Maine Central R. R., 1st Series "A"	4 's—1945	7,500.00
3,000	Secured Bonds	6 's—1959	2,940.00
5,000	Northern Pacific R. R., Prior Lien	4 's—1997	3,845.00
5,000	Penn. R. R. Co., Gen. Mtge. Series E	4 ½'s—1984	4,875.00
5,000	Portland & Rumford R. R. Co. 1st	5 's—1951	5,050.00
5,000	Southern Pacific Co. 1st, Series A	4 's—1977	4,893.75
5,000	Southern Pacific Oregon Lines	4 ½'s—1977	4,750.00
			<u>\$ 61,148.75</u>
MUNICIPALITIES			
1,000	Buckfield Village Corp.	4 's—1948	\$ 930.00
5,000	Town of Dover-Foxcroft Water Dept.	5 's—1943	5,168.60
10,000	Town of Lincoln School District	5 's—1945	10,000.00
8,000	Town of Patten—Serial Bonds	4 ½'s	8,000.00
5,000	Town of Richmond—High School Bonds ..	4 ½'s—1952	4,975.00
3,300	Town of Stockton Springs—School Imp. Bonds	4 ¼'s	3,300.00
			<u>\$ 32,373.60</u>

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,

GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE			
OR NUMBER			
OF SHARES		CASH	SECURITIES

MAINE TEACHERS' RETIREMENT ASSOCIATION—CONTINUED

INVESTMENT FUND—CONTINUED

SECURITIES—BONDS—CONTINUED

UTILITIES

4,000	Biddeford & Saco Water Co.	4 's—1956	\$ 3,980.00
2,000	Birmingham Water Works Co. 1st	5½'s—1954	1,985.00
3,000	Brownville & Williamsburg Water Co. 1st	6 's—1956	3,035.00
1,000	Butte Electric & Power 1st	5 's—1951	980.00
5,000	Brooklyn Union Gas Co.	5 's—1945	5,350.00
5,000	Beaver Valley Water Co. 1st	5 's—1960	5,175.00
4,000	Bangor Gas & Light Co.	5 's—1941	3,650.00
5,000	Bucksport Water Co.	3¾'s—1964	5,100.00
5,000	California Oregon Power Co. 1st	4 's—1966	4,900.00
10,000	Casco Bay Light & Water Co. 1st	6 's—1956	9,520.00
5,000	Central Maine Power Co. 1st	3½'s—1966	5,100.00
2,000	Columbus Electric & Power Co. 1st	5 's—1954	1,880.00
5,000	Columbus Railway Power & Light Co. 1st	4 's—1958	5,087.50
5,000	Cumberland County Power & Light Co. ..	4½'s—1966	4,800.00
5,000	Central Vermont Public Service	3½'s—1966	4,950.00
5,000	Damariscotta, New Castle Water Co. Series A	4½'s—1962	5,000.00
3,000	Eastern Tel. & Tel. Co.	5 's—1947	3,020.00
10,000	Fort Fairfield Light & Power Co.	4 's—1957	10,075.00
5,000	Green Mountain Power Co.	3¾'s—1963	5,075.00
5,000	Long Island Water Corp. 1st	5 's—1955	5,235.00
5,000	Lewiston Gas Light Co.	3½'s—1956	5,050.00
3,000	Lowell Gas Light Co.	4½'s—1966	3,090.00
10,000	Milo Water Co. 1st Series "A"	5 's—1953	9,830.00
5,000	Marion Reserve Power Co.	4½'s—1952	4,950.00
4,000	N. Y. Central Elec. Corp.	5 's—1952	3,910.00
5,000	The New Rochelle Water Co. 1st Ser. A ..	5½'s—1951	5,150.00
5,000	N. Y. State Electric & Gas Corp. 1st	4 's—1965	5,100.00
5,000	N. Y. Water Service Co. 1st	5 's—1951	5,000.00
2,000	Northern Penn. Power Co. 1st	5 's—1962	2,000.00
5,000	Northern State Power Co.	3½'s—1967	4,831.25
5,000	N. Y. Edison Co.	3¼'s—1965	5,060.00
5,000	N. Y. State Electric & Gas Co.	4½'s—1960	5,150.00
5,000	Niagara Falls Power Co.	3½'s—1966	5,212.50
8,000	Newport News & Hampton Gas & Electric Ry.	5 's—1944	8,385.00
5,000	Ohio Public Service Co.	4 's—1962	5,131.25
5,000	Penn. Electric Co., 1st Series H	5 's—1962	5,125.00
10,000	Penn. Power & Light Co.	4½'s—1981	10,200.00
5,000	Phillips Water Co., 1st	4½'s—1956	5,000.00
6,000	Portland Gas & Light Co. 1st	4 's—1955	6,070.00
5,000	Portland Maine Terminal Co. 1st	4 's—1961	4,880.00
5,000	Philadelphia Electric Co.	3½'s—1967	5,200.00
5,000	Penn. Electric Co.	4 's—1971	3,950.00
5,000	Public Service Co. of Northern Illinois ...	3½'s—1968	5,150.00
5,000	Portland Gas Light Co. 1st & Ref.	5 's—1950	4,200.00
5,000	Portland Terminal Co. 1st	5 's—1961	5,025.00
5,000	Parr Shoals Power Co.	5 's—1952	5,225.00
5,000	Rumford Falls Power Co.	4½'s—1948	5,062.50
5,000	Rumford Falls Realty Co. 1st	5 's—1942	5,050.00
10,000	Scranton Gas & Water Co.	4½'s—1958	9,650.00
4,000	Searsport Water Co., 1st	6 's—1947	3,920.00
7,000	Springfield Gas & Elec. Co.	5 's—1957	7,005.00
5,000	Southwestern Bell Tel. Co.	3½'s—1964	5,300.00
5,000	Springfield City Water Co.	4 's—1956	4,975.00
5,000	Southern California Water Co.	4½'s—1960	4,875.00
7,500	Vinalhaven Water Co., 1st Series B	5 's—1950	6,600.00
10,000	West Virginia Water Service Co. 1st	4 's—1961	10,025.00
3,000	Wiscasset Water Co. 1st	5 's—1956	2,955.00
10,000	Wisconsin Power & Light Co. 1st	4 's—1966	9,825.00
5,000	Washburn Water Co.	5 's—1957	4,800.00

\$ 311,815.00

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
<u>MAINE TEACHERS' RETIREMENT ASSOCIATION—CONTINUED</u>			
<u>INVESTMENT FUND—CONTINUED</u>			
<u>SECURITIES—BONDS—CONTINUED</u>			
<u>FOREIGN</u>			
5,000	Dominion of Canada	3 ½'s—1967	\$ 4,681.25
5,000	Province of New Brunswick, Canada	4 ½'s—1961	5,262.50
			<u>\$ 9,943.75</u>
<u>INDUSTRIALS</u>			
5,000	C. F. Hathaway Co.	4 ½'s	\$ 5,112.50
5,000	Hill Manufacturing Co.	6 ½'s—1945	5,100.00
5,000	Lehigh Valley Harbor Terminal Co. 1st ..	5 's—1954	4,975.00
			<u>\$ 15,187.50</u>
<u>FEDERAL</u>			
20,000	United States Savings Bonds	1946	\$ 15,000.00
<u>SECURITIES—STOCKS</u>			
100	Chase National Bank	Capital Stock	\$ 5,075.00
100	Depositors Trust Co.	" "	2,500.00
14	" " "	Rights	42.00
50	Lewiston Gas Light Co.	5% Pfd.	5,000.00
100	Manufacturers Trust Co.	Preferred	5,650.00
			<u>\$ 18,267.00</u>
TOTAL—INVESTMENT FUND		<u>\$ 18,161.16</u>	<u>\$ 463,735.60</u>
<u>RESERVE FUND</u>			
<u>SAVINGS ACCOUNT</u>			
	Augusta Savings Bank		\$ 1,542.37
<u>SECURITIES—BONDS</u>			
<u>RAILROADS</u>			
3,000	Eastern Railway—Minnesota—No. Div. 1st	4 's—1948	\$ 3,097.50
5,000	Maine Central R. R. 1st	4 's—1945	4,350.00
			<u>\$ 7,447.50</u>
<u>UTILITIES</u>			
5,000	Castine Water Co. 1st	6 's—1943	\$ 5,050.00
5,000	Central Maine Power Co. 1st Series G	4 's—1960	4,950.00
5,000	Chester Water Service Co. 1st Series A	4 ½'s—1958	4,125.00
3,000	Eastern Telephone & Telegraph Co.	5 's—1947	2,940.00
2,000	Newport News and Hampton Ry. Gas & Elec.	5 's—1944	2,090.00
5,000	Pacific Gas & Electric Co.	3 ½'s—1960	5,212.50
4,000	Portland Gas & Light Co. 1st	4 's—1955	3,980.00
5,000	Southern California Water Co. 1st	4 ½'s—1960	5,175.00
5,000	Springfield City Water Co. 1st	4 's—1956	4,662.50
1,000	Bangor Gas Light Co. 1st	5 's—1941	885.00
			<u>\$ 39,070.00</u>
<u>MUNICIPALITIES</u>			
5,000	Nassau County, N. Y.	4 ½'s—1966	\$ 5,000.00
5,000	City of Portland, Maine, Perm. Imp.	4 's	5,117.40
			<u>\$ 10,117.40</u>

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
MAINE TEACHERS' RETIREMENT ASSOCIATION—CONTINUED			
RESERVE FUND—CONTINUED			
SECURITIES—BONDS—CONTINUED			
SUNDRY			
5,000	Portland Terminal Co. 1st	5 's—1961	\$ 4,975.00
5,000	Society of the Sisters of Charity—Lewiston	4 's	5,100.00
			<u>\$ 10,075.00</u>
FOREIGN			
10,000	Dominion of Canada	4 's—1960	\$ 7,575.00
SECURITIES—STOCKS			
50	Chase National Bank	Capital Stock	1,387.50
	TOTAL RESERVE FUND		<u>\$ 1,542.37</u> <u>\$ 75,672.40</u>
SINKING FUND TO RETIRE KENNEBEC BRIDGE LOAN BONDS			
	Peoples National Bank, Farmington		\$ 2,739.12
	Depositors Trust Company, Fairfield		2,536.83
	Ashland Trust Company		7,319.42
	Augusta Trust Company, Fairfield		2,104.28*
	Camden National Bank		859.95*
	North National Bank, Rockland		1,343.34*
	First National Bank, Rockland		2,719.16
	Presque Isle National Bank		1,864.73*
	Casco Mercantile Trust Company, South Paris		5,027.77*
	Casco Bank and Trust Company, Portland		3,108.36
	Federal Trust Company, Waterville		3,645.13
	Kennebec Savings Bank, Augusta		2,590.91
	Skowhegan Savings Bank		6,318.37
	Waterville Savings Bank		1,502.70
	Peoples Ticonic National Bank, Waterville		2,251.97*
	" " " " " "		2,164.57*
	First National Bank, Waterville		1,907.73
	Frontier Trust Company, Fort Fairfield ...		20,353.92
	Houlton Savings Bank (New Bank)		3,383.63
	" " " (Old Bank)		3,805.76*
	Merrill Trust Company, Searsport		2,380.89
	Skowhegan Savings Bank		2,523.48
	Bangor Savings Bank		8,308.80
	Augusta Savings Bank		22,625.63
	Fort Kent Trust Company		7,093.33*
	Van Buren Trust Company		16,782.00*
	First National Granite Bank, Augusta ...		26,705.59
			<u>\$163,967.37</u>
SINKING FUND TO RETIRE STATE PIER LOAN BONDS			
	Portland Savings Bank		\$ 12,754.11
	Kennebec Savings Bank, Augusta		12,678.83
	Maine Savings Bank, Portland		6,332.80
			<u>\$ 31,765.74</u>
TRUST DEPOSITS			
CASCO TITLE GUARANTY COMPANY			
5,000	Rumford Falls Power Company	4½ %—1948	\$ 5,000.00
5,000	Congress Square Hotel Company	6½ %—1946	5,000.00
6,000	Home Owners Loan Corporation	3 %—1962	6,000.00
FARM BUREAU MUTUAL AUTO INSURANCE COMPANY			
10,000	Federal Farm Mortgage Corporation	3 %—1949	10,000.00
LEWISTON MUTUAL FIRE INSURANCE COMPANY			
	Certificate of Deposit—National Bank of Lewiston		\$ 10,000.00

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES			CASH	SECURITIES
TRUST DEPOSITS—CONTINUED				
MAINE CANNERS MUTUAL INSURANCE COMPANY				
1,000	Atchison, Topeka and Santa Fe Railway ..	4 %—1995		\$ 1,000.00
1,000	Baltimore and Ohio Railroad	4 %—1948		1,000.00
1,000	Bell Telephone Company of Canada	5 %—1957		1,000.00
1,000	Central Pacific Railway	4 %—1949		1,000.00
1,000	Chesapeake and Ohio Railway	4½ %—1992		1,000.00
1,000	Chicago, Burlington & Quincy Railroad ..	4 %—1949		1,000.00
1,000	Cleveland, Cincinnati, Chicago & St. Louis Railway	4 %—1990		1,000.00
1,000	Northern Pacific Railway	4 %—1997		1,000.00
2,000	Pacific Gas Light Company	3¼ %—1961		2,000.00
MAINE INDEMNITY COMPANY				
	Androscoggin Savings Bank, Lewiston ...		\$ 5,000.00	
	Peoples Savings Bank, Lewiston		5,000.00	
PIEDMONT INSURANCE COMPANY				
20,000	U. S. Treasury Bonds	4 %—1954		20,000.00
PRUDENTIAL HEALTH AND ACCIDENT COMPANY				
	State Trust Company, Augusta		62.37	
	Depositors Trust Company, Augusta, Time Deposit		324.68	
1,000	New York Power and Light Corporation	4½ %—1967		1,000.00
SANFORD MILLS MUTUAL AID ASSOCIATION				
1,000	Province of British Columbia	5 %—1949		1,000.00
1,000	Portland Terminal Company	5 %—1961		1,000.00
2,000	Tidewater Power Company	5 %—1979		2,000.00
1,000	Canadian National Railway	5 %—1970		1,000.00
UNION MUTUAL LIFE INSURANCE COMPANY				
50,000	Home Owners Loan Corporation	3 %—1944-52		50,000.00
125,000	U. S. Treasury Bonds	3¼ %—1943-45		125,000.00
25,000	" " " "	4 %—1944-54		25,000.00
UNION SAFE DEPOSIT AND TRUST COMPANY OF DELAWARE				
329	Portland National Bank	Par \$ 50		16,450.00
240	Rumford Falls Trust Company	" 100		24,000.00
			<u>\$ 20,387.05</u>	<u>\$ 302,450.00</u>
GUARANTY DEPOSITS				
ANDROSCOGGIN AND KENNEBEC RAILWAY COMPANY				
5,000	State of Maine, Kennebec Bridge Loan ...	4 %—1970		\$ 5,000.00
BETHLEHEM STEEL COMPANY				
5,000	U. S. Treasury Note Series "B"	2 %—1942		5,000.00
CHICAGO BRIDGE AND IRON COMPANY				
5,000	U. S. Treasury Bond	2¾ %—1947		5,000.00
DAYSON BEDDING COMPANY				
50	Merchants National Bank, Bangor	Par \$100		5,000.00
FINCH-PRUYN AND COMPANY, INC.				
5,000	U. S. Government Bond	2⅞ %—1960		5,000.00
FRASER PAPER LIMITED				
10,000	U. S. Treasury Note Series "C"	1¾ %—1942		10,000.00

DETAILS OF CASH AND SECURITIES IN SPECIAL AND TRUST FUNDS,
GUARANTY AND TRUST DEPOSITS—CONTINUED

PAR VALUE OR NUMBER OF SHARES		CASH	SECURITIES
<u>INTERNATIONAL PAPER COMPANY</u>			
2,000	U. S. Treasury Bond	3 ¼ %—1946	2,000.00
8,000	" " " "	3 ¼ %—1941	8,000.00
<u>MADAWASKA COMPANY</u>			
10,000	Dominion of Canada Loan Bonds	4 ½ %—1946	10,000.00
<u>MONTGOMERY WARD & CO., INC.</u>			
5,000	U. S. Treasury Bond	3 ¼ %—1941	5,000.00
<u>NATIONAL BISCUIT COMPANY</u>			
5,000	U. S. Treasury Bonds	2 ¾ %—1965	5,000.00
<u>RAMSDELL PACKING COMPANY</u>			
100	Central Maine Power Company	7 % Preferred	10,000.00
<u>SOCONY-VACUUM OIL COMPANY, INC.</u>			
5,000	U. S. Registered Bond	4 %—1944-54	5,000.00
<u>U. S. PEGWOOD AND SHANK COMPANY</u>			
80	The Borden Company	Par \$25	2,000.00
<u>WILSON & CO., INC.</u>			
5,000	U. S. Treasury Bond	2 ¾ %—1954	5,000.00
<u>BIDDEFORD AND SACO WATER COMPANY</u>			
5,000	Biddeford & Saco Water Company 1st & Refunding Series "C"	4 %—1956	5,000.00
<u>FIRST NATIONAL GRANITE BANK, AUGUSTA</u>			
200,000	U. S. Treasury Bonds	3 %—1951-55	200,000.00
100,000	Federal Farm Mortgage Corporation	3 %—1949	100,000.00
			<u>\$ 392,000.00</u>
<u>SUMMARY</u>		(A) <u>\$687,676.16</u>	<u>\$2,096,128.63</u>

(A) Including cash in closed banks totaling \$122,957.48.

* Of doubtful value.

LANDS RESERVED FOR PUBLIC USES

STATE OF MAINE

June 30, 1939

PAR VALUE OR NUMBER OF SHARES	ASSETS	
CASH—CURRENT		
	Millinocket Trust Company	\$ 22,000.00
	First National Bank, Waterville	2,762.58
	Maine Savings Bank, Portland	5,480.00
	Norway Savings Bank	11,000.00
	York National Bank, Saco	15,844.00
	August Savings Bank, Augusta	14,563.42
	Gardiner Savings Institution	5,060.00
	York County Savings Bank, Biddeford	22,000.00
	Federal Trust Company, Waterville	14,491.90
	Houlton Trust Company—new bank	18,644.05
		<u>\$181,845.95</u>
CLOSED BANKS*		
	Peoples Ticonic National Bank, Waterville	\$ 1,227.81
	Danforth Trust Company	3,796.11
	Farmers National Bank, Houlton	4,985.38
	Houlton Trust Company—old bank	35,676.11
		<u>45,685.41</u>
		<u>\$177,531.36</u>
SECURITIES		
18,000	Federal Farm Mortgage Corporation 3 %—1947/9	\$ 18,000.00
	Consolidated Federal Farm	
	Loan Bonds } 4 %—1946	26,000.00
26,000	Twelve Federal Land Banks	
	Consolidated Federal Farm	
	Loan Bonds } 3 %—1955	40,000.00
40,000	Twelve Federal Land Banks	
15,000	Town of Fairfield, Maine 4 %—1953/5	15,000.00
15,000	Town of Milo, Maine 4½ %—1944/7	15,000.00
500	City of Newport News, Virginia 4 %—1941	500.00
11,000	City of Manchester, N. H. 3 %—1952/3	11,000.00
15,000	Town of Georgetown, Maine 4 %—1941/55	15,000.00
8,000	Town of Anson, Maine 3½ %—1943/6	8,000.00
2,000	Town of Georgetown, Maine 4 %—1940	2,000.00
14,000	Town of Wayne, Maine 3½ %—1939/53	14,000.00
10,000	City of Rockland, Maine 3¼ %—1953	10,000.00
5,000	Town of Littleton, Maine 4 %—1957/9	5,000.00
1,000	Town of Rumford, Maine 3¼ %—1949	1,000.00
1,000	Town of Rumford, Maine 5½ %—1941	1,000.00
5,000	City of Waterville, Maine 3 %—1963	5,000.00
4,750	Town of Oakland, Maine 2-3/4 %—1951/2-7	4,750.00
500	Town of Bucksport, Maine 3½ %—1962	500.00
440	Houlton Trust Company—new bank—Par \$10.00	4,400.00
		<u>196,150.00</u>
FARM LAND LOAN COMMISSION		
	Mortgages	\$223,650.31
	Foreclosed property	100,390.43
		<u>324,040.74</u>
		<u>\$697,722.10</u>

*Of doubtful value

UNENTERED INVOICES

STATE OF MAINE

DEPARTMENT	J U N E 3 0 ,		
	1939	1938	1937
Adjutant General	\$ 17,331.34	\$ 4,559.56	\$ -0-
Attorney General	-0-	89.53	-0-
Bureau of Taxation	120.49	-0-	65.45
Agriculture	12,650.54	24,422.92	711.70
Examining Boards	2,110.42	219.63	-0-
Bureau of Accounts and Control	4,757.92	3,000.23	-0-
Forestry	-0-	238.50	-0-
Bureau of Purchases	147.89	310.65	172.65
Industrial Accident	-0-	99.64	-0-
Inland Fish and Game	20,183.61	34,522.94	15,722.68
Bureau of Social Welfare	3,306.43	2,190.28	1,260.08
Legislative	66.12	-0-	-0-
Division of Charitable Institutions	-0-	510.00	-0-
Maine Development Commission	461.79	1,276.40	21,055.21
Maine State Library	47.96	7,626.16	-0-
Public Utilities Commission	-0-	25.00	75.00
Social Security Fund	7,349.28	9,275.48	295.90
Sea and Shore Fisheries	-0-	239.24	25.00
Secretary of State	1,024.58	356.07	275.93
State Auditor	-0-	-0-	30.10
Education	14,435.12	13,046.59	8,013.38
Public Health	-0-	127.66	-0-
Bureau of Institutional Services	-0-	72,166.48	-0-
Unemployment Compensation	2,450.66	4,491.46	418.24
Health and Welfare	241,290.25	228,597.95	156,371.93
Superintendent of Buildings	621.75	-0-	-0-
Supreme Judicial and Superior Courts	-0-	67.80	-0-
State Treasurer	-0-	-0-	37.50
Institutions	189.41	973.92	4,860.65
State Highway Police	-0-	-0-	5,951.15
Highway	483,410.44	474,776.91	159,657.04
	<u>\$811,956.00</u>	<u>\$883,211.00</u>	<u>\$374,999.59</u>

UNEXPENDED BALANCES - APPROPRIATIONS

STATE OF MAINE

June 30, 1939

FOR GENERAL AND SPECIAL PURPOSES

Departmental operating accounts:		
Executive	\$ 4,000.00	
Public Health	1,639.00	
Bureau of Institutional Service	10,000.00	
Superintendent of Public Buildings	2,378.26	
Maine Development Commission	17,021.53	
State Commissioner of Education	18,312.37	\$ 53,351.15
Bank Commissioner's Department:		
Expense of operating trust companies	\$ 3,482.63	
Loan agency inspection	2,078.33	5,560.96
Division of Charitable Institutions		
Home for Aged Women—Belfast		270.00
State Park Commission		
Maintenance of State parks		3,840.79
Treasury Department		
War Loan Bonds—accrued interest		58.00
Institutional operations		
Augusta State Hospital		18,000.00
Adjutant General's Department:		
Augusta Airport—hangar	\$ 903.86	
Administration building—Camp Keyes	361.50	
State of Maine Monument	219.60	1,484.96
Bureau of Taxation:		
Potato Tax Division	\$ 11,635.42	
Studying survey for equalization	219.06	11,854.48
Department of Agriculture:		
Sardine inspection service	\$ 42.25	
Eastern States Exposition—building construction	289.30	
Grey moth extermination	63.49	395.04
Forestry Commissioner:		
Maine Forestry Districts	\$137,292.96	
European spruce sawfly	1,461.81	138,754.77
Insurance Commissioner		
Examination of insurance agents and brokers		1,746.94
Maine State Library		
Ancient and Vital Statistics	\$ 1,000.00	
History of York	166.68	\$ 1,166.68
Public Utility Commission		
Control over motor trucking		18,829.89
Sea and Shore Fisheries		
Bounty on seals		1,386.00
Department of Audit:		
Uniform accounting	\$ 1,000.00	
Restoring early records—York County	566.39	1,566.39
Department of Public Health:		
License fees—eating, lodging houses, camps, etc.	\$ 14,000.00	
Control over plumbing	1,600.00	
Regulation of cosmetics	3,900.00	
Sale of prophylactic rubber goods	700.00	20,200.00
Bureau of Institutional Service		
Institutional construction		57.42

UNEXPENDED BALANCES - APPROPRIATIONS—CONTINUED

FOR GENERAL AND SPECIAL PURPOSES—CONTINUED

Treasury Department:		
Kennebec Bridge Loan Bonds—accrued interest	\$ 8,195.00	
War Loan Bonds—reserve to retire	1,600.00	9,695.00
Maine State Prison:		
Dormitories at State Farm	\$ 18,150.53	
Cell block, number two	68,371.86	86,522.39
Miscellaneous items:		
Richard C. French	\$ 151.18	
Baxter State Park Commission	325.97	
George A. Johnson	2,903.23	
Deer Isle-Sedgwick Bridge operations	814.80	4,195.18
State Highway Department		3,753,555.79
Insurance Commission		
Fire prevention		11,767.91
TOTAL—FOR GENERAL AND SPECIAL PURPOSES		\$4,144,259.74

CONTINUING BOARDS

Examining Boards:		
Board of Accountancy	\$ 152.81	
“ “ Chiropractic	331.33	
“ “ Dental Examiners	629.66	
“ “ Embalming	8,396.26	
“ “ Registration of Medicine	6,344.63	
“ “ “ “ Nurses	12,728.09	
“ “ Optometry	385.06	
“ “ Osteopathy	1,638.61	
“ “ Pharmacy	93.76	
“ “ Veterinary Examiners	514.78	
“ “ Hairdressers	34,660.00	
“ “ Podiatry	1,908.65	
“ “ Milk Control	3,075.77	
“ “ Professional Engineers	5,700.27	
“ “ Plumbing	11,438.56	\$ 87,998.24
Real Estate Commission		
Departmental operations	3,556.11	
State Park Commission		
Salaries and expenses	1,153.31	\$ 92,707.66

FEDERAL PROJECTS

Social Security Funds:		
Aid to Dependent Children	\$ 1,435.03	
Child Welfare Service	6,350.68	
Public Health	17,291.68	
Aid to Crippled Children	17,508.05	
Maternal and Child Health	28,745.14	
Old Age Assistance	6,913.65	
Aid to the Blind	9,977.23	88,221.46
State Commissioner of Education:		
Federal vocational education		
Smith Hughes Act	\$ 35,900.50	
George Dean “	87,817.53	123,718.03
Unemployment Compensation Fund:		
Departmental operations	\$ 4,081.18	
Employment service	8,894.94	
Benefit fund	120,533.65	133,509.77
National Recovery Act		
National Recovery Trust Fund	24,932.29	
State Highway Commission		
Federal Grade Crossings	5,866.25	
Forestry Commissioner		
Departmental operations	5,501.75	

UNEXPENDED BALANCES - APPROPRIATIONS—CONTINUED

FEDERAL PROJECTS—CONTINUED

State Highway Commission (P. W. A.)		
Construction of bridges	197,304.88	
State Highway Commission (W. P. A.)		
Works Progress Trust Fund	69,040.41	
TOTAL FEDERAL PROJECTS		\$648,094.84

CREDITS TO ACCOUNTS RECEIVABLE

State Trust Fund 1933 - 38:		
1933	\$ 5,039.34	
1934	4,788.43	
1935	1,633.28	
1936	22,080.36	
1937	27,924.68	
1938	144,611.75	206,077.84
Railroad and Telegraph Tax 1933 - 38:		
1933	\$ 201.82	
1934	302.42	
1935	301.85	
1936	399.38	
1937	2,340.80	
1938	7,337.98	10,884.25
Dog Licenses to be Refunded:		
1935	\$ 212.39	
1936	135.86	
1937	42.68	
1938	1,955.52	2,346.45
TOTAL CREDITS TO ACCOUNTS RECEIVABLE		\$219,308.54

DIRECT LIABILITIES

State Commissioner of Education		
Maine Teachers' Retirement Fund	\$ 26,878.93	
State Racing Commission		
Unpaid and unclaimed pari-mutuel tickets	7.50	
Auto fees—refunds—suspense	147.14	
State Police Department		
Official badge fund	172.50	27,206.07
TOTAL CREDIT BALANCES—APPROPRIATIONS		\$5,131,576.85

ACCOUNTS RECEIVABLE IN DISPUTE

Androscoggin Lake Dam	\$ 3,782.01	
Check clearing account	\$30.90	
U. C. C. " "	8.74	39.64
		\$ 3,821.65

AMOUNTS SPENT IN ANTICIPATION OF SPECIAL

APPROPRIATIONS, COUNCIL ORDERS AND

FUTURE REVENUE

Continuing Boards		
Board of Examiners	\$ 79.86	
Maine State Prison		
Institutional operations	25,211.14	
Executive Department		
Legislative order for financial report	19,644.44	
Inland Fish and Game Commission		
Bounty on procupines and hedgehogs	11,435.81	
Sea and Shore Fisheries		
Lobster rearing station	4,486.77	
Secretary of State Department		
Title Division	616.29	
Bureau of Purchases		
Central Mailing Room	19,001.56	80,475.87

AMOUNTS SPENT IN ANTICIPATION OF FEDERAL GRANTS

State Highway Department:		
Federal secondary roads	\$170,977.59	
Bridge Loan Fund	120,699.68	291,677.27

UNEXPENDED BALANCES - APPROPRIATIONS—CONTINUED

PAYMENTS ON PROJECTS TO BE FUNDED

State Highway Department	
Highway Loan Fund	122,755.12
TOTAL DEBIT BALANCES—APPROPRIATION LEDGER	<u>\$498,729.91</u>

RECONCILIATION OF UNEXPENDED BALANCES - APPROPRIATIONS

STATE OF MAINE

June 30, 1939

PER PUBLISHED REPORT

Unexpended balances—appropriations	\$5,374,887.08	
Less special accounts receivable		
(highway loan fund due)	245,225.52	\$5,129,661.56

AS ADJUSTED

Classified as credit accounts—per schedule	5,131,576.85	
Classified as debit accounts—per schedule	498,729.91	4,632,846.94
DIFFERENCE		<u>\$ 496,814.62</u>

Unentered liabilities at June 30, 1939, charged against		
appropriation balances	\$ 527,149.67	
Receipts credited in error to appropriation accounts	123.94	\$ 527,273.61
Credits to appropriation accounts for unrecorded cash receipts		
at June 30, 1939	\$ 25,723.57	
Receipts which should have been credited to appropriation		
accounts, credited in error to general fund accounts	4,735.42	30,458.99
		<u>\$ 496,814.62</u>

CONDENSED STATEMENT OF FUNDED DEBT

STATE OF MAINE

For the period from July 1, 1937, to June 30, 1939

Gross funded debt July 1, 1937			\$30,436,000.00
Debt incurred:			
Highway Serial 2's issued November 1, 1937	\$1,000,000.00		
(Sold at 101.199)			
Highway Serial 2's issued October 1, 1938	1,000,000.00		
(Sold at 102.189)			2,000,000.00
			<u>\$32,436,000.00</u>
Debt retired:			
Highway and Bridge bonds matured			
Year ended June 30, 1938	\$1,523,000.00		
" " June 30, 1939	1,610,000.00	\$3,133,000.00	
Kennebec (Carlton) Bridge bonds			
matured or called			
Year ended June 30, 1938	\$ 219,000.00		
" " June 30, 1939	182,000.00	401,000.00	
State Pier bonds matured		243,000.00	
War Loan bonds paid			
(matured May 1, 1937)		27,000.00	
State of Maine Improvement bonds			
matured			
Year ended June 30, 1938	\$ 100,000.00		
" " June 30, 1939	100,000.00	200,000.00	4,004,000.00
			<u>\$28,432,000.00</u>
GROSS FUNDED DEBT JUNE 30 1939			<u><u>\$28,432,000.00</u></u>

SUMMARY OF DEBT

	JUNE 30, 1939	JUNE 30, 1938	JUNE 30, 1937
Bonds:			
Highway and Bridge	\$23,315,500.00	\$23,925,500.00	\$24,448,500.00
Kennebec Bridge	2,010,000.00	2,192,000.00	2,411,000.00
Waldo-Hancock Bridge	900,000.00	900,000.00	900,000.00
State Pier	405,000.00	528,000.00	648,000.00
War Loan	1,500.00	1,500.00	28,500.00
Maine Improvement	1,800,000.00	1,900,000.00	2,000,000.00
	<u>\$28,432,000.00</u>	<u>\$29,447,000.00</u>	<u>\$30,436,000.00</u>

FUNDED DEBT BY MATURITIES

STATE OF MAINE

June 30, 1939

YEAR OF MATURITY	NON-REDEEMABLE	REDEEMABLE	TOTAL
	BONDS	BONDS	
1939	\$1,540,500.00	\$ 100,000.00	\$ 1,640,500.00
1940	1,978,000.00	100,000.00	2,078,000.00
1941	2,109,000.00	75,000.00	2,184,000.00
1942	1,939,000.00	160,000.00	2,099,000.00
1943	1,844,000.00	160,000.00	2,004,000.00
1944	1,644,000.00	160,000.00	1,804,000.00
1945	1,494,000.00	160,000.00	1,654,000.00
1946	1,399,000.00	194,000.00	1,593,000.00
1947	1,379,000.00	154,000.00	1,533,000.00
1948	1,379,000.00	144,000.00	1,523,000.00
1949	1,179,000.00	144,000.00	1,323,000.00
1950	1,179,000.00	144,000.00	1,323,000.00
1951	994,000.00	203,000.00	1,197,000.00
1952	869,000.00	203,000.00	1,072,000.00
1953	719,000.00	233,000.00	952,000.00
1954	911,500.00	233,000.00	1,144,500.00
1955	500,000.00	183,000.00	683,000.00
1956	400,000.00	183,000.00	583,000.00
1957	600,000.00	88,000.00	688,000.00
1958	100,000.00	88,000.00	188,000.00
1959	-0-	88,000.00	88,000.00
1960	-0-	93,000.00	93,000.00
Subsequent to 1960			
Kennebec Bridge Bonds:			
<u>Issue of January 1, 1927</u>			
Maturing \$40,000.00—1961-63			
45,000.00—1964			
20,000.00—1965	-0-	185,000.00	185,000.00
<u>Issue of June 1, 1927</u>			
Maturing \$25,000.00—1965			
50,000.00—1966			
55,000.00—1967-71			
60,000.00—1972-73			
65,000.00—1974-75			
70,000.00—1976-77			
60,000.00—1978	-0-	800,000.00	800,000.00
	<u>\$24,157,000.00</u>	<u>\$4,275,000.00</u>	<u>\$28,432,000.00</u>

UNRECOGNIZED ASSETS - LIABILITIES - AND RESERVES

STATE OF MAINE

June 30, 1939

ADDITIONAL ASSETS

Highway Department		
Gasoline tax due from and collected by distributors prior to June 30, 1939	\$581,125.49	
Unpaid balances at June 30, 1939, in accounts due from federal government and cities and towns, etc.	544,286.93	
Inventory of supplies—garage	49,296.23	
Unpaid fines at June 30, 1939, subsequently paid	5,348.93	
Automobile excise taxes due from cities and towns—		
Carlton bridge account	1,901.65	\$1,181,959.23
Department of Health and Welfare—		
Bureau of Social Welfare		
Due from cities and towns for aid and care of children		252,060.19
Department of Institutional Service		
Accounts receivable for board and care		18,060.65
Maine State Pier		
Cash, accounts receivable, and investments of Port of Portland Authority		48,112.07
Department of Inland Fisheries and Game		
Amounts due for licenses, fines and grants		27,382.82
Department of Agriculture		
Accounts receivable for inspection, certifications, etc.		22,355.95
Attorney General's Department		
Inheritance taxes assessed but unpaid		34,459.75
State Auditor		
Amounts due from cities and towns for auditing		5,941.14
Tax Department		
Potato taxes due from shippers		1,105.03
		<u>\$1,591,436.83</u>

ADDITIONAL LIABILITIES

Accrued interest on bonded indebtedness	\$341,700.33
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RESERVES REQUIRED

For estimated losses on deposits in closed and restricted bank accounts	300,000.00	
For uncollectible tax accounts	225,000.00	866,700.33
		<u>\$ 724,736.50</u>

JOURNAL TRANSFERS NOT SUPPORTED BY COUNCIL ORDERS

STATE OF MAINE

Years ended June 30, 1938 - 1939

DATE	ACCOUNT	DEBIT	CREDIT
Dec. 1937	State Highway Commission		
	Federal highway roads	\$275,000.00	
	Highway loan fund		\$275,000.00
June 1938	State Highway Commission		
	General highway fund	8,086.99	
	Administration commission		8,086.99
"	State Highway Commission		
	General highway fund	6,123.88	
	Maintenance of bridges		6,123.88
"	State Highway Commission		
	Maintenance of state and state aid highways ..	152,348.55	
	General highway fund		152,348.55
"	State Highway Commission		
	General highway fund	30,479.09	
	Removal of snow from highways		30,479.09
"	Department of Health & Welfare		
	Emergency aid	23,576.86	
	Department of Health & Welfare		
	Departmental operations		23,576.86
"	Secretary of State		
	Departmental operations	11,780.11	
	Maine State Prison		
	Institutional operations		11,780.11
"	Adjutant General's Department		
	Departmental operations	70.90	
	State armories		70.90
"	Department of State Auditor		
	Restoring York County records	73.00	
	Departmental operations		73.00
"	Bureau of Institutional Service		
	Departmental operations	20,682.18	
	Emergency Tuberculosis fund		20,682.18
June 1939	State Highway Commission		
	General highway fund	11,282.49	
	Administrative Commission		11,282.49
June 1939	State Highway Commission		
	Maintenance of bridges	21,384.67	
	General highway fund		21,384.67
"	State Highway Commission		
	Maintenance of state and state aid highways	501,798.48	
	General highway fund		501,798.48
"	State Highway Commission		
	General highway fund	43,870.19	
	Snow removal		43,870.19
"	Bureau of Institutional Service		
	Departmental operations	9,361.19	
	Emergency Tuberculosis fund		9,361.19

- APPENDIX -

AKRON
ATLANTA
BALTIMORE
BIRMINGHAM
BOSTON
BUFFALO
CANTON
CHICAGO
CINCINNATI
CLEVELAND
COLUMBUS
DALLAS
DAYTON
DENVER
DETROIT
FORT WORTH
GRAND RAPIDS
HOUSTON
INDIANAPOLIS
KALAMAZOO
KANSAS CITY
LOS ANGELES
LOUISVILLE
MEMPHIS
MIAMI
MILWAUKEE
MINNEAPOLIS
NEW ORLEANS
NEW YORK

ERNST & ERNST

ACCOUNTANTS AND AUDITORS

SYSTEM SERVICE

BOSTON

50 CONGRESS STREET

PHILADELPHIA
PITTSBURGH
PORTLAND, ME.
PROVIDENCE
READING
RICHMOND
ROCHESTER
ST. LOUIS
ST. PAUL
SAN ANTONIO
SAN FRANCISCO
SEATTLE
TOLEDO
WASHINGTON
WINSTON-SALEM
YOUNGSTOWN

TORONTO, CANADA

CORRESPONDENTS AT
LONDON
PARIS
BERLIN
HAMBURG
ANTWERP

CABLE ADDRESS
"ERNSTAUDIT" N. Y.

April 9, 1940

Hon. Lewis O. Barrows
Governor of the State of Maine
Augusta, Maine

Dear Sir:

In connection with our examination of the published financial statements of the State of Maine, upon which we are currently engaged, we have developed a situation which we believe should be called to your immediate attention in advance of the completion of our work and final report.

We have included in our program of audit a test check of recorded revenues and expenditures and a review of the internal control. In connection with these tests we have made a comparison of the records in the highway department garage covering sales of automobile tires and accessories to cities and towns and State employees with the recorded receipts in the State Treasurer's office. This comparison indicates that for a long period of time, probably from the inception of the Code in 1932, substantial amounts of currency have not been accounted for. Our investigation indicates that the disappearance of the currency has occurred between the delivery to the Controller's office of the daily receipts of the garage and the deposit made by the Controller with the State Treasurer's office. These garage receipts are reported to us by various garage employees to have been delivered direct to Mr. William A. Runnells, Controller, or, in his absence, to his secretary who, in turn, has delivered the sealed envelopes from the garage to the Controller. We have, at the time of writing this preliminary report, reviewed the records for the period from January 1, 1936, to March 31, 1940. As a result of this audit it would appear that an amount in excess of \$35,000.00 is unaccounted for for the above stated period. We have instituted a search for garage records for the period from 1932 to 1935 inclusive. We have reviewed the Controller's deposits with the State Treasurer for 1932 to 1935 inclusive, and have satisfied ourselves that this situation with respect to unaccounted for cash sales of the garage has been a continuing affair since the inception of the Code in 1932.

We also have in process an investigation in the Controller's office of checks issued ostensibly in payment for inter-departmental charges for accounting machine rentals which we find were not in all cases re-deposited through the State Treasurer's office to the credit of the Bureau of Accounts and Control. Some of these checks were cashed at the State Treasurer's office and the cash delivered to the Controller. No satisfactory explanation has as yet been made to us as to why these checks were cashed, nor as to the disposition of the proceeds thereof. Information which we have at this date indicates that the total of these unaccounted for funds may be substantial in amount. There is every indication that this apparent mis-application of funds also extends back through earlier years. The possibility of other irregularities in the Controller's office is indicated, and these are receiving our attention. Will you please let us have your instructions as to the extension of our work to fiscal years prior to that ended June 30, 1938, which do not come within the scope of our present engagement. We believe, and recommend to you, that the period to be covered should extend back to the initiation of the Code in 1932 when the present Controller took office.

We are making this interim report so that you may be advised of the recent developments and can take such action as you deem appropriate.

Very truly yours,

ERNST & ERNST

(Signed) A. T. WILKINSON
Resident Partner

AKRON
ATLANTA
BALTIMORE
BIRMINGHAM
BOSTON
BUFFALO
CANTON
CHICAGO
CINCINNATI
CLEVELAND
COLUMBUS
DALLAS
DAYTON
DENVER
DETROIT
FORT WORTH
GRAND RAPIDS
HOUSTON
INDIANAPOLIS
KALAMAZOO
KANSAS CITY
LOS ANGELES
LOUISVILLE
MEMPHIS
MIAMI
MILWAUKEE
MINNEAPOLIS
NEW ORLEANS
NEW YORK

ERNST & ERNST

ACCOUNTANTS AND AUDITORS

SYSTEM SERVICE

BOSTON

50 CONGRESS STREET

PHILADELPHIA
PITTSBURGH
PORTLAND, ME
PROVIDENCE
READING
RICHMOND
ROCHESTER
ST. LOUIS
ST. PAUL
SAN ANTONIO
SAN FRANCISCO
SEATTLE
TOLEDO
WASHINGTON
WINSTON-SALEM
YOUNGSTOWN

TORONTO, CANADA

CORRESPONDENTS AT
LONDON
PARIS
BERLIN
HAMBURG
ANTWERP

CABLE ADDRESS
"ERNSTAUDIT" N Y

April 11, 1940

Hon. Lewis O. Barrows
Governor of the State of Maine
Augusta, Maine

Dear Sir:

In our letter of April 9, 1940, we reported to you that checks issued in payment for inter-departmental charges had been cashed at the State Treasurer's office by William A. Runnells, former Controller. Several additional instances of these irregular transactions have been disclosed by our investigation since our previous letter to you. In every instance the checks were made payable to "Treas. of State", and underneath is designated the department to whose credit the check should be applied. A number of these checks are for substantial amounts, as one example of which we have a check dated April 24, 1939, for \$3,680.00. This check was cashed at the Treasurer's office by the former Controller, and the proceeds thereof are not accounted for. No satisfactory explanation has been made to us why the office of the Treasurer of State should cash checks made payable to the Treasurer of State and which should have been known to his office as transfers of funds between departments.

We believe that we should at this time bring to your attention the fact that the principal active bank account which the State carries in a local bank was not reconciled for the period from May 31, 1932, to December 31, 1938. There is an unreconciled difference, substantial in amount, in this account as of the latter date, which has not been adjusted on the books. A somewhat similar situation exists with respect to another account. We are informed that these facts were known in the Treasurer of State's office, to the State Auditor, and to the former Controller.

This information is submitted in advance of our full report.

Very truly yours,

ERNST & ERNST

(Signed) A. T. WILKINSON
Resident Partner

AKRON
ATLANTA
BALTIMORE
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ERNST & ERNST
ACCOUNTANTS AND AUDITORS
SYSTEM SERVICE

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CABLE ADDRESS
"ERNSTAUDIT" N. Y.

April 17, 1940

Hon. Lewis O. Barrows
Governor of the State of Maine
Augusta, Maine

Dear Sir:

In connection with our examination we are submitting herewith a partial list of checks drawn to the order of the Treasurer of State, care Bureau of Accounts and Control, during the period from July 1, 1937, to March 31, 1940, which do not appear in the cash records maintained in the Treasurer of State's office as credits to the Bureau of Accounts and Control. We are informed that this type of Treasurer's check was customarily issued to cover inter-departmental charges. We have indicated on the attached schedule those checks which bear upon their face evidence of having been cashed. We have satisfied ourselves that the proceeds from none of these checks have been credited to the Bureau of Accounts and Control.

This schedule has been prepared at your request in advance of the completion of our examination and does not purport to include all checks of this character which may be found in the subsequent development of our examination.

We have in course of preparation a similar exhibit of checks of a like character, the proceeds from which were not accounted for during the period from January 1, 1932, to June 30, 1937.

Very truly yours,

ERNST & ERNST

(Signed) A. T. WILKINSON
Resident Partner

TREASURER OF STATE CHECKS
BUREAU OF ACCOUNTS AND CONTROL

STATE OF MAINE

July 1, 1937 - March 31, 1940

DATE	PAYEE	CHECK NUMBER	AMOUNT	COMMENT
9/23/37	Treasurer of State—			
	Accounts and Control	597,035	\$ 3,742.21	Check stamped "Redeposited"
12/15/37	" " "	711,843	2,461.40	" " "
3/17/38	Treasurer of State—			
	Bureau Accounts			
	and Control	704,993	3,757.50	Deposited in bank
5/ 9/38	" " "	921,934	2,461.40	Check stamped "Cash" also stamped "Redeposited"
6/10/38	" " "	859,969	1,230.70	Check stamped "Redeposited"
4/24/39	" " "	463,410	3,680.00	Check stamped "Redeposited" also stamped "Cash"
5/22/39	" " "	509,430	3,680.00	Deposited in bank
9/22/39	" " "	591,979	2,521.40	Check stamped "Redeposited"
10/19/39	" " "	749,901	1,679.30	Check stamped "Redeposited" also stamped "Cash"
11/ 9/39	" " "	779,893	1,563.10	Check stamped "Redeposited"
12/15/39	" " "	823,411	1,721.30	Check stamped "Cash" and also "Redeposited"
1/24/40	" " "	749,954	1,502.30	Check stamped "Cash" and also "Redeposited"
1/24/40	" " "	877,497	2,000.00	Check stamped "Redeposited" also the word "Cash" written in lead pencil
			<u>\$32,000.61</u>	