

SECTION IV – SUMMARY OF BONDED DEBT

This section provides historical data regarding Maine’s general obligation (GO) debt and other tax-supported debt, including the debt of the Maine Governmental Facilities Authority.

A 25-year history of Maine’s GO bonds outstanding as of each June 30th is provided in Table IV-1. The outstanding GO bonds for the fiscal years 1990 through 2014 are segregated into General Fund, Highway Fund and self-liquidating bonds. GO bonds are approved by the voters and pledge the full faith and credit of the State. The self-liquidating GO bonds were supported by a designated source of revenue, usually generated by fees charged for the use of the facility or capital equipment funded by the bonds. The last self-liquidating bonds outstanding were paid off in fiscal year 2008. The historical data also include the total of Authorized but Unissued Bonds as of June 30 of each year. Graph IV-1 presents a history of Maine’s bonded debt on a per capita basis and as a percentage of personal income. Per capita amounts are based on population numbers from the United States Department of Labor, Bureau of Labor Statistics and the Governor’s Office of Policy and Management (formerly Maine’s State Planning Office). Personal income figures are from the United States Department of Commerce, Bureau of Economic Analysis.

Table IV-2 details the annual debt service costs for all tax-supported debt including General Fund and Highway Fund bonds as well as for Maine Governmental Facilities Authority (formerly the Maine Court Facilities Authority) bonds and other debt instruments issued by the State, such as certificates of participation and lease-purchase arrangements. Interest on bond anticipation notes is included, but interest and principal on self-liquidating bonds are not included because they were funded from dedicated revenue streams that are not considered tax-supported sources. A calculation of debt service as a percent of General Fund and Highway Fund revenue is included in the table. The methodology for calculating this percentage is consistent with the “5% rule” used to guide Maine’s debt policy.

An additional summary of the debt authorizations and issuances of the Maine Governmental Facilities Authority is included in Table IV-3 on page 111.

In addition to the obligations described above, the State’s credit is pledged to guarantee certain loans. As of June 30, 2014 these pledges amounted to the following:

PURPOSE OF GUARANTEE	CONSTITUTIONAL OR STATUTORY LIMITS ⁽¹⁾	BONDS AUTHORIZED NOT ISSUED - CONTINGENT
Finance Authority of Maine	\$ 90,000,000	\$ 90,000,000
Business Loans to Veterans	4,000,000	4,000,000
Student Loans	4,000,000	4,000,000
School Buildings ⁽²⁾	6,000,000	0
Indian Housing	1,000,000	1,000,000
	\$105,000,000	\$ 99,000,000

⁽¹⁾ Except as otherwise noted, the constitutional limits and statutory limits are consistent.

⁽²⁾ The Constitution authorizes issuance of revenue bonds not to exceed \$6,000,000. The statutory bonding authority was repealed by PL 1993, c. 494.

TABLE IV-1 GENERAL OBLIGATION BONDED DEBT
Status as of June 30

FISCAL YEAR	BOND PRINCIPAL ISSUED AND OUTSTANDING ¹							AUTHORIZED BUT UNISSUED ²			TOTAL PRINCIPAL OUTSTANDING AND PRINCIPAL AUTHORIZED
	GENERAL FUND	HIGHWAY FUND	UNIVERSITY OF MAINE	PUBLIC SERVICES ENTERPRISES	STATE COLLEGES AND VOCATIONAL INSTITUTIONS	TOTAL SELF-LIQUIDATING BONDS	TO TAL GENERAL OBLIGATION BONDS	GENERAL FUND	HIGHWAY FUND	TOTAL BONDS - AUTHORIZED BUT UNISSUED	
1990	202,405,000	87,610,000	8,435,000	1,440,000	6,385,000	16,260,000	306,275,000	296,441,265	26,500,000	322,941,265	629,216,265
1991	277,710,000	102,870,000	7,910,000	1,350,000	5,580,000	14,840,000	395,420,000	104,205,600	4,000,000	108,205,600	503,625,600
1992	308,890,000	107,395,000	7,380,000	1,260,000	4,755,000	13,395,000	429,680,000	122,725,600	39,000,000	161,725,600	591,405,600
1993	405,822,000	136,320,000	0	1,170,000	1,393,000	2,563,000	544,705,000	34,295,600	0	34,295,600	579,000,600
1994	383,618,000	143,355,000	0	1,080,000	1,232,000	2,312,000	529,285,000	30,150,000	17,000,000	47,150,000	576,435,000
1995	377,055,000	136,950,000	0	990,000	1,065,000	2,055,000	516,060,000	36,800,600	0	36,800,600	552,860,600
1996	369,458,000	144,440,000	0	900,000	892,000	1,792,000	515,690,000	44,255,316	11,400,000	55,655,316	571,345,316
1997	339,621,000	129,060,000	0	810,000	720,000	1,530,000	470,211,000	47,055,316	6,400,000	53,455,316	523,666,316
1998	337,575,000	139,180,000	0	720,000	570,000	1,290,000	478,045,000	73,890,316	16,900,000	90,790,316	568,835,316
1999	334,725,000	133,700,000	0	630,000	485,000	1,115,000	469,540,000	46,505,316	0	46,505,316	516,045,316
2000	341,205,000	111,230,000	0	540,000	400,000	940,000	453,375,000	115,351,316	19,226,031	134,577,347	587,952,347
2001	297,405,000	108,635,000	0	450,000	315,000	765,000	406,805,000	93,301,316	1,031	93,302,347	500,107,347
2002	260,790,000	85,335,000	0	370,000	230,000	600,000	346,725,000	275,861,000	1,031	275,862,031	622,587,031
2003	293,990,000	64,120,000	0	300,000	145,000	445,000	358,555,000	262,881,000	1,031	262,882,031	621,437,031
2004	355,025,000	61,105,000	0	230,000	60,000	290,000	416,420,000	220,401,000	1,031	220,402,031	636,822,031
2005	439,110,000	47,825,000	0	160,000	0	160,000	487,095,000	71,545,000	0	71,545,000	558,640,000
2006	433,585,000	33,875,000	0	90,000	0	90,000	467,550,000	70,138,101	27,000,000	97,138,101	564,688,101
2007	398,280,000	50,460,000	0	20,000	0	20,000	448,760,000	66,265,571	100,000,000	166,265,571	615,025,571
2008	378,575,000	97,260,000	0	0	0	0	475,835,000	181,502,000	40,000,000	221,502,000	697,337,000
2009	408,925,000	121,065,000	0	0	0	0	529,990,000	83,439,000	0	83,439,000	613,429,000
2010	365,775,000	134,325,000	0	0	0	0	500,100,000	179,608,667	25,000,000	204,608,667	704,708,667
2011	378,880,000	141,350,000	0	0	0	0	520,230,000	96,525,000	0	96,525,000	616,755,000
2012	347,090,000	124,965,000	0	0	0	0	472,055,000	40,752,809	0	40,752,809	512,807,809
2013	261,495,000	108,230,000	0	0	0	0	369,725,000	104,577,809	0	104,577,809	474,302,809
2014	306,995,000	92,195,000	0	0	0	0	399,190,000	126,957,809	0	126,957,809	526,147,809

Notes:

¹ Reflects the principal amount of bonds issued and outstanding as of June 30 of each fiscal year.

² Reflects bonds that are authorized by the voters, but are unissued as of the close of the fiscal year. Includes any bond authorizations voted on by the voters in June of each year.

Graph IV-I General Obligation (GO) Bonded Debt Per Capita and Percent of Personal Income

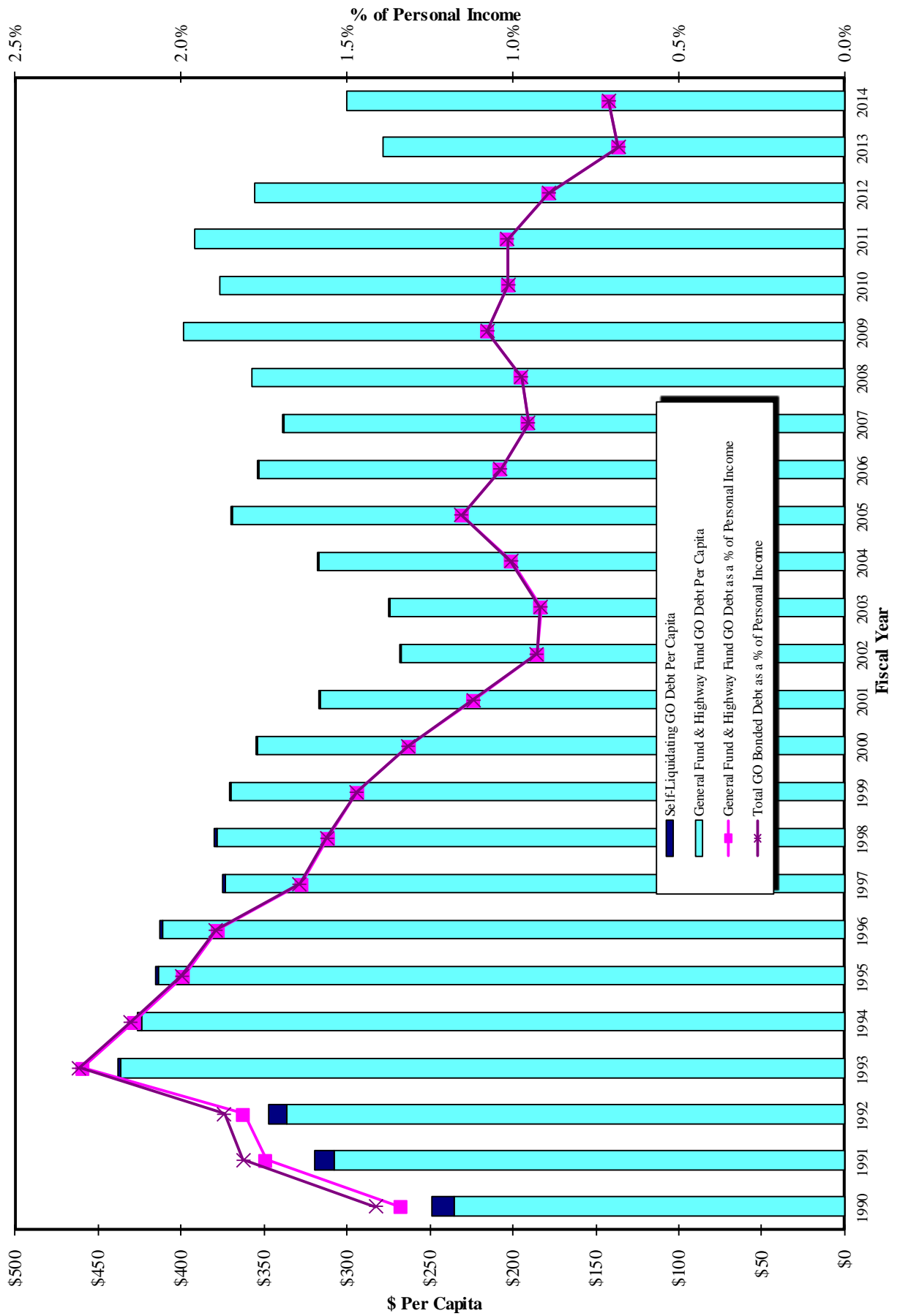


TABLE IV-2 TAX-SUPPORTED DEBT SERVICE COSTS

FISCAL YEAR	General Obligation Bonds ¹			Maine Governmental Facilities Authority (MGFA) Debt			Miscellaneous Other Tax-Supported Debt ²			TOTAL TAX-SUPPORTED DEBT SERVICE COSTS	% OF GENERAL FUND AND HIGHWAY FUND REVENUE
	TOTAL BONDS RETIRED	TOTAL INTEREST PAID	TO TAL GENERAL OBLIGATIO N DEBT SERVICE	TOTAL BONDS RETIRED	TOTAL INTEREST PAID	TO TAL MGFA DEBT SERVICE	TOTAL PRINCIPAL RETIRED	TOTAL INTEREST PAID	TO TAL MISC DEBT SERVICE		
1990	47,980,000	22,353,812	70,333,812	20,000	598,640	618,640	N/A	N/A	N/A	70,952,452	4.51%
1991	45,560,000	19,360,524	64,920,524	175,000	443,205	618,205	N/A	N/A	N/A	65,538,729	4.03%
1992	45,710,000	25,537,077	71,247,077	420,000	1,276,731	1,696,731	1,630,000	1,306,563	2,936,563	75,880,372	4.44%
1993	46,190,000	29,424,908	75,614,908	430,000	982,878	1,412,878	1,855,000	913,138	2,768,138	79,795,924	4.51%
1994	61,963,680	31,584,599	93,548,279	455,000	856,050	1,311,050	2,135,000	794,875	2,929,875	97,789,204	5.33%
1995	74,317,610	30,465,440	104,783,050	90,000	740,930	830,930	1,810,000	678,370	2,488,370	108,102,350	5.72%
1996	76,807,345	26,944,639	103,751,984	765,000	726,542	1,491,542	1,828,571	570,560	2,399,131	107,642,657	5.33%
1997	87,917,345	27,619,969	115,537,314	795,000	854,072	1,649,072	1,994,734	504,137	2,498,871	119,685,257	5.74%
1998	76,425,600	25,812,652	102,238,252	1,020,000	974,676	1,994,676	1,810,838	442,409	2,253,247	106,486,175	4.56%
1999	79,615,000	25,512,957	105,127,957	1,060,000	1,152,650	2,212,650	2,106,610	475,136	2,581,746	109,922,353	4.39%
2000	82,280,000	24,543,458	106,823,458	1,100,000	4,097,984	5,197,984	2,140,140	341,615	2,481,755	114,503,196	4.31%
2001	87,670,000	23,814,726	111,484,726	3,235,000	7,919,123	11,154,123	2,170,702	204,597	2,375,299	125,014,149	4.69%
2002	87,525,000	20,973,370	108,498,370	4,290,000	9,518,238	13,808,238	460,490	121,551	582,041	122,888,649	4.70%
2003	85,095,000	18,381,501	103,476,501	6,240,000	9,999,101	16,239,101	487,801	192,585	680,386	120,395,988	4.49%
2004	72,255,000	16,886,408	89,141,408	11,850,000	9,937,831	21,787,831	2,216,750	461,691	2,678,441	113,607,680	3.79%
2005	66,720,000	17,982,112	84,702,112	11,045,000	7,750,981	18,795,981	6,495,763	849,988	7,345,750	110,843,844	3.56%
2006	71,865,000	18,341,570	90,206,570	12,245,000	8,631,717	20,876,717	10,972,569	814,987	11,787,556	122,870,843	3.77%
2007	79,695,000	20,852,772	100,547,772	14,595,002	8,166,736	22,761,738	13,514,839	1,248,122	14,762,961	138,072,471	4.12%
2008	76,980,000	20,694,707	97,674,707	14,610,000	7,937,903	22,547,903	22,289,143	3,567,810	25,856,954	146,079,563	4.28%
2009	79,190,000	21,102,152	100,292,152	15,624,998	8,752,493	24,377,491	22,602,878	2,528,770	25,131,648	149,801,290	4.78%
2010	86,725,000	20,495,526	107,220,526	41,415,000	8,652,172	50,067,172	31,777,321	1,759,931	33,537,252	190,824,950	6.22%
2011	88,005,000	20,091,904	108,096,904	16,930,000	7,804,829	24,734,829	26,123,360	1,431,925	27,555,286	160,387,019	4.93%
2012	97,440,000	19,787,081	117,227,081	17,285,000	7,679,848	24,964,848	27,470,465	1,231,588	28,702,053	170,893,982	5.13%
2013	102,330,000	18,076,400	120,406,400	18,245,000	7,736,102	25,981,102	29,297,145	980,585	30,277,730	176,665,232	5.18%
2014	83,480,000	14,814,886	98,294,886	22,790,000	7,999,160	30,789,160	36,759,107	800,316	37,559,423	166,643,469	4.86%

Notes:

¹ Includes General Fund Bonds, Highway Fund Bonds and Bond Anticipation Notes. Excludes Self-Liquidating Bonds and Tax Anticipation Notes.

² Data for miscellaneous other tax supported debt is not currently available prior to fiscal year 1992. Source: Office of the State Controller.

**TABLE IV-3 MAINE GOVERNMENTAL FACILITIES AUTHORITY
SUMMARY OF DEBT
(4 M.R.S.A. Chapter 33)**

Fiscal Year	Outstanding Debt on June 30	Interest Paid ¹	Total Bonds Retired	Total Bonds Issued	Net Change in Debt
1995	\$16,165,000	\$740,930	\$90,000	\$0	(\$90,000)
1996	\$15,400,000	\$726,542	\$765,000	\$0	(\$765,000)
1997	\$20,595,000	\$854,072	\$795,000	\$5,990,000	\$5,195,000
1998	\$19,575,000	\$974,676	\$1,020,000	\$0	(\$1,020,000)
1999	\$18,515,000	\$1,152,650	\$1,060,000	\$0 ²	(\$1,060,000)
2000	\$104,360,000	\$4,097,984	\$1,100,000	\$86,945,000 ³	\$85,845,000
2001	\$159,975,000	\$7,919,123	\$3,235,000	\$58,850,000	\$55,615,000
2002	\$192,170,000	\$9,518,238	\$4,290,000	\$36,485,000	\$32,195,000
2003	\$196,790,000	\$9,999,101	\$6,240,000	\$10,860,000	\$4,620,000
2004	\$197,950,000	\$9,937,831	\$11,850,000 ⁴	\$13,010,000 ⁴	\$1,160,000
2005	\$189,570,000	\$7,750,981	\$11,045,000 ⁵	\$2,665,000 ⁵	(\$8,380,000)
2006	\$186,215,000	\$8,631,717	\$12,245,000	\$8,890,000	(\$3,355,000)
2007	\$182,604,998	\$8,166,736	\$14,595,002	\$10,985,000	(\$3,610,002)
2008	\$208,559,998	\$7,937,903	\$14,610,000	\$40,565,000	\$25,955,000
2009	\$192,935,000	\$8,752,493	\$15,624,998	\$0	(\$15,624,998)
2010	\$189,080,000	\$8,652,172	\$41,415,000	\$37,560,000	(\$3,855,000)
2011	\$172,150,000	\$7,804,829	\$16,930,000	\$0	(\$16,930,000)
2012	\$187,865,000	\$7,679,848	\$17,285,000	\$33,000,000	\$15,715,000
2013	\$199,910,000	\$7,736,102	\$18,245,000	\$30,290,000	\$12,045,000
2014	\$187,175,000	\$7,999,160	\$22,790,000	\$10,055,000	(\$12,735,000)

Outstanding Debt by Category on June 30, 2014

Outstanding Debt	Judicial	State Agency	Corrections	Psychiatric Treatment Facility	Capital Construction and Repair	Total
	\$106,648,843 ⁶	\$27,631,125 ⁷	\$31,671,321 ⁸	\$13,951,247 ⁹	\$7,272,464 ¹⁰	\$187,175,000

Notes:

- ¹ Interest paid prior to FY 1995 is on an accrual basis, after FY 1995 on a cash basis.
- ² Not shown is an additional \$10,350,000 that was issued through a line of credit - \$8,157,411 for state facilities and \$2,187,589 for correctional facilities. It was the first non-judicial borrowing and was paid off in FY 2000.
- ³ Not shown is an additional \$3,276,000 borrowed through a line of credit that was paid off in FY 2000 (same year).
- ⁴ Does not reflect an additional \$34,915,000 of outstanding debt that was refunded in FY 2004 without changing the net amount of debt outstanding.
- ⁵ Does not reflect an additional \$51,545,000 of outstanding debt that was refunded in FY 2005 in exchange for \$54,210,000 in new principal.
- ⁶ PL 1999, c. 787 increased the Judicial limit to \$40,000,000 effective August 11, 2000. PL 2005, c.460 raised it to \$75,000,000 effective 09/17/05. PL 2005 c.463 added \$1,000,000 effective 07/01/06 outside the cap. PL 2009, c.213 raised the original cap to \$136,000,000 effective 5/28/09, which brought the total to \$137,000,000. PL 2013, c.571 raised the cap by \$15,000,000 to \$152,000,000 effective 8/1/14.
- ⁷ PL 1997, c. 788 established a limit of \$53,000,000 and authorized \$52,500,000 for state facilities effective July 9, 1998. PL 2001, c. 439, Part F authorized \$7,360,000 for renovations at AMHI, the Governor Baxter School and the DOT building in Augusta.
- ⁸ PL 1997, c. 752 authorized \$85,000,000 for correctional facilities not subject to the \$53,000,000 limit for state facilities effective July 9, 1998.
- ⁹ PL 1999, c. 731, Pt. NNN authorized \$33,000,000 for a psychiatric treatment facility not subject to the \$53,000,000 limit effective August 11, 2000.
- ¹⁰ PL 2003, c. 20, Part PP authorized \$7,485,000 for capital repairs and improvements at various state facilities not subject to the \$53,000,000 limit effective 7/01/03. PL 2005, c.12 added \$9,000,000 for the same purpose effective 6/29/05. PL 2013, c. 368 added \$7,350,000 for the same purpose effective 6/26/13.