

MAINE STATE HOUSING AUTHORITY

UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2020

MAINE STATE HOUSING AUTHORITY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	Business-type Activities	Governmental Activities	Total
ASSETS:			
Current Assets:			
Cash, principally time deposits (note 3)	\$30,922	\$6,185	\$37,107
Investments (notes 3, 8, and 10)	410,044	22,142	432,186
Accounts receivable - federal government	0	6,813	6,813
Mortgage notes receivable, net (note 4)	38,757	3	38,760
Other notes receivable, net (note 4)	34	0	34
Assets held for sale	0	2,600	2,600
Other assets (note 11)	8,549	13,048	21,597
Internal balances	(2,004)	2,004	0
Total Current Assets	<u>486,302</u>	<u>52,795</u>	<u>539,097</u>
Noncurrent Assets:			
Investments (notes 3, 8, and 10)	25,995	0	25,995
Mortgage notes receivable, net (note 4)	1,388,803	34,877	1,423,680
Other notes receivable, net (note 4)	179	10	189
Capital assets	18,043	0	18,043
Other real estate owned	112	0	112
Total Noncurrent Assets	<u>1,433,132</u>	<u>34,887</u>	<u>1,468,019</u>
Total Assets	<u>1,919,434</u>	<u>87,682</u>	<u>2,007,116</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Accumulated decrease in fair value of hedging derivatives (note 6)	22,311	0	22,311
Deferred pension expense (note 7)	384	226	610
Deferred amount on debt refundings	3,272	0	3,272
Total Deferred Outflows of Resources	<u>25,967</u>	<u>226</u>	<u>26,193</u>
LIABILITIES:			
Current Liabilities:			
Accrued interest payable	16,404	255	16,659
Accounts payable - federal government	0	345	345
Accounts payable and accrued liabilities	3,080	89	3,169
Unearned income	0	12,451	12,451
Bonds and notes payable (notes 5, 8, 13, and 15)	3,901	3,450	7,351
Total Current Liabilities	<u>23,385</u>	<u>16,590</u>	<u>39,975</u>
Noncurrent Liabilities:			
Pension liability (note 7)	1,438	844	2,282
Derivative instrument - interest rate swaps (note 6)	22,311	0	22,311
Bonds and notes payable (notes 5, 8, 13, and 15)	1,573,311	19,289	1,592,600
Total Noncurrent Liabilities	<u>1,597,060</u>	<u>20,133</u>	<u>1,617,193</u>
Total Liabilities	<u>1,620,445</u>	<u>36,723</u>	<u>1,657,168</u>
DEFERRED INFLOWS OF RESOURCES:			
Deferred loan origination points	24	0	24
Deferred pension credit (note 7)	546	321	867
Total Deferred Inflows of Resources	<u>570</u>	<u>321</u>	<u>891</u>
NET POSITION:			
Net investment in capital assets	2,425	0	2,425
Restricted for bond resolutions	288,233	0	288,233
Restricted for grants and programs	0	50,864	50,864
Unrestricted	33,728	0	33,728
Total Net Position	<u>\$324,386</u>	<u>\$50,864</u>	<u>\$375,250</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE PERIOD ENDED SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

Functions/Programs	Program Revenues				Net Revenue (Expense) and Changes in Net Position		
	Expenses	Charges for Services	Investment Income	Grants and Contributions	Business-type Activities	Governmental Activities	Total
Business-type activities:							
Mortgage Purchase Fund	\$46,993	\$47,227	\$1,688	\$0	\$1,922	\$0	\$1,922
Bondholder Reserve Fund	46	0	27	0	(19)	0	(19)
General Administrative Fund	1,493	719	0	0	(774)	0	(774)
Total business-type activities	48,532	47,946	1,715	0	1,129	0	1,129
Governmental activities:							
HOME Fund	15,188	312	88	15,260	0	472	472
Section 8 Housing Programs	83,177	4,253	1	80,249	0	1,326	1,326
Low Income Home Energy Assistance Program	22,742	622	1	22,129	0	10	10
Maine Energy, Housing and Economic Recovery Program	1,164	30	17	4,316	0	3,199	3,199
Other Federal and State Programs	21,501	1,786	11	19,626	0	(78)	(78)
Total governmental activities	143,772	7,003	118	141,580	0	4,929	4,929
Total Agency-wide	\$192,304	\$54,949	\$1,833	\$141,580	1,129	4,929	6,058
General Revenues:							
					130	0	130
					456	(456)	0
					586	(456)	130
					1,715	4,473	6,188
					322,671	46,391	369,062
					\$324,386	\$50,864	\$375,250

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
ASSETS:				
Current Assets:				
Cash, principally time deposits (note 3)	\$ 18,796	\$ 1	\$ 12,125	\$ 30,922
Investments (notes 3, 8, and 10)	380,905	8,067	21,072	410,044
Mortgage notes receivable, net (note 4)	38,550	0	207	38,757
Other notes receivable, net (note 4)	0	0	34	34
Other assets (note 11)	8,506	0	43	8,549
Interfund (note 12)	273	0	4,103	4,376
Total Current Assets	<u>447,030</u>	<u>8,068</u>	<u>37,584</u>	<u>492,682</u>
Noncurrent Assets:				
Investments (notes 3, 8, and 10)	25,995	0	0	25,995
Mortgage notes receivable, net (note 4)	1,383,101	0	5,702	1,388,803
Other notes receivable, net (note 4)	0	0	179	179
Capital assets	22	0	18,021	18,043
Other real estate owned	112	0	0	112
Total Noncurrent Assets	<u>1,409,230</u>	<u>0</u>	<u>23,902</u>	<u>1,433,132</u>
Total Assets	<u>1,856,260</u>	<u>8,068</u>	<u>61,486</u>	<u>1,925,814</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Accumulated decrease in fair value of hedging derivatives (note 6)	22,311	0	0	22,311
Deferred pension expense (note 7)	326	2	56	384
Deferred amount on debt refundings	3,272	0	0	3,272
Total Deferred Outflows of Resources	<u>25,909</u>	<u>2</u>	<u>56</u>	<u>25,967</u>
LIABILITIES:				
Current Liabilities:				
Accrued interest payable	16,404	0	0	16,404
Accounts payable and accrued liabilities	417	2	2,661	3,080
Interfund (note 12)	3,722	14	2,644	6,380
Bonds and notes payable (notes 5, 8, 13, and 15)	3,310	0	591	3,901
Total Current Liabilities	<u>23,853</u>	<u>16</u>	<u>5,896</u>	<u>29,765</u>
Noncurrent Liabilities:				
Pension liability (note 7)	1,222	7	209	1,438
Derivative instrument - interest rate swaps (note 6)	22,311	0	0	22,311
Bonds and notes payable (notes 5, 8, 13, and 15)	1,554,084	0	19,227	1,573,311
Total Noncurrent Liabilities	<u>1,577,617</u>	<u>7</u>	<u>19,436</u>	<u>1,597,060</u>
Total Liabilities	<u>1,601,470</u>	<u>23</u>	<u>25,332</u>	<u>1,626,825</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred loan origination points	24	0	0	24
Deferred pension credit (note 7)	464	3	79	546
Total Deferred Inflows of Resources	<u>488</u>	<u>3</u>	<u>79</u>	<u>570</u>
NET POSITION:				
Net investment in capital assets	22	0	2,403	2,425
Restricted for bond resolutions	280,189	8,044	0	288,233
Unrestricted	0	0	33,728	33,728
Total Net Position	<u>\$280,211</u>	<u>\$8,044</u>	<u>\$36,131</u>	<u>\$324,386</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE PERIOD ENDED SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
OPERATING REVENUES:				
Interest from mortgages and notes	\$46,812	\$0	\$242	\$47,054
Income from investments	1,773	27	143	1,943
Net decrease in the fair value of investments	(85)	0	(13)	(98)
Fee income	205	0	331	536
Other revenue	5	0	146	151
Gain on bond redemption (note 13)	205	0	0	205
Total Revenues	48,915	27	849	49,791
OPERATING EXPENSES:				
Operating expenses	7,758	46	1,467	9,271
Other program administrative expenses	4,119	0	0	4,119
Mortgage servicing fees	1,263	0	15	1,278
Provision for losses on loans (note 4)	0	0	11	11
Interest expense	33,853	0	0	33,853
Total Expenses	46,993	46	1,493	48,532
Operating Income (Loss)	1,922	(19)	(644)	1,259
Transfers between funds, net (note 12)	0	0	456	456
Change in Net Position	1,922	(19)	(188)	1,715
Net Position at beginning of year	278,289	8,063	36,319	322,671
Net Position at end of period	<u>\$280,211</u>	<u>\$8,044</u>	<u>\$36,131</u>	<u>\$324,386</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE PERIOD ENDED SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Interest receipts from borrowers	\$46,467	\$0	\$247	\$46,714
Principal receipts on mortgages and notes - scheduled	33,112	0	181	33,293
Principal receipts on mortgages and notes - prepayments	70,026	0	407	70,433
Payments for operating expenses	(6,876)	(9)	(51)	(6,936)
Payments for personnel expenses	(6,264)	(37)	(1,073)	(7,374)
Investment in mortgages and other notes	(124,607)	0	(26)	(124,633)
Other	(741)	(1)	(709)	(1,451)
Net cash provided by (used for) operating activities	<u>11,117</u>	<u>(47)</u>	<u>(1,024)</u>	<u>10,046</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and development of capital assets	0	0	(5,019)	(5,019)
Proceeds from the disposal of capital assets	0	0	10	10
Principal paid on capital debt	0	0	(382)	(382)
Interest paid on capital debt	0	0	(343)	(343)
Net cash used for capital and related financing activities	<u>0</u>	<u>0</u>	<u>(5,734)</u>	<u>(5,734)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Proceeds from sale of bonds and notes	238,204	0	0	238,204
Principal payments on bonds	(104,105)	0	0	(104,105)
Interest payments on bonds	(22,766)	0	0	(22,766)
Payments (to) from other funds	915	1	(577)	339
Net cash provided by (used for) non-capital financing activities	<u>112,248</u>	<u>1</u>	<u>(577)</u>	<u>111,672</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Proceeds from disposition of foreclosed real estate	4,119	0	18	4,137
Purchase of investments	(1,018,249)	0	0	(1,018,249)
Sales and maturity of investments	888,840	13	6,489	895,342
Interest received on investments	1,492	33	164	1,689
Net cash provided by (used for) investing activities	<u>(123,798)</u>	<u>46</u>	<u>6,671</u>	<u>(117,081)</u>
Net decrease in cash	(433)	0	(664)	(1,097)
Cash at beginning of year	19,229	1	12,789	32,019
Cash at end of period	<u>\$18,796</u>	<u>\$1</u>	<u>\$12,125</u>	<u>\$30,922</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:				
Operating income (loss)	\$1,922	(\$19)	(\$644)	\$1,259
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization	263	0	384	647
Gain on disposal of capital assets	0	0	(10)	(10)
Interest on bonds	33,590	0	0	33,590
Provision for losses on loans	0	0	11	11
Gain on bond redemption	(205)	0	0	(205)
Interest income on investments	(1,773)	(27)	(143)	(1,943)
Net decrease in fair value of investments	85	0	13	98
Changes in operating assets and liabilities:				
Other assets	(882)	0	(1)	(883)
Mortgage note interest receivable	(345)	0	5	(340)
Accounts payable and accrued liabilities	(69)	(1)	(1,201)	(1,271)
Investment in mortgage and other notes	(124,607)	0	(26)	(124,633)
Mortgage & other note principal repayments	103,138	0	588	103,726
Net cash provided by (used for) operating activities	<u>\$11,117</u>	<u>(\$47)</u>	<u>(\$1,024)</u>	<u>\$10,046</u>
SUPPLEMENTAL DISCLOSURE OF NON-CASH INFORMATION:				
Transfer from mortgage notes receivable to other assets and other real estate owned	\$2,360	\$0	\$0	\$2,360

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Maine Energy, Housing & Economic Recovery Fund	Other Federal and State Programs	Total
ASSETS:						
Current Assets:						
Cash, principally time deposits (note 3)	\$13	\$4,267	\$645	\$0	\$1,260	\$6,185
Investments (notes 3, 8, and 10)	17,914	0	0	2,097	2,131	22,142
Accounts receivable - federal government	0	276	275	0	6,262	6,813
Mortgage notes receivable, net (note 4)	3	0	0	0	0	3
Assets held for sale	2,600	0	0	0	0	2,600
Other assets	4,434	140	0	2,607	5,867	13,048
Interfund (note 12)	5,246	19	0	0	2,800	8,065
Total Current Assets	<u>30,210</u>	<u>4,702</u>	<u>920</u>	<u>4,704</u>	<u>18,320</u>	<u>58,856</u>
Noncurrent Assets:						
Mortgage notes receivable, net (note 4)	25,300	0	0	9,577	0	34,877
Other notes receivable, net (note 4)	0	0	0	0	10	10
Total Noncurrent Assets	<u>25,300</u>	<u>0</u>	<u>0</u>	<u>9,577</u>	<u>10</u>	<u>34,887</u>
Total Assets	<u>\$55,510</u>	<u>\$4,702</u>	<u>\$920</u>	<u>\$14,281</u>	<u>\$18,330</u>	<u>\$93,743</u>
LIABILITIES:						
Current Liabilities:						
Accrued interest payable	\$0	\$0	\$0	\$255	\$0	\$255
Accounts payable - federal government	0	345	0	0	0	345
Accounts payable and accrued liabilities	0	84	5	0	0	89
Unearned income	332	0	629	0	11,490	12,451
Interfund (note 12)	19	461	179	0	4,815	5,474
Bonds payable (note 5 and 8)	0	0	0	3,450	0	3,450
Total Current Liabilities	<u>351</u>	<u>890</u>	<u>813</u>	<u>3,705</u>	<u>16,305</u>	<u>22,064</u>
Noncurrent Liabilities:						
Bonds payable (note 5 and 8)	0	0	0	19,289	0	19,289
Total Non Current Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>19,289</u>	<u>0</u>	<u>19,289</u>
Total Liabilities	<u>351</u>	<u>890</u>	<u>813</u>	<u>22,994</u>	<u>16,305</u>	<u>41,353</u>
FUND BALANCES:						
Restricted by program requirements	55,159	3,812	107	0	2,025	61,103
Nonspendable	0	0	0	9,577	0	9,577
Unassigned	0	0	0	(18,290)	0	(18,290)
Total Fund Balances	<u>55,159</u>	<u>3,812</u>	<u>107</u>	<u>(8,713)</u>	<u>2,025</u>	<u>52,390</u>
 Total Liabilities and Fund Balances	 <u>\$55,510</u>	 <u>\$4,702</u>	 <u>\$920</u>	 <u>\$14,281</u>	 <u>\$18,330</u>	 <u>\$93,743</u>

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION

Total fund balances in governmental funds	\$52,390
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Pension expense deferrals reported as deferred outflows of resources in governmental activities are not financial resources and therefore are not reported in the governmental funds.	226
Pension liabilities reported in governmental activities are not due and payable in the current period and therefore not reported in the governmental funds.	(844)
Pension credit deferrals reported as deferred inflows of resources in governmental activities are not available to pay for current period expenditures and therefore are not reported in the governmental funds.	(321)
Interfund balances related to the allocation of pension liabilities and deferrals of resources reported in governmental activities are not due and payable in the current period and therefore not reported in the governmental funds.	(587)
Net Position of governmental activities	<u>\$50,864</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE PERIOD ENDED SEPTEMBER 30, 2020
(IN THOUSANDS OF DOLLARS)

	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Maine Energy, Housing & Economic Recovery Fund	Other Federal and State Programs	Total
REVENUES:						
Interest from mortgages and notes	\$51	\$0	\$0	\$30	\$0	\$81
Income from investments	88	1	1	17	11	118
Fee income	0	4,253	622	0	1,786	6,661
Other revenue	261	0	0	0	0	261
Grant income	1,674	0	22,129	0	19,626	43,429
Income from State	13,586	0	0	4,316	0	17,902
Federal rent subsidy income	0	80,249	0	0	0	80,249
Total Revenues	<u>15,660</u>	<u>84,503</u>	<u>22,752</u>	<u>4,363</u>	<u>21,423</u>	<u>148,701</u>
EXPENDITURES:						
Operating expenditures	0	2,729	611	0	1,683	5,023
Other program administrative expenditures	0	149	2	0	102	253
Provision for losses on loans (note 4)	155	0	0	0	0	155
Grant expenditures	15,033	0	22,129	491	19,716	57,369
Federal rent subsidy	0	80,299	0	0	0	80,299
Interest	0	0	0	673	0	673
Total Expenditures	<u>15,188</u>	<u>83,177</u>	<u>22,742</u>	<u>1,164</u>	<u>21,501</u>	<u>143,772</u>
Revenues in Excess of (Less Than) Expenditures	472	1,326	10	3,199	(78)	4,929
Transfers between funds, net (note 12)	<u>(43)</u>	<u>(446)</u>	<u>(10)</u>	<u>0</u>	<u>43</u>	<u>(456)</u>
Change in Fund Balances	429	880	0	3,199	(35)	4,473
Fund Balances at beginning of year	<u>54,730</u>	<u>2,932</u>	<u>107</u>	<u>(11,912)</u>	<u>2,060</u>	<u>47,917</u>
Fund Balances at end of period	<u>\$55,159</u>	<u>\$3,812</u>	<u>\$107</u>	<u>(\$8,713)</u>	<u>\$2,025</u>	<u>\$52,390</u>

See accompanying notes to the financial statements

Maine State Housing Authority
Notes to Financial Statements – September 30, 2020
(IN THOUSANDS OF DOLLARS)

(1.) ORGANIZATION AND NATURE OF OPERATIONS

The Maine State Housing Authority (MaineHousing) is a public corporation and an instrumentality of the State of Maine established under the provisions of the *Maine Housing Authorities Act*, Title 30-A, Chapter 201, of the Maine Revised Statutes, as amended. MaineHousing is authorized to issue bonds for the purchase or origination of notes and mortgages on single-family and multi-family residential properties for the purpose of providing housing for persons and families of low income in the State of Maine. MaineHousing also administers various housing and energy related state and federal programs and collects and disburses federal rent subsidies for low-income housing.

For financial reporting purposes, MaineHousing is considered a component unit of the State of Maine and the financial condition and results of operations of MaineHousing are included in the State's financial statements.

(2.) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

MaineHousing's financial statements are prepared in accordance with Governmental Accounting Standards Board (GASB) statements and are comprised of three components: 1) agency-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

The financial statements include all of the organization's activities and functions for which MaineHousing is financially accountable. Determination of financial accountability includes among other factors, appointment of a voting majority of the component's governing body and (1) ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, MaineHousing. Based on the preceding criteria, the accompanying financial statements do not include the financial activities of any entity other than MaineHousing.

The Agency-wide financial statements are comprised of a Statement of Net Position and Statement of Activities, which are prepared using the economic resources measurement focus and the accrual basis of accounting. These statements reflect all of the assets, liabilities, revenues, expenses, deferred inflows, deferred outflows, gains and losses of business-type and governmental activities. Interfund balances entirely within the proprietary funds and governmental funds are eliminated from the Statement of Net Position; remaining amounts are shown as Internal Balances.

The business-type activities, which include single-family and multi-family loan programs, are classified as proprietary funds. Proprietary funds are reported using the accrual basis of accounting and revenues are recorded when earned and expenses when incurred. The governmental activities reflect the administration of the various programs for the State of Maine and the federal government. Governmental funds are reported using the modified accrual basis and revenues are recorded when they become available and measurable and expenses when incurred. Revenues from grants and programs are generally considered "available" if eligibility and time restrictions have been satisfied and if received within three months of the balance sheet date. Grants received in advance of the period in which they can be used are reported as deferred inflows of resources.

Separate fund financial statements are provided for proprietary and governmental funds. The fund financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America applicable to governmental entities, which provides that accounting systems be organized by funds to account for specific activities consistent with legal and operating requirements. Major individual governmental funds and all proprietary funds and fund groups are reported as separate columns in the fund financial statements. Certain insignificant indirect costs are allocated to the funds.

Maine State Housing Authority
Notes to Financial Statements – September 30, 2020
(IN THOUSANDS OF DOLLARS)

Fund Structure

PROPRIETARY FUNDS

Financial activities operated similarly to private business enterprises and financed through fees and charges assessed primarily to users of loans and other lender services are presented as proprietary funds. MaineHousing's proprietary funds are as follows, all of which are considered major funds:

Mortgage Purchase Fund

This fund consists of accounts established by the General Mortgage Purchase Bond Resolution. Pursuant to the Mortgage Purchase Program, MaineHousing is authorized to purchase or originate first lien mortgages on single-family and multi-family residential properties. Proceeds from the sale of mortgage revenue bonds, the debt service requirements of the bond indebtedness, and mortgage loans made from bond proceeds are recorded in this fund.

Bondholder Reserve Fund

This fund consists of accounts established by the General Authority Bondholder Reserve Fund Resolution and is pledged to replenish any deficiency in the debt service reserve fund of the General Mortgage Purchase Bond Resolution.

General Administrative Fund

This fund consists of account balances that are not directly pledged to or restricted by a particular bond resolution or program and generates fee and interest income. Revenues not specifically pledged for the repayment of bonds or notes are recorded in this fund.

GOVERNMENTAL FUNDS

Activities financed by grant and program agreements with the federal government and appropriations from the State of Maine Legislature are presented as governmental funds. None of the governmental funds are legally required to adopt a formal budget. MaineHousing's governmental funds are as follows, all of which are considered major funds except the Other Federal and State Programs Fund:

Home Fund

The Maine State Legislature authorized the creation of the Housing Opportunities for Maine (HOME) Program to promote and create affordable housing. The program is funded by a portion of the Real Estate Transfer Tax levied by the State of Maine and by appropriations. These funds may be used in conjunction with MaineHousing's other housing resources. Activities associated with the Shelter Operating Subsidy Program, which is funded by the State of Maine and provides funding for emergency shelters that serve Maine's homeless citizens, are also recorded in this fund.

Section 8 Housing Programs

This fund group consists of activity related to MaineHousing's administration of various Department of Housing and Urban Development (HUD) Section 8 programs. These are federal programs that provide rental subsidies to landlords to preserve low-income rental units and also provide funding to tenants to assist with rent payments. The program funding levels are established by the federal government annually. MaineHousing receives annual fees from HUD for the administration of these programs. These programs consist of the following:

- Moderate Rehabilitation
- New Construction and Substantial Rehabilitation
- Section 811 Project Rental Assistance
- Housing Choice Voucher
- Performance Based Contract Administration
- Family Self-Sufficiency Program
- Mainstream Vouchers

Maine State Housing Authority
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Low Income Home Energy Assistance Program

MaineHousing is the designated administrator of the Low Income Home Energy Assistance Program for the State of Maine. This program is federally funded through the Department of Health and Human Services. Under this program, funds are provided to low income homeowners and renters to assist with the payment of heating costs. The funding level is established annually by the federal government and MaineHousing receives annual fees for the administration of the program.

Maine Energy, Housing and Economic Recovery Fund

The purpose of the Maine Energy, Housing and Economic Recovery Fund (MEHER) is to create capital funding sources to provide affordable housing and to improve energy efficiency of residential housing in the State of Maine. The fund consists of accounts established by the MEHER General Indenture. The revenue anticipation bonds issued under the MEHER General Indenture are liabilities of the fund and the debt service for these bonds is paid by a source of revenue from the State of Maine.

The deficit in this fund is due to timing differences between the expending of funds from bond proceeds on program activities and the receipt of revenues from the State of Maine, which is based on debt service schedules. The deficit will be eliminated over time as bond proceeds available for programs are depleted and annual revenues received from the State of Maine exceed expenditures.

Other Federal and State Programs

MaineHousing administers various other federal and state housing and energy related programs and grants. This fund group records the activity and reflects the consolidation of these programs and grants. Program administration is governed by the appropriate federal regulations or state laws. The annual program and grant funding levels are set by the appropriate federal or state government. MaineHousing receives annual fees for the program administration for most of the federal programs and grants. Federal and state programs consist of the following, which are considered non-major funds:

U.S. Department of Housing and Urban Development

- Emergency Solutions Grants Program
- HOME Investment Partnerships Program
- National Housing Trust Fund
- Lead-Based Paint Hazard Control Program
- Homeless Management Information System
- Housing Counseling Assistance Program
- Continuum of Care - Planning Grant
- Continuum of Care - Rental Assistance Program
- Continuum of Care - Coordinated Entry Grant
- Continuum of Care –Youth Homeless Demonstration Program

U.S. Department of Energy

- Weatherization Assistance Program
- Weatherization Assistance Program - Training Centers and Programs

U.S. Department of Health and Human Services

- Weatherization / Central Heating Improvement Program
- Temporary Assistance for Needy Families (via State of Maine)
- Maine Association of Recovery Residences (via State of Maine)

U.S. Department of Treasury

- Coronavirus Relief Funds/Cares Act - Rent Relief Program (via State of Maine)

State of Maine

- Home Modification Program
- Arsenic Remediation Program
- Natural Disaster Housing Assistance Fund
- Consumer Residential Opportunities Program
- Indian Housing Mortgage Insurance Program

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Lead Abatement Program
Senior Housing General Obligation Bonds
Rapid Re-Housing Funds

Private

Low Income Assistance Plan

Net Position

In the agency-wide and proprietary fund financial statements, net position is displayed in three components as follows:

Net investment in capital assets – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings for the acquisition, construction, or improvement of those assets.

Restricted – This consists of activities that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. For business-type activities, the net position is restricted by bond resolutions for the acquisition of loans, payment of debt service and payment of operating costs. For governmental activities, the net position is restricted by state statutes or federal regulations and program agreements for specific program purposes.

Unrestricted – This consists of activities that do not meet the definition of “restricted” or “net investment in capital assets”.

Fund Balances

In the governmental funds financial statements, fund balances are reported as either restricted for housing and energy related programs, nonspendable in current form due to the long term nature of certain assets, or unassigned for any residual deficit fund balances. Generally, if unrestricted fund balances are available they are used after assigned or restricted amounts.

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents include cash on hand and held by banks in demand deposits and savings accounts.

Investments

Money market funds, repurchase agreements and certificates of deposit that have a remaining maturity at time of purchase of one year or less are reported at amortized cost. Investments not reported at amortized cost are reported at fair value. Unrealized gains and losses due to fluctuations in market values and gains and losses realized upon sale are reported as net increases or decreases in the fair value of investments. Interest received that is required by federal programs to be spent on program activities is deferred and recorded as a payable to the federal government.

Mortgage Notes Receivable

Mortgage notes receivable are carried at their uncollected principal balance less allowances for loan losses. The recording of interest income on problem loans ceases when collectability within a reasonable period of time becomes doubtful. Program income received for revolving loan programs are recorded as unearned income. MaineHousing reclassifies its liability for amounts due under revolving loan programs relating to forgivable loans and loans with no payments due until sale of the collateral or maturity of the loan (usually 30 years from origination) to reduce the associated loan balances. MaineHousing believes this presentation better reflects the underlying economics of the loan.

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Allowances For Losses On Loans

MaineHousing has established allowances for losses on mortgages and other notes receivable. The allowances are established through provisions for losses on loans charged to expenses. Losses are charged against the allowances when MaineHousing believes that collection of the loan principal is unlikely.

The allowances are amounts that MaineHousing believes will be adequate to absorb losses based on evaluations of collectability and prior loss experience. The evaluation takes into consideration such factors as the nature and volume of the portfolio, extent of available mortgage insurance, collateral, delinquencies and current economic conditions that may affect the borrowers' ability to pay.

Assets Held for Sale

Multi-family residential properties acquired for the purpose of preserving affordable rental housing and intended for sale are carried at the lower of cost or estimated fair value. Properties are typically held for short durations. Adjustments to carrying values and gains or losses on the disposition of properties are reflected in the Statements of Revenues, Expenses and Changes in Net Position in the year realized.

Capital Assets

Capital assets consisting of building, land, and equipment are stated at cost less accumulated depreciation and are reported in the agency-wide and proprietary funds financial statements. MaineHousing capitalizes assets with an initial cost of one thousand dollars or more. Depreciation is computed using the straight line method over the estimated useful lives of the assets, which range from three to forty years. Land and assets that are being developed are not depreciated.

Other Real Estate Owned

Other real estate owned consists of single-family and multi-family residential properties acquired through foreclosure, or acceptance of a deed in lieu of foreclosure and are carried at the lower of cost or fair value less estimated costs to sell. Losses arising from the acquisition of other real estate owned are charged to the allowance for loan losses. Operating expenses, subsequent provisions to reduce the carrying value, and any gain or loss on disposition of the property are reflected in the Statement of Revenues, Expenses and Changes in Net Position in the year incurred or realized.

Bond Discount, Premium, Issuance Costs and Deferred Amounts on Refunding

Bond discounts and premiums are reflected as a component of bonds payable and are deferred and amortized over the lives of the bonds using a method that approximates the effective interest method. Gains and losses on debt refundings are amortized as a component of interest expense over the remaining life of the old debt or the life of the new debt, whichever is shorter and reflected as a deferred outflow of resources. Bond issuance costs are expensed in the year issued.

Loan Origination Fees and Costs

MaineHousing pays origination costs at the time it purchases single-family mortgage loans. These and other program costs, including closing cost assistance to borrowers, paid in connection with acquiring certain single-family loans, are expensed in the year of origination.

MaineHousing may receive points in connection with the origination of certain mortgage loans, which are essentially yield adjustments on the loans. Points received for single-family loans are reflected as a deferred inflow of resources and amortized as a component of interest income using the effective interest method over the life of the mortgages. When a loan is paid off prior to maturity, all unamortized deferred points are recognized immediately as interest income. MaineHousing may charge a fee at the time that a commitment is made to originate a mortgage on a multi-family loan. These fees are recognized as income in the year the commitment is made.

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Revenues, Expenses and Expenditures

Program revenues in the agency-wide Statement of Activities are reported in three categories including (1) charges for services, (2) investment income and (3) grants and contributions. Charges for services include all revenues from mortgage loans and program administration fees. Investment income consists of earnings from non-mortgage investment assets. Grants and contributions include revenues from other governments and organizations that are restricted for use in a particular program. All revenues are recorded as income when earned and the associated expenses are recorded as incurred.

The proprietary funds' primary sources of operating revenues are income from mortgage loans and other permitted investments. Operating expenses in the proprietary funds consist of expenses incurred for originating and servicing loans, bond interest and program administration.

Revenues in the governmental funds are derived from grant and program agreements with the federal government, appropriations from the Maine State Legislature, and other organizations. MaineHousing also receives fee income for program administration. Expenditures in the governmental funds are all current operating expenditures and consist primarily of program disbursements and administration charges.

Derivatives and Hedging Instruments

MaineHousing enters into various interest rate swap agreements in order to manage risks associated with interest on its variable rate bond portfolio. MaineHousing recognizes the fair value of swap agreements as either an asset or liability on its Statement of Net Position with the offsetting gains or losses as either deferred inflows or outflows of resources, if deemed an effective hedge. If swap agreements are not effective hedges, interest expense is increased or decreased by the change in the fair value. MaineHousing measures the effectiveness of its interest rate swap agreements in total whereby all the swaps are used to hedge interest expense on a portion of the total variable rate bonds equal to the notional amount of the swaps. Hedge effectiveness is determined by using the regression analysis and synthetic instrument methods. MaineHousing's swap agreements constitute an effective hedge for the hedged portion of the variable rate bond portfolio at September 30, 2020.

Fair Value Methodology

Generally accepted accounting principles establishes standards for determining fair value measurements for accounting and financial reporting purposes and provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements and also establishes a three-tier hierarchy that prioritizes the inputs used to measure fair value as follows:

- **Level 1 inputs** are observable, quoted prices in active markets for identical assets or liabilities;
- **Level 2 inputs** are directly or indirectly observable, but not on level 1; and
- **Level 3 inputs** are all inputs that are unobservable.

MaineHousing's assets and liabilities carried at fair value are investments and interest rate swaps.

Defined Benefit Pension Plan

MaineHousing is a participating local district (PLD) member of the Maine Public Employees Retirement System (MainePERS) PLD Consolidated Retirement Plan and employees may participate in a defined benefit plan offered by MainePERS. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of MainePERS' PLD Consolidated Plan have been determined on the same basis as they are reported by MainePERS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments at MainePERS are reported at fair value.

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Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the statements and the reported amounts of revenues, expenses and expenditures during the reporting year. Material estimates that are particularly susceptible to significant change in the near-term relate to the determination of the allowance for losses on loans and fair value of interest rate swaps. Actual results could differ from estimates.

New Accounting Standards

The following GASB Statements that have been issued are under evaluation by MaineHousing:

- GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* is effective for the year ending December 31, 2021.
- GASB Statement No. 87, *Leases*; GASB Statement No. 91, *Conduit Debt Obligations*; GASB Statement No. 92, *Omnibus 2020*; and GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a suppression of GASB Statement No. 32* are effective for the year ending December 31, 2022.
- GASB Statement No. 93, *Replacement of Interbank Offered Rates* has requirements that are effective for the years ending December 31, 2021 and 2022.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; and GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* are effective for the year ending December 31, 2023.

MaineHousing has not adopted these standards and is evaluating the impact they may have on its financial statements.

(3.) CASH AND INVESTMENTS

At September 30, 2020, the carrying amount of MaineHousing's bank deposits was \$37,107 and the bank balance was \$37,294. The difference between the carrying amount and the bank balance is a result of transactions in transit. Of the bank balance, \$397 was covered by federal depository insurance and \$36,897 was collateralized by pledged government securities that are held in the bank's name at the Federal Reserve Bank.

The General Mortgage Purchase Bond Resolution permits MaineHousing to invest in direct obligations of, or obligations guaranteed by, the United States of America, certain government-sponsored enterprises and the State of Maine "permitted investments". The resolution also permits MaineHousing to invest in certificates of deposit, repurchase agreements and other similar banking arrangements that are collateralized by permitted investments.

MaineHousing has a formal Investment Policy that outlines its investment practices and policies. The primary purpose of the policy is to ensure safety of principal while managing liquidity to pay MaineHousing's financial obligations. MaineHousing's deposit policy is to have its deposits covered by insurance, collateralized or deposited in well capitalized institutions.

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MaineHousing’s investment balances and stated maturities as of September 30, 2020 are presented in the following table. Actual maturities may differ due to investments being called by the issuer.

Investment Type	Investment Maturities in Years					Moody's Credit Rating
	Carrying Amount	Less than 1	1-5	6-10	More than 10	
PROPRIETARY FUNDS						
MORTGAGE PURCHASE FUND						
Repurchase Agreements	\$155,913	\$155,913	\$0	\$0	\$0	NR
Federal Farm Credit Bank (FFCB)	8,164	0	0	0	8,164	Aaa
Federal Home Loan Bank (FHLB)	92,827	74,996	0	7,043	10,788	P-1/Aaa
U.S. Treasuries	149,996	149,996	0	0	0	NR
Total - Mortgage Purchase Fund	<u>406,900</u>	<u>380,905</u>	<u>0</u>	<u>7,043</u>	<u>18,952</u>	
BONDHOLDERS RESERVE FUND						
Repurchase Agreements	<u>8,067</u>	<u>8,067</u>	<u>0</u>	<u>0</u>	<u>0</u>	NR
GENERAL ADMINISTRATIVE FUND						
Repurchase Agreements	12,859	12,859	0	0	0	NR
Money Market Funds	5,811	5,811	0	0	0	NR
Certificates of Deposit	<u>2,402</u>	<u>2,402</u>	<u>0</u>	<u>0</u>	<u>0</u>	NR
Total - General Administrative Fund	<u>21,072</u>	<u>21,072</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total - Proprietary Funds	<u>\$436,039</u>	<u>\$410,044</u>	<u>\$0</u>	<u>\$7,043</u>	<u>\$18,952</u>	
GOVERNMENTAL FUNDS						
HOME FUND						
Repurchase Agreements	<u>\$17,914</u>	<u>\$17,914</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	NR
MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND						
Repurchase Agreements	<u>2,097</u>	<u>2,097</u>	<u>0</u>	<u>0</u>	<u>0</u>	NR
OTHER FEDERAL AND STATE PROGRAMS						
Repurchase Agreements	<u>2,131</u>	<u>2,131</u>	<u>0</u>	<u>0</u>	<u>0</u>	NR
Total - Governmental Funds	<u>\$22,142</u>	<u>\$22,142</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	

MaineHousing generally invests in repurchase agreements and money market funds for short-term investments, which are not credit rated and are continuously and fully secured by permitted investments. It is MaineHousing’s policy to require that collateral be held by MaineHousing’s trustee in MaineHousing’s name, wherever practicable.

A market approach is used to determine fair value using Level 2 inputs for investments carried at fair value. Prices and other relevant information are generated by market transactions involving identical or comparable investments.

At September 30, 2020, \$429,784 was invested in short-term repurchase agreements, money market funds, U.S. Treasuries, and government sponsored enterprises with maturity dates of less than one year and interest rates up to 0.07%. Investments other than repurchase agreements, money market funds, and U.S. Treasuries are registered in MaineHousing’s name. Investments issued by Federal Farm Credit Bank (FFCB) and Federal Home Loan Bank (FHLB) make up 2% and 22% of total investments, respectively, in the Mortgage Purchase Fund.

At September 30, 2020, \$2,402 of loan proceeds and earned interest from a loan agreement is invested in a non-negotiable certificate of deposit. The certificate has an interest rate of 0.06% and will mature in October 2020. The certificate is not credit rated and is being held by its bank trustee in MaineHousing’s name.

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(4.) MORTGAGE AND OTHER NOTES RECEIVABLE:

For financial statement presentation, the allowance for losses on loans has been netted against the noncurrent portion of mortgage notes receivable and other notes receivable. However, where there is no noncurrent portion for other notes receivable, the allowance is netted against the current amount. A summary of mortgage notes receivable at September 30, 2020 is as follows:

	<u>Number of Notes</u>	<u>Principal Balance</u>	<u>Percent of Portfolio</u>
PROPRIETARY FUNDS			
MORTGAGE PURCHASE FUND - SINGLE-FAMILY:			
VA guaranteed	502	\$50,663	5.2%
FHA insured	1,785	165,150	17.0%
USDA/RD guaranteed	5,397	565,794	58.3%
Privately insured	321	30,526	3.2%
Non-insured	<u>2,736</u>	<u>157,909</u>	<u>16.3%</u>
Total Mortgage Purchase Fund - single-family	<u>10,741</u>	<u>970,042</u>	<u>100.0%</u>
MORTGAGE PURCHASE FUND - MULTI-FAMILY:			
Section 8	179	169,265	36.9%
Conventional	260	270,550	59.0%
Supportive Housing	<u>166</u>	<u>18,977</u>	<u>4.1%</u>
Total Mortgage Purchase Fund - multi-family	605	458,792	<u>100.0%</u>
Less: Allowance for losses on loans		<u>(7,183)</u>	
Total Mortgage Purchase Fund	<u>11,346</u>	<u>1,421,651</u>	
GENERAL ADMINISTRATIVE FUND - SINGLE-FAMILY:			
Non-insured	63	1,831	97.1%
Privately insured	<u>2</u>	<u>55</u>	<u>2.9%</u>
Total General Administrative Fund-Single Family	65	1,886	<u>100.0%</u>
GENERAL ADMINISTRATIVE FUND - MULTI-FAMILY:			
Section 8	1	553	12.2%
Conventional	<u>6</u>	<u>3,971</u>	<u>87.8%</u>
Total General Administrative Fund - multi-family	7	4,524	<u>100.0%</u>
GENERAL ADMINISTRATIVE FUND - HOME IMPROVEMENT LOANS:			
Non-insured	<u>40</u>	<u>100</u>	<u>100.0%</u>
Less: Allowance for losses on loans		<u>(601)</u>	
Total General Administrative Fund	<u>112</u>	<u>5,909</u>	
Total Proprietary Funds	<u>11,458</u>	<u>\$1,427,560</u>	
GOVERNMENTAL FUNDS			
HOME FUND - SINGLE-FAMILY:			
Non-insured	344	\$3,357	<u>100.0%</u>
HOME FUND - MULTI-FAMILY:			
Non-insured	<u>293</u>	<u>22,870</u>	<u>100.0%</u>
Total HOME Fund	637	26,227	
Less: Allowance for losses on loans		<u>(924)</u>	
Total HOME Fund	<u>637</u>	<u>25,303</u>	
MAINE ENERGY, HOUSING AND ECONOMIC RECOVERY FUND - MULTI-FAMILY			
Non-insured	<u>16</u>	<u>9,577</u>	<u>100.0%</u>
Total Governmental Funds	<u>653</u>	<u>\$34,880</u>	

Maine State Housing Authority
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A summary of other notes receivable at September 30, 2020 is as follows:

	<u>Number of Notes</u>	<u>Principal Balance</u>	<u>Percent of Portfolio</u>
PROPRIETARY FUNDS			
GENERAL ADMINISTRATIVE FUND			
Non-insured	4	\$213	100.0%
Total Proprietary Funds	<u>4</u>	<u>\$213</u>	
GOVERNMENTAL FUNDS			
OTHER FEDERAL AND STATE PROGRAMS:			
Non-insured	1	\$15	100.0%
Less: Allowance for losses on loans		(5)	
Total Governmental Funds	<u>1</u>	<u>\$10</u>	

A summary of the activity in the allowance for losses on loans is as follows:

	<u>PROPRIETARY FUNDS</u>		<u>GOVERNMENTAL FUNDS</u>	
	Mortgage Purchase Fund	General Administrative Fund	HOME Fund	Other Federal and State Programs
Balance – December 31, 2019	\$7,055	\$607	\$894	\$5
Provision	0	11	155	0
Loans charged off	(147)	(21)	(125)	0
Recoveries	275	4	0	0
Balance – September 30, 2020	<u>\$7,183</u>	<u>\$601</u>	<u>\$924</u>	<u>\$5</u>

(5.) BONDS AND NOTES PAYABLE

MaineHousing issues bonds that pay interest that is subject to Alternative Minimum Tax (AMT), bonds that pay interest that is not subject to this tax (Non-AMT) and federally taxable bonds. Interest paid on AMT bonds is treated as a preference item in calculating the tax imposed on individuals and corporations under the Internal Revenue Service Code. MaineHousing's AMT, Non-AMT and federally taxable bonds are denoted for each series or sub-series below.

The interest rates presented in the table below for variable rate bonds represent the rate at September 30, 2020. The Single-Family (S/F) and Multi-Family (M/F) Mortgage Bonds Payable outstanding at September 30, 2020 are as follows:

	<u>Original Amount Issued</u>	<u>Amount Outstanding</u>	<u>Interest Rate(s)</u>	<u>Maturities/ Sinking Fund Installments on Bonds Outstanding</u>	<u>Range of Required Annual Principal Payments on Bonds</u>
PROPRIETARY FUNDS					
MORTGAGE PURCHASE FUND					
2005 SERIES B BONDS (M/F):					
2005 Series B (Federally Taxable)					
Term Bonds	<u>\$15,000</u>	<u>\$3,090</u>	Variable - 0.46%	2020	3090
2005 SERIES G BONDS (M/F):					
2005 Series G (AMT)					
Term Bonds	<u>22,300</u>	<u>20,315</u>	Variable - 0.16%	2020-2037	220 - 4,385

Maine State Housing Authority
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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
2011 SERIES D BONDS (S/F):							
2011 Series D (Non-AMT)							
Serial Bonds	10,615	1,195	3.15%	2021	1,195		
Term Bonds	<u>7,385</u>	<u>0</u>	4.00%				
	<u>18,000</u>	<u>1,195</u>					
2012 SERIES A BONDS (S/F):							
2012 Series A-1 (AMT)							
Serial Bonds	42,610	0	2.60%				
Term Bonds	21,885	0	4.00%				
Term Bonds	22,575	2,415	4.50%	2026-2027	870	-	1,545
2012 Series A-3 (Non-AMT)							
Serial Bonds	5,000	0	2.70% - 2.85%				
Term Bonds	<u>20,000</u>	<u>6,975</u>	3.85%	2029			6,975
	<u>112,070</u>	<u>9,390</u>					
2013 SERIES B BONDS (S/F):							
2013 Series B (Non-AMT)							
Serial Bonds	7,540	3,610	2.70% - 2.75%	2023-2024	1,775	-	1,835
Term Bonds	3,890	2,000	3.00%	2026-2027	985	-	1,015
Term Bonds	38,690	38,690	3.45%	2028-2032	7,215	-	8,280
Term Bonds	28,880	28,880	3.60%	2033-2036	2,230	-	9,205
Term Bonds	<u>27,000</u>	<u>4,070</u>	4.00%	2036-2037	1,785	-	2,285
	<u>106,000</u>	<u>77,250</u>					
2013 SERIES C BONDS (S/F-M/F):							
2013 Series C (Federally Taxable)							
Serial Bonds	61,900	9,000	3.09%	2023			9,000
Term Bonds	24,910	17,295	3.84%	2025-2027			5,765
Term Bonds	<u>8,560</u>	<u>5,700</u>	4.32%	2029-2030	2,840	-	2,860
	<u>95,370</u>	<u>31,995</u>					
2013 SERIES D BONDS (S/F):							
2013 Series D-2 (Non-AMT)							
Term Bonds	12,990	0	4.00%				
Term Bonds	<u>12,010</u>	<u>1,345</u>	4.50%	2036-2037	660	-	685
	<u>25,000</u>	<u>1,345</u>					
2014 SERIES A BONDS (S/F):							
2014 Series A-1 (AMT)							
Serial Bonds	5,595	0	2.40% - 2.85%				
Term Bonds	4,445	0	4.45%				
Term Bonds	<u>11,545</u>	<u>2,750</u>	3.25%	2038-2042	95	-	735
	<u>21,585</u>	<u>2,750</u>					
2014 SERIES C BONDS (S/F):							
2014 Series C-1 (AMT)							
Serial Bonds	14,860	4,475	3.00% - 3.10%	2023-2024	1,370	-	3,105
Term Bonds	2,000	0	3.63%				
Term Bonds	7,620	5,415	4.00%	2032-2034	1,800	-	1,810
Term Bonds	17,465	5,695	3.50%	2034-2041	315	-	1,400
2014 Series C-2 (Non-AMT)							
Term Bonds	<u>29,000</u>	<u>29,000</u>	3.75%	2030-2034	3,485	-	8,065
	<u>70,945</u>	<u>44,585</u>					
2015 SERIES A BONDS (M/F):							
2015 Series A-1 (AMT)							
Serial Bonds	13,485	5,390	2.88% - 3.05%	2023-2025	1,745	-	1,855
2015 Series A-2 (Non-AMT)							
Term Bonds	6,555	6,205	3.25%	2026-2029	525	-	2,675
2015 Series A-3 (Non-AMT)							
Serial Bonds	8,050	0	1.20%				
Term Bonds	11,220	11,220	3.50%	2030-2034	2,085	-	2,410
Term Bonds	13,505	13,505	3.63%	2035-2039	2,505	-	2,905
Term Bonds	<u>16,225</u>	<u>16,225</u>	3.75%	2040-2044	2,995	-	3,500
	<u>69,040</u>	<u>52,545</u>					
2015 SERIES B BONDS (S/F):							
2015 Series B (Non-AMT)							
Serial Bonds	9,750	4,510	1.85% - 2.60%	2021-2025	1,075	-	1,175
Term Bonds	10,750	10,750	3.20%	2026-2030	2,015	-	2,285
Term Bonds	1,610	1,610	3.45%	2031-2034	380	-	425
Term Bonds	<u>9,890</u>	<u>3,450</u>	3.50%	2035-2040	500	-	630
	<u>32,000</u>	<u>20,320</u>					

Maine State Housing Authority
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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
2015 SERIES C BONDS (M/F)							
2015 Series C (Federally Taxable)							
Serial Bonds	9,480	4,100	2.74% - 3.04%	2023-2025	1,325	-	1,410
Term Bonds	18,000	18,000	3.59%	2026-2030	3,190	-	4,100
Term Bonds	<u>12,520</u>	<u>12,520</u>	3.95%	2036-2040	2,315	-	2,700
	<u>40,000</u>	<u>34,620</u>					
2015 SERIES D BONDS (S/F)							
2015 Series D (Non-AMT)							
Serial Bonds	7,105	3,800	2.80% - 3.30%	2023-2026	900	-	1,000
Term Bonds	3,340	1,130	3.75%	2030	1,130	-	-
Term Bonds	4,890	4,890	4.00%	2031-2035	660	-	1,300
Term Bonds	7,585	7,585	4.25%	2036-2040	1,165	-	1,880
Term Bonds	<u>7,080</u>	<u>2,850</u>	4.00%	2041-2045	435	-	720
	<u>30,000</u>	<u>20,255</u>					
2015 SERIES E BONDS (S/F)							
2015 Series E-1 (AMT)							
Serial Bonds	30,115	11,920	3.10% - 3.60%	2023-2026	2,580	-	4,155
Term Bonds	26,690	0	4.00%				
Term Bonds	26,325	10,115	3.50%	2031-2034	1,230	-	3,500
2015 Series E-2 (Non-AMT)							
Term Bonds	2,105	2,105	3.80%	2031-2033	650	-	755
Term Bonds	8,360	8,360	4.05%	2039-2040	4,085	-	4,275
Term Bonds	14,535	11,625	4.15%	2041-2045	2,515	-	3,285
2015 Series E-3 (AMT)							
Term Bonds	<u>30,000</u>	<u>30,000</u>	Variable - 0.14%	2035-2038	5,455	-	8,975
	<u>138,130</u>	<u>74,125</u>					
2015 SERIES F BONDS (M/F)							
2015 Series F-2 (Non-AMT)							
Serial Bonds	2,450	2,000	2.35% - 2.85%	2023-2026		500	
2015 Series F-3 (Non-AMT)							
Serial Bonds	15,005	0	1.10%				
Term Bonds	6,340	6,270	3.40%	2027-2030	1,115	-	1,785
Term Bonds	9,565	9,565	3.85%	2031-2035	1,310	-	2,195
Term Bonds	<u>11,840</u>	<u>11,840</u>	3.95%	2036-2040	1,635	-	2,720
	<u>45,200</u>	<u>29,675</u>					
2015 SERIES G BONDS (S/F)							
2015 Series G (Non-AMT)							
Serial Bonds	8,185	6,905	2.35% - 3.00%	2023-2027	675	-	2,095
Term Bonds	1,730	1,730	3.35%	2028-2030	535	-	615
Term Bonds	2,125	2,125	3.65%	2031-2035	325	-	525
Term Bonds	12,060	12,060	3.85%	2036-2040	2,295	-	2,535
Term Bonds	<u>5,900</u>	<u>2,775</u>	3.50%	2041-2045	445	-	610
	<u>30,000</u>	<u>25,595</u>					
2016 SERIES A BONDS (S/F)							
2016 Series A (Non-AMT)							
Serial Bonds	6,065	4,705	1.40% - 2.45%	2021-2026	715	-	855
Term Bonds	6,520	6,520	2.90%	2027-2030	1,545	-	1,720
Term Bonds	4,630	4,630	3.30%	2031-2035	865	-	990
Term Bonds	10,900	10,900	3.55%	2036-2040	1,960	-	2,355
Term Bonds	<u>6,885</u>	<u>3,485</u>	4.00%	2041-2045	670	-	730
	<u>35,000</u>	<u>30,240</u>					
2016 SERIES B BONDS (S/F)							
2016 Series B-1 (Non-AMT)							
Serial Bonds	19,260	14,995	1.55% - 2.55%	2021-2027	1,890	-	2,410
Term Bonds	3,885	3,885	2.70%	2028-2029	1,675	-	2,210
Term Bonds	18,855	8,435	3.50%	2040-2046	520	-	1,395
2016 Series B-2 (AMT)							
Term Bonds	<u>28,000</u>	<u>28,000</u>	Variable - 0.16%	2029-2037	2,720	-	3,420
	<u>70,000</u>	<u>55,315</u>					
2016 SERIES C BONDS (S/F)							
2016 Series C (Non-AMT)							
Serial Bonds	13,620	12,730	1.30% - 2.50%	2021-2028	915	-	3,475
Term Bonds	5,670	5,670	2.75%	2029-2031	1,185	-	2,285
Term Bonds	8,975	8,975	3.00%	2032-2036	1,305	-	2,510
Term Bonds	3,355	3,355	3.15%	2037-2041	625	-	720
Term Bonds	<u>8,380</u>	<u>4,785</u>	3.50%	2042-2046	895	-	1,025
	<u>40,000</u>	<u>35,515</u>					

Maine State Housing Authority
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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
2016 SERIES D BONDS (M/F)							
2016 Series D (Federally Taxable)							
Serial Bonds	32,000	32,000	2.24% - 2.99%	2023-2029	825	-	8,185
Term Bonds	<u>8,000</u>	<u>8,000</u>	3.29%	2030-2031		4,000	
	<u>40,000</u>	<u>40,000</u>					
2016 SERIES E BONDS (S/F)							
2016 Series E (Non-AMT)							
Serial Bonds	6,250	4,360	1.95% - 3.15%	2021-2027	645	-	800
Term Bonds	3,050	800	3.63%	2031		800	
Term Bonds	10,385	10,385	3.90%	2032-2036	1,940	-	2,230
Term Bonds	<u>8,315</u>	<u>5,100</u>	4.00%	2037-2046	440	-	580
	<u>28,000</u>	<u>20,645</u>					
2017 SERIES A BONDS (S/F)							
2017 Series A (Non-AMT)							
Serial Bonds	5,920	4,760	1.80% - 3.15%	2021-2028	580	-	765
Term Bonds	3,360	3,360	3.65%	2029-2032	790	-	895
Term Bonds	6,315	6,315	4.00%	2033-2037	1,170	-	1,360
Term Bonds	7,625	7,625	4.05%	2038-2042	1,405	-	1,645
Term Bonds	<u>6,780</u>	<u>4,460</u>	4.00%	2043-2047	730	-	1,360
	<u>30,000</u>	<u>26,520</u>					
2017 SERIES B BONDS (S/F)							
2017 Series B (Non-AMT)							
Serial Bonds	8,680	8,030	1.50% - 3.00%	2021-2030	655	-	1,010
Term Bonds	4,215	4,215	3.25%	2031-2032	2,090	-	2,125
Term Bonds	6,170	6,170	3.65%	2033-2037	1,150	-	1,325
Term Bonds	8,745	8,745	3.75%	2038-2044	1,115	-	1,355
Term Bonds	<u>7,190</u>	<u>5,075</u>	4.00%	2045-2047	1,665	-	1,725
	<u>35,000</u>	<u>32,235</u>					
2017 SERIES D BONDS (M/F)							
2017 Series D-1 (Non-AMT)							
Serial Bonds	13,175	8,620	1.55% - 2.95%	2021-2029	620	-	1,000
Term Bonds	14,320	14,320	3.50%	2033-2037	2,250	-	3,980
Term Bonds	5,870	5,870	3.65%	2038-2042	1,090	-	1,265
Term Bonds	7,810	7,810	3.75%	2043-2047	1,445	-	1,680
2017 Series D-2 (AMT)							
Term Bonds	<u>50,000</u>	<u>50,000</u>	Variable - 0.14%	2042-2046		10,000	
	<u>91,175</u>	<u>86,620</u>					
2017 SERIES E BONDS (S/F)							
2017 Series E (Federally Taxable)							
Term Bonds	<u>60,000</u>	<u>60,000</u>	Variable - 0.16%	2042-2052	5,000	-	10,000
	<u>60,000</u>	<u>60,000</u>					
2017 SERIES F BONDS (S/F)							
2017 Series F (Non-AMT)							
Serial Bonds	13,180	11,430	1.75% - 3.00%	2023-2030	970	-	1,675
Term Bonds	2,055	2,055	3.15%	2031-2032	1,005	-	1,050
Term Bonds	5,920	5,920	3.50%	2033-2037	1,090	-	1,280
Term Bonds	7,000	7,000	3.65%	2038-2042	1,320	-	1,490
Term Bonds	<u>11,845</u>	<u>8,710</u>	3.50%	2043-2047	1,360	-	2,955
	<u>40,000</u>	<u>35,115</u>					
2017 SERIES G BONDS (S/F - M/F)							
2017 Series G-1 (Federally Taxable)							
Term Bonds	55,000	55,000	Variable - 0.13%	2045-2050	8,290	-	10,090
2017 Series G-2 (Federally Taxable)							
Term Bonds	<u>3,520</u>	<u>3,520</u>	0.00%	2022		3,520	
	<u>58,520</u>	<u>58,520</u>					
2017 SERIES H BONDS (S/F)							
2017 Series H (Non-AMT)							
Serial Bonds	18,380	18,380	2.10% - 3.05%	2023-2030	1,105	-	4,510
Term Bonds	5,420	5,420	3.25%	2031-2033	1,750	-	1,865
Term Bonds	10,625	10,625	3.55%	2034-2037	2,515	-	2,795
Term Bonds	1,485	1,485	3.70%	2038-2042	275	-	320
Term Bonds	<u>2,590</u>	<u>2,590</u>	3.75%	2043-2047	480	-	555
	<u>38,500</u>	<u>38,500</u>					

Maine State Housing Authority
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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
2018 SERIES A BONDS (S/F)							
2018 Series A (NON-AMT)							
Serial Bonds	13,510	9,335	2.40% - 3.25%	2023-2030	1,135	-	1,200
Term Bonds	3,680	3,680	3.50%	2031-2033	1,215	-	1,245
Term Bonds	8,630	8,630	3.75%	2034-2038	1,685	-	1,765
Term Bonds	<u>9,180</u>	<u>9,180</u>	3.90%	2039-2043	1,790	-	1,885
	<u>35,000</u>	<u>30,825</u>					
2018 SERIES B BONDS (S/F)							
2018 Series B (NON-AMT)							
Serial Bonds	10,565	7,205	2.40% - 3.10%	2023-2028	1,170	-	1,230
Term Bonds	6,005	6,005	3.50%	2029-2033	1,175	-	1,230
Term Bonds	11,270	11,270	3.75%	2034-2038	2,195	-	2,320
Term Bonds	<u>12,160</u>	<u>12,160</u>	3.85%	2039-2043	2,355	-	2,515
	<u>40,000</u>	<u>36,640</u>					
2018 SERIES C BONDS (S/F)							
2018 Series C (Non-AMT)							
Serial Bonds	14,200	10,310	2.25% - 3.25%	2023-2030	485	-	1,955
Term Bonds	4,080	4,080	3.55%	2031-2033	1,345	-	1,375
Term Bonds	7,195	7,195	3.85%	2034-2038	1,395	-	1,485
Term Bonds	9,595	9,595	3.95%	2039-2043	1,750	-	2,415
Term Bonds	<u>9,930</u>	<u>8,935</u>	4.00%	2044-2048	310	-	4,070
	<u>45,000</u>	<u>40,115</u>					
2018 SERIES D BONDS (S/F - M/F)							
2018 Series D-1 (Federally Taxable)							
Term Bonds	40,000	40,000	Variable - 0.58%	2043-2053	2,965	-	4,395
2018 Series D-2 (Federally Taxable)							
Term Bonds	<u>3,150</u>	<u>3,150</u>	0.00%	2023		3,150	
	<u>43,150</u>	<u>43,150</u>					
2018 SERIES E BONDS (M/F)							
2018 Series E (NON-AMT)							
Serial Bonds	11,000	0	2.40% - 2.55%				
Term Bonds	9,000	6,100	4.15%	2036-2038	2,795	-	3,305
Term Bonds	<u>9,500</u>	<u>5,370</u>	4.25%	2039-2041	1,730	-	1,865
	<u>29,500</u>	<u>11,470</u>					
2018 SERIES F BONDS (S/F)							
2018 Series F (Non-AMT)							
Serial Bonds	7,710	5,930	2.65% - 3.70%	2023-2030	405	-	1,235
Term Bonds	3,745	3,745	3.85%	2031-2033	875	-	1,455
Term Bonds	6,450	5,295	4.13%	2034-2038	1,010	-	2,120
Term Bonds	6,225	6,225	4.20%	2039-2041	1,980	-	2,170
Term Bonds	<u>10,300</u>	<u>9,800</u>	4.25%	2044-2048	385	-	4,430
	<u>34,430</u>	<u>30,995</u>					
2019 SERIES A BONDS (S/F)							
2019 Series A (Non-AMT)							
Serial Bonds	12,670	11,655	1.85% - 3.05%	2021-2030	695	-	3,330
Term Bonds	4,305	4,305	3.45%	2031-2034	1,005	-	1,150
Term Bonds	2,605	2,605	3.80%	2035-2039	475	-	570
Term Bonds	10,880	10,880	4.00%	2040-2044	1,980	-	2,385
Term Bonds	<u>9,005</u>	<u>8,715</u>	4.00%	2046-2049	1,280	-	3,305
	<u>39,465</u>	<u>38,160</u>					
2019 SERIES B BONDS (S/F)							
2019 Series B (Non-AMT)							
Serial Bonds	18,075	17,305	1.70% - 2.80%	2021-2032	695	-	2,245
Term Bonds	1,470	1,470	2.95%	2033-2034	720	-	750
Term Bonds	10,615	10,615	3.15%	2035-2039	1,745	-	2,730
Term Bonds	<u>9,840</u>	<u>9,840</u>	3.35%	2040-2044	1,795	-	2,130
	<u>40,000</u>	<u>39,230</u>					
2019 SERIES C BONDS (S/F)							
2019 Series C (Non-AMT)							
Serial Bonds	8,415	7,855	1.35% - 2.45%	2021-2031	100	-	1,055
Term Bonds	6,350	6,350	2.75%	2032-2034	2,040	-	2,195
Term Bonds	5,250	5,250	3.00%	2035-2039	100	-	2,275
Term Bonds	10,270	10,270	3.20%	2040-2045	1,315	-	1,920
Term Bonds	<u>8,825</u>	<u>8,640</u>	4.00%	2047-2050	1,560	-	2,450
	<u>39,110</u>	<u>38,365</u>					

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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
2019 SERIES D BONDS (M/F)							
2019 Series D (Federally Taxable)							
Term Bonds	4,220	4,220	0.00%	2024	4,220		
	<u>4,220</u>	<u>4,220</u>					
2019 SERIES E BONDS (S/F)							
2019 Series E (Non-AMT)							
Serial Bonds	15,540	15,190	1.40% - 2.35%	2021-2031	640	-	3,430
Term Bonds	5,895	5,895	2.70%	2032-2034	1,935	-	1,995
Term Bonds	6,610	6,610	3.10%	2040-2044	1,230	-	1,415
Term Bonds	6,400	6,400	3.75%	2047-2049	570	-	2,980
	<u>34,445</u>	<u>34,095</u>					
2020 SERIES A BONDS (S/F)							
2020 Series A (Non-AMT)							
Serial Bonds	9,800	9,800	1.15% - 2.40%	2021-2032	680	-	955
Term Bonds	1,995	1,995	2.60%	2033-2034	980	-	1,015
Term Bonds	7,195	7,195	2.85%	2035-2039	1,050	-	1,750
Term Bonds	8,645	8,645	3.00%	2040-2044	1,620	-	1,840
Term Bonds	6,715	6,715	3.75%	2047-2049	955	-	4,135
	<u>34,350</u>	<u>34,350</u>					
2020 SERIES B BONDS (M/F)							
2020 Series B (Non-AMT)							
Serial Bonds	12,000	12,000	1.00% - 1.10%	2022-2024	4,000	-	
Term Bonds	7,000	7,000	2.10%	2033-2035	2,140	-	2,530
Term Bonds	14,275	14,275	2.35%	2036-2040	2,690	-	3,015
Term Bonds	7,755	7,755	2.50%	2041-2045	1,470	-	1,640
Term Bonds	8,970	8,970	2.60%	2046-2050	1,695	-	1,900
	<u>50,000</u>	<u>50,000</u>					
2020 SERIES C BONDS (S/F)							
2020 Series C (Non-AMT)							
Serial Bonds	12,765	12,765	1.35% - 2.50%	2022-2032	950	-	1,675
Term Bonds	5,315	5,315	2.70%	2033-2035	1,715	-	1,830
Term Bonds	9,640	9,640	3.00%	2036-2040	1,770	-	2,055
Term Bonds	11,235	11,235	4.00%	2044-2050	370	-	2,255
	<u>38,955</u>	<u>38,955</u>					
2020 SERIES D BONDS (S/F)							
2020 Series D (Non-AMT)							
Serial Bonds	10,280	10,280	0.90% - 2.20%	2024-2032	990	-	1,310
Term Bonds	4,390	4,390	2.30%	2033-2035	1,090	-	2,170
Term Bonds	7,580	7,580	2.55%	2036-2040	1,270	-	2,215
Term Bonds	12,750	12,750	2.80%	2041-2045	1,465	-	4,120
	<u>35,000</u>	<u>35,000</u>					
2019 SERIES E BONDS (M/F)							
2019 Series E (Federally Taxable)							
Serial Bonds	40,000	40,000	2.02% - 2.73%	2026-2033	4,600	-	5,455
	<u>40,000</u>	<u>40,000</u>					
2020 SERIES F BONDS (S/F)							
2020 Series F (Non-AMT)							
Serial Bonds	10,465	10,465	0.30% - 1.75%	2022-2032	395	-	1,135
Term Bonds	3,415	3,415	2.00%	2033-2035	1,100	-	1,175
Term Bonds	6,535	6,535	2.15%	2036-2040	1,215	-	1,395
Term Bonds	7,710	7,710	2.25%	2041-2045	1,440	-	1,655
Term Bonds	11,875	11,875	2.40%	2046-2050	1,705	-	4,705
	<u>40,000</u>	<u>40,000</u>					
		1,553,845					
Plus: Net Unamortized Bond Premium		<u>3,549</u>					
Total Mortgage Purchase Fund	<u>2,059,460</u>	<u>1,557,394</u>					
Total Proprietary Funds	<u>\$2,059,460</u>	<u>\$1,557,394</u>					

Maine State Housing Authority
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	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
GOVERNMENTAL FUNDS							
MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND							
2010 Series 1 (Non-AMT)							
Serial Bonds	\$39,970	\$22,630	3.00% - 5.00%	2021-2026	355	-	3,800
2010 Series 2 (Taxable)							
Serial Bonds	9,630	0	3.03%				
		22,630					
Plus: Net Unamortized Bond Premium		109					
Total Maine Energy, Housing & Recovery Fund Group	49,600	22,739					
Total Governmental Funds	\$49,600	\$22,739					

The following table summarizes the debt activity for the period ended September 30, 2020:

Fund	Outstanding at December 31, 2019	Issues	Retirement	Outstanding at September 30, 2020
Mortgage Purchase Fund	\$1,419,645	\$238,305	(\$104,105)	\$1,553,845
Maine Energy, Housing & Economic Recovery Fund	25,970	0	(3,340)	22,630
Total	\$1,445,615	\$238,305	(\$107,445)	\$1,576,475

Interest on bonds is payable semi-annually for the Mortgage Purchase Fund and the Maine Energy, Housing & Economic Recovery Fund. Scheduled principal payments on bonds are due November 15 for the Mortgage Purchase Fund and June 15 for the Maine Energy, Housing & Economic Recovery Fund.

The interest calculations shown in the table below are based on the variable rate in effect at September 30, 2020 and may not be indicative of actual interest expense that will be incurred. As rates vary, variable rate bond interest payments and net swap payments will vary. The following table provides a summary of MaineHousing's bond debt service requirements and net interest rate swap payments through 2024 and in five-year increments thereafter to maturity:

Year(s)	Mortgage Purchase Fund					Maine Energy, Housing & Economic Recovery Fund	
	Fixed and Variable Unswapped		Variable Swapped		Swaps	Fixed	
	Principal	Interest	Principal	Interest	Net Interest	Principal	Interest
2020	\$0	\$19,722	\$3,310	\$126	\$2,728	\$0	\$433
2021	12,475	40,517	230	260	3,108	3,450	810
2022	17,810	40,155	255	260	3,100	3,565	696
2023	53,270	39,956	285	260	2,752	3,680	579
2024	53,370	38,805	295	259	2,402	3,800	424
2025-2029	271,580	174,078	4,485	1,289	9,024	8,135	339
2030-2034	290,490	131,115	20,635	1,203	4,589	0	0
2035-2039	248,680	84,502	51,910	879	835	0	0
2040-2044	221,260	42,554	30,000	666	0	0	0
2045-2049	150,620	14,223	64,910	287	0	0	0
2050-2054	47,885	672	10,090	13	0	0	0
Total	\$1,367,440	\$626,299	\$186,405	\$5,502	\$28,538	\$22,630	\$3,281

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MaineHousing’s bonds are a special obligation of MaineHousing and do not constitute a debt or liability of the State of Maine. The bonds are secured in accordance with bond resolutions. Security for bonds in the Mortgage Purchase Fund includes the mortgage loans made or purchased under the resolution and all monies and investments in the fund and accounts pledged under the resolution. Bonds in the Mortgage Purchase Fund may be redeemed in excess of the annual maturities in accordance with the terms of the resolution. Bonds in the Maine Energy, Housing & Economic Recovery Fund are secured by a portion of the Real Estate Transfer Tax revenues collected by the State of Maine and the bonds may not be redeemed in excess of the annual maturities until June 15, 2020.

Notes Payable

Notes payable outstanding at September 30, 2020 are recorded in the General Administrative Fund and are as follows:

A \$4,200 note payable to the Federal Home Loan Bank (FHLB) at a fixed rate of 0%, maturing December 28, 2021. The note is collateralized with a \$5,000 money market account held at FHLB that is being held in trust in MaineHousing’s name.

The proceeds from this note are used exclusively in accordance with FHLB’s *Helping to House New England* program, which is designed to support affordable housing initiatives through the six New England Housing Finance Agencies.

A \$15,618 note payable to TD Bank, N.A. at a fixed rate of 3.20%, maturing November 1, 2033. Principal and interest payments are due monthly based on a 20-year amortization.

The proceeds from this note were used for the acquisition and rehabilitation of an office building for MaineHousing. The note is secured by a mortgage agreement on the property and a \$2,400 non-negotiable certificate of deposit held with the lender.

The following table provides a summary of note payment requirements through 2024 and in five-year increments thereafter to maturity:

Year(s)	Principal	Interest	Total
2020	\$146	\$126	\$272
2021	4,796	493	5,289
2022	615	474	1,089
2023	636	453	1,089
2024	655	434	1,089
2025-2029	3,619	1,824	5,443
2030-2033	9,351	1,006	10,357
Total	<u>\$19,818</u>	<u>\$4,810</u>	<u>\$24,628</u>

Moral Obligation Debt

The reserve funds of the Mortgage Purchase Fund are secured by a non-binding obligation (moral obligation) from the State of Maine to replenish by appropriation any deficiency in such reserve funds. MaineHousing is authorized to have an aggregate amount not to exceed \$2,150,000 of outstanding bonds secured by this obligation. Of that amount, \$1,553,845 was outstanding at September 30, 2020.

Other Debt

MaineHousing uses its tax-exempt debt issuing authority to provide financial assistance to private sector developers for the acquisition and rehabilitation, or the construction of multi-family housing projects serving low-to-moderate income households. The debt, which is referred to as conduit debt, is collateralized by revenues generated by the properties financed and is repayable solely from payments received on the underlying mortgage loans and any specific third-party credit enhancement associated with the individual financings. MaineHousing has a total of \$28,360 outstanding at September 30, 2020. The debt does not

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constitute a liability or a pledge of faith and credit of MaineHousing and is not reported in the accompanying financial statements.

(6.) INTEREST RATE SWAP AGREEMENTS

MaineHousing has thirteen interest rate swap agreements (swaps) with four counterparties as of September 30, 2020. The objective of the agreements is to attain a synthetic fixed interest rate on a portion of its variable rate bonds at a cost expected to be less than rates associated with fixed-rate debt. The swap agreement terms state MaineHousing is to make semi-annual fixed interest rate payments at a specified rate on a notional principal amount and in exchange receive semi-annual payments based upon either the thirty-day or ninety-day London InterBank Offered Rate (LIBOR) or the Securities Industry and Financial Markets Association Municipal Swap Index (SIFMA).

The swaps have an aggregate negative fair value of \$22,311 at September 30, 2020. During 2020, the fair value of the swaps decreased by \$11,451. The fair value was estimated using a zero-coupon method and level 3 inputs. This method calculates the future net settlement payments required by the swaps, assuming that the current forward rates implied by the current yield curve correctly anticipate future spot interest rates. These payments are then discounted using spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap. These amounts are adjusted for estimated unwinding costs.

The swaps have been determined to constitute an effective hedge of a portion of the variable rate bond portfolio equal to the notional amount of the swaps at September 30, 2020 by using the regression analysis and synthetic instrument methods. The aggregate fair value is classified as a derivative instrument liability and a deferred outflow of resources, which represents the accumulated decrease in fair value. Variable rate bonds outstanding at September 30, 2020 total \$286,405.

The following table contains the terms, fair values, and credit ratings of the swaps as of September 30, 2020. Specific swaps are assigned to certain debt issuances for arbitrage purposes. The credit ratings were issued by Moody's Investor Services and Standard & Poor's, respectively.

Related Debt Issuance	Current Notional Amount	Effective Date of Swap	Fixed Rate Paid	Variable Rate Received	Fair Value	Swap Termination Date	Counterparty Credit Rating
2005 Series B	\$3,090	11/17/2015	1.41%	100% of 90 day LIBOR	(\$17)	11/15/2020	Aa2/AA-
2005 Series G	20,315	2/1/2006	3.59%	65% of 30 day LIBOR plus .20%	(8,017)	11/15/2037	Aa2/A+
2015 Series E-3	5,000	11/15/2016	1.15%	70% of 30 day LIBOR	(279)	11/15/2025	Aa2/AA-
2015 Series E-3	5,000	11/15/2019	1.40%	70% of 30 day LIBOR	(500)	11/15/2029	Aa3/A+
2015 Series E-3	20,000	11/15/2015	1.60%	67% of 30 day LIBOR	(1,177)	11/15/2025	A1/A
2016 Series B-2	8,000	5/15/2017	1.61%	70% of 30 day LIBOR	(684)	11/15/2031 ¹	Aa2/AA-
2016 Series B-2	20,000	11/15/2017	1.66%	70% of 30 day LIBOR	(1,769)	11/15/2031 ¹	Aa2/AA-
2017 Series D-2	10,000	11/15/2019	1.87%	75% of 30 day LIBOR plus 0.46%	(780)	11/15/2026	Aa3/A+
2017 Series D-2	12,500	11/15/2018	2.57%	70% of 30 day LIBOR plus 0.45%	(1,907)	11/15/2028	Aa3/A+
2017 Series D-2	12,500	11/15/2018	2.59%	70% of 30 day LIBOR plus 0.45%	(2,682)	11/15/2033	Aa3/A+
2017 Series D-2	15,000	1/29/2008	3.71%	100% of SIFMA plus .06%	(1,589)	5/15/2023	Aa2/A+
2017 Series G-1	25,000	11/15/2019	1.90%	100% of 30 day LIBOR	(2,640)	11/15/2026	A1/A
2017 Series G-1	30,000	12/31/2014	2.05%	100% of 90 day LIBOR	(270)	11/15/2020	A1/A
Totals	<u>\$186,405</u>				<u>(\$22,311)</u>		

¹ MaineHousing has the option of termination, with no Termination Payment on November 15, 2026 and on each May 15 and November 15 thereafter.

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Credit Risk – The swaps contain varying collateral agreements with the counterparties in order to mitigate the potential for credit risk. The requirements of the collateral agreements are met as of September 30, 2020. MaineHousing is not exposed to credit risk for the swaps that have negative fair values. A positive fair value of the swaps would represent MaineHousing’s credit exposure to the four counterparties. Fair value is only a factor upon termination.

Basis Risk – The floating rate payments provided by the counterparties are based upon either the SIFMA index or the LIBOR index. MaineHousing’s floating rate bonds will have rates adjusted weekly. The LIBOR rate will be adjusted on a monthly basis, except for 2005 Series B and 2017 Series G-1, which are adjusted on a quarterly basis. MaineHousing’s bonds are expected to track with the SIFMA Index, which differs from the LIBOR index. If the floating rate tax exempt bonds, which should correspond to the SIFMA index, trade at a value significantly different than their historical relationship to LIBOR, the net cost to MaineHousing could increase or decrease. As of September 30, 2020, the thirty day LIBOR rate and the ninety day LIBOR rate were 0.15% and 0.23%, respectively and the SIFMA rate was 0.11%.

Termination Risk – In addition to the optional terminations embedded in some of MaineHousing’s swap agreements, agreements may be terminated in whole or in part prior to the respective maturities of the bonds under certain circumstances (including certain events of default with respect to MaineHousing or the swap providers). Following certain terminations of the swap agreements, either MaineHousing or the swap providers, as applicable, may owe a termination payment equal to the fair value of the swap to the other, depending upon market conditions and the events that caused such swap agreements to terminate. Under certain circumstances, this termination payment could be substantial. Such termination payment by MaineHousing would be payable on a basis subordinate to the payments on the bonds.

Rollover Risk – MaineHousing is exposed to rollover risk on swaps that mature or may be terminated prior to the maturity of the associated debt.

(7.) RETIREMENT BENEFITS

MaineHousing has defined contribution and defined benefit pension plans that cover substantially all employees. Employees have the option to participate in either plan.

Defined Contribution Plan

The defined contribution plan consists of a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and a separate plan created under the provisions of the Internal Revenue Code Section 401(a).

Benefit terms, including contribution requirements, for the defined contribution plan are established by management. For each participant in the plan, MaineHousing contributes 2.8% of annual salary to the 401(a) plan. Additionally, if a participant makes voluntary contributions to the 457 plan, MaineHousing matches the contributions up to 7.7% of annual salary. The employer match contribution is made to the 401(a) plan.

For the period ended September 30, 2020, employee contributions totaled \$538 and MaineHousing recognized expense of \$390. Employees are immediately vested in their own contributions, MaineHousing contributions, and the earnings on those contributions.

Defined Benefit Plan

Plan Description: MaineHousing is a participating local district (PLD) member of the Maine Public Employees Retirement System’s (MainePERS) PLD Consolidated Retirement Plan and employees may elect to participate in this multiple-employer cost sharing defined benefit plan. An advisory group established by Maine statute reviews the terms of the plan and periodically makes recommendations to the Legislature to amend them.

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Benefits Provided: Retirement benefits are based on participants' average final compensation and service credit earned as of retirement. Vesting occurs upon the earning of five years of service credit. The normal retirement age is 60 or 65. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years (20 years for participants in the plan prior to July 1, 2014) of service credit is reduced by a statutorily prescribed factor for each year of age that a participant is below her/his normal retirement age at retirement.

Post-retirement cost-of-living adjustments (COLA) become available to participants after 24 months of retirement. The post-retirement COLA is capped at 2.5% annually. The plan also provides disability and death benefits, which are established by contract under applicable statutory provisions.

Upon termination, accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and rights. The annual rate of interest credited to participants' accounts is set by MainePERS Board of Trustees and is currently 2.69%.

Contributions: Retirement benefits are funded by contributions from participants and employers and by earnings from MainePERS investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. Participant and employer normal cost contributions are each a percentage of applicable participant compensation. Participant contribution rates are defined by the MainePERS Board of Trustees. Employers' contributions are determined by actuarial valuations. As of September 30, 2020, the established MainePERS employer contribution rate is 10.1% and employee contribution rates are 8.10% for participants with a normal retirement age of 60 and 7.35% for participants with a normal retirement age of 65. MaineHousing pays on behalf of its employees 0.40% of the MainePERS employee contribution rate. Total employer contributions were \$371 for the period ended September 30, 2020.

Actuarial Methods and Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2019, using the following methods and assumptions, applied to all periods included in the measurement:

Actuarial Cost Method – The Entry Age Normal cost method is used to determine costs. Under this cost method, the total employer contribution rate consists of two elements, the normal cost rate and the unfunded actuarial liability rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each member. This rate is determined by taking the value, as of age at entry into the plan, of the member's projected future benefits, and dividing it by the value, also as of the member's entry age, of his/her expected future salary. The normal cost for each member is the product of his/her pay and his/her normal cost rate. The normal cost for the group is the sum of the normal costs for all members. Experience gains and losses, i.e., decreases or increases in liabilities and/or in assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

Asset Valuation Method – The actuarial valuation employs a technique for determining the actuarial value of assets which reduces the impact of short-term volatility in the market value. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

Amortization – The net pension liability is amortized on a level percentage of payroll using a method where a separate twenty-year closed period is established annually for the gain or loss for that year.

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Actuarial Assumptions: The actuarial valuation as of June 30, 2019 and June 30, 2018 used the following actuarial assumptions:

Investment Rate of Return – 6.75% per annum, compounded annually.

Inflation Rate – 2.75%.

Annual Salary Increases, including Inflation – 2.75% to 9.00%.

Cost of Living Benefit Increases – 1.91%

Mortality Rates – RP 2014 Total Dataset Healthy Annuitant Mortality Table for males and females.

The actuarial assumptions used in the June 30, 2019 and June 30, 2018 valuations were based on the results of an actuarial experience study covering the period June 30, 2012 through June 30, 2015 and the economic assumptions are based on this experience study along with advice of the MainePERS investment consultants.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Public equities	30.0%	6.0%
US Government	7.5%	2.3%
Private equity	15.0%	7.6%
Real estate	10.0%	5.2%
Infrastructure	10.0%	5.3%
Natural Resources	5.0%	5.0%
Traditional credit	7.5%	3.0%
Alternative credit	5.0%	4.2%
Diversifiers	10.0%	5.9%

Discount Rate: The discount rate used to measure the collective total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that participant contributions will be made at the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Net Pension Liability: At September 30, 2020, MaineHousing has a liability of \$2,282 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. MaineHousing’s proportion of the net pension liability was based on MaineHousing’s employer contributions received by MainePERS during the measurement period July 1, 2018 through June 30, 2019, relative to the total employer contributions received from all participating entities. MaineHousing’s proportion was 0.746717% at September 30, 2020 and December 31, 2019. The proportion was 0.834117% at September 30, 2019.

Sensitivity of MaineHousing’s proportionate share of the net pension liability to changes in the discount rate: The following represents MaineHousing’s proportionate share of the net pension liability calculated using the discount rate of 6.75%, as well as what MaineHousing’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

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1% Decrease <u>@ 5.75%</u> \$5,199	Current Discount Rate <u>@ 6.75%</u> \$2,282	1% Increase <u>@ 7.75%</u> (\$446)
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Changes in net pension liability are recognized in pension expense for the period ended September 30, 2020 with the following exceptions:

Differences Between Expected and Actual Experience – The difference between expected and actual experience with regard to economic or demographic factors was recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. For the 2019 valuation this was four years and for the 2018 valuation this was three years.

Differences Between Projected and Actual Investment Earnings – Differences between projected and actual investment earnings were recognized in pension expense using a straight-line amortization method over a closed five-year period. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Changes in Assumptions – Differences due to changes in assumptions about future economic or demographic factors or other inputs were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members. The actuarial assumptions for the June 30, 2019 valuation were based on the results of an actuarial experience study for the period of June 30, 2012 through June 30, 2015. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions – Differences resulting from a change in proportionate share of contributions and differences between total employer contributions and the employer’s proportionate share of contributions were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members. The first year is recognized as pension expense and the remaining years are shown either as deferred outflows of resources or deferred inflows of resources. Differences between total employer contributions and the employer’s proportionate share of contributions may arise when an employer has a contribution requirement for an employer specific liability.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: For the period ended September 30, 2020, MaineHousing recognized pension expense of \$371 and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$270	\$0
Employer contributions subsequent to the measurement date	225	0
Net difference between projected and actual earnings on pension plan investments	0	572
Changes in proportion and differences between employer contributions and proportionate share of contributions	0	295
Changes of assumptions	<u>115</u>	<u>0</u>
Total	<u>\$610</u>	<u>\$867</u>

Amounts reported as deferred outflows of resources related to pensions resulting from MaineHousing’s contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability

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for the year ended December 31, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense through December 31, 2022 as follows:

Year ended December 31:	Pension Expense Amount
2020	(\$65)
2021	(\$312)
2022	(\$105)

Payables to the Pension Plan: At September 30, 2020, MaineHousing’s total payable to MainePERS for unremitted contributions is \$9.

Pension plan fiduciary net position: Detailed information about the plan’s fiduciary net position is available in the separately issued MainePERS’ Comprehensive Annual Financial Report at www.maineper.org.

(8.) AVAILABLE BONDS PROCEEDS

MORTGAGE PURCHASE FUND

The following bond proceed amounts are invested in the various bond proceed sub-accounts of the Bond Proceeds Fund of the Mortgage Purchase Fund and are available for the purchase of mortgages:

2018 Series D-2 (M/F)	\$2,256
2018 Series E (M/F)	4,558
2019 Series A (S/F)	8,470
2019 Series D (M/F)	4,263
2020 Series B (M/F)	43,526
2020 Series C (S/F)	6,016
2020 Series D (S/F)	32,650
2020 Series F (S/F)	38,497
	\$140,236

MAINE ENERGY, HOUSING AND ECONOMIC RECOVERY FUND

The following bond proceed amounts are invested in accordance with the Maine Energy, Housing and Recovery General Indenture and are available for program activities:

2010 Series 1	\$86
2010 Series 2	135
	\$221

(9.) COMMITMENTS

MORTGAGE COMMITMENTS

Mortgage commitments are agreements to loan money provided there is no violation of any term or condition established in the agreement. Generally, once exercised, the loans made under the terms of such commitments are secured by a lien on the related property and other collateral as MaineHousing deems necessary. At September 30, 2020, MaineHousing had outstanding commitments in several funds to originate multi-family mortgage loans of approximately \$106,909. MaineHousing, under its single-family program, enters into purchase agreements with lenders to purchase mortgage loans. At September 30, 2020, single-family loans being processed by lenders for MaineHousing totaled approximately \$56,514.

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LEASE COMMITMENT

MaineHousing had a lease agreement for approximately 39,000 square feet of office space that expired on June 30, 2020. Expense amounted to \$396 for the period ended September 30, 2020. MaineHousing acquired and developed property and relocated its office in June 2020. The total development cost for the new office building is approximately \$15,700.

(10.) RESERVE FUNDS

MORTGAGE PURCHASE FUND – HOUSING RESERVE FUND

On or before December 1 of each year, MaineHousing is required to value the Housing Reserve Fund and verify to the Governor of the State of Maine that the sum of money in the fund equals or exceeds the Housing Reserve Fund Minimum Requirement. The Housing Reserve Fund Minimum Requirement equals the amount of principal and interest maturing and coming due in the next succeeding calendar year on bonds outstanding. The Housing Reserve Fund Minimum Requirement as of September 30, 2020 was \$86,917. When issuing bonds MaineHousing must also meet the Housing Reserve Fund Maximum Requirement. The Housing Reserve Fund Maximum Requirement equals the maximum debt service required in any subsequent calendar year. The Housing Reserve Fund Maximum Requirement as of September 30, 2020 was \$128,696.

In calculating the Housing Reserve Minimum and the Housing Reserve Maximum requirements, MaineHousing assumes a 12% rate for variable rate bonds, which is the maximum interest rate under the terms of the bonds. Swap payments and receipts are not included in the calculation. At September 30, 2020, valuation of the investments in the Housing Reserve Fund, computed at the lower of par or cost in accordance with the General Mortgage Purchase Program Bond Resolution, was \$146,644.

MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND – CAPITAL RESERVE FUND

MaineHousing is required to maintain a Capital Reserve Fund in an amount equal to the Capital Reserve Fund Requirement established under the General Indenture. The Capital Reserve Fund Requirement equals the greatest amount of principal and interest maturing and becoming due in the current or any succeeding bond year. The Capital Reserve Requirement as of September 30, 2020 was \$4,320. This requirement may be satisfied by the deposit of money or by the deposit of a Credit Facility or an insurance policy for the benefit of the bondholders.

Between July 1 and July 15 of each year, MaineHousing must certify to the Treasurer of the State the amount necessary and sufficient to meet MaineHousing's debt service obligation, including amounts necessary to replenish the Capital Reserve Fund to the Capital Reserve Requirement. At September 30, 2020, valuation of the Capital Reserve Fund insurance policy in the Capital Reserve Fund was \$4,320.

(11.) EXCESS ARBITRAGE TO BE REBATED

Tax-exempt bonds issued by MaineHousing are subject to Internal Revenue Service regulations that limit the amount of income that can be earned with non-mortgage investments to an amount not greater than the amount that would have been earned had the funds been invested at the yield on the bonds. Excess earnings must be rebated every five years. At September 30, 2020, there are no arbitrage liabilities to be rebated.

Prior rebate payments made by MaineHousing that are eligible for refund from the United States Treasury, based on estimated arbitrage rebate calculations, are recorded as a receivable in other assets. MaineHousing has receivables in the amount of \$184 in the Mortgage Purchase Fund at September 30, 2020.

(12.) FUND TRANSFERS AND INTERFUND BALANCES

MaineHousing records transfers between funds for various purposes including program subsidies, fees and capital asset transfers. Transfers for the period ended September 30, 2020 consisted of the following:

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	General Administrative Fund	Low Income Home Energy Assistance Program	HOME Fund	Section 8 Housing Programs	Other Federal And State Programs
Capital Assets	\$10	(\$10)	\$0	\$0	\$0
Program Subsidies	0	0	(43)	0	43
Program Administrative Fees	446	0	0	(446)	0
	<u>\$456</u>	<u>(\$10)</u>	<u>(\$43)</u>	<u>(\$446)</u>	<u>\$43</u>

MaineHousing reports interfund balances among its funds. These balances generally consist of amounts for various revenues or expenses due to a fund, but received or paid to another and funds for loan closings. These amounts are generally paid or received within the subsequent year.

Interfund accounts receivable (payable) balances at September 30, 2020 consisted of the following:

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Other Federal and State Programs
Receivable due from:							
Mortgage Purchase Fund	\$0	\$0	\$3,722	\$0	\$0	\$0	\$0
General Administrative Fund	0	0	0	431	0	0	2,213
Other Federal And State Programs	273	0	367	4,815	19	0	0
Collectively, all other funds	0	0	14	0	0	0	0
	<u>273</u>	<u>0</u>	<u>4,103</u>	<u>5,246</u>	<u>19</u>	<u>0</u>	<u>2,213</u>
Payables	<u>(3,722)</u>	<u>(14)</u>	<u>(2,644)</u>	<u>(19)</u>	<u>(461)</u>	<u>(179)</u>	<u>(4,815)</u>
	<u>(\$3,449)</u>	<u>(\$14)</u>	<u>\$1,459</u>	<u>\$5,227</u>	<u>(\$442)</u>	<u>(\$179)</u>	<u>(\$2,602)</u>

The receivable amounts of the General Administrative Fund consist primarily of operating expenses owed from the Mortgage Purchase Fund, Section 8 Housing Programs, and Low Income Home Energy Assistance Program. The General Administrative Fund payable amounts consist mainly of program funds received and due to the Other Federal and State Programs. The receivable amount of the HOME fund consists primarily of advancements for program expenditures owed from the Other Federal and State Programs.

(13.) REDEMPTION OF BONDS

For the period ended September 30, 2020, MaineHousing redeemed prior to maturity \$104,105 of its Mortgage Purchase Fund bonds from recoveries of principal and surplus revenues. Gains of \$205 were attributed to the recognition of related bond premium. The following is a summary of bonds redeemed:

	Interest Rate	Original Maturity	Amount	Redemption Price
2012 Series A-1 Term Bonds	4.50%	11/15/2028	\$940	100%
2012 Series A-3 Serial Bonds	2.70%	11/15/2021	1,000	100%
2012 Series A-3 Serial Bonds	2.85%	11/15/2022	1,000	100%
2012 Series B-2 Serial Bonds	2.65%	11/15/2021	315	100%
2012 Series B-2 Serial Bonds	2.80%	11/15/2022	325	100%
2012 Series B-2 Serial Bonds	2.95%	11/15/2023	350	100%
2013 Series B Serial Bonds	2.20%	11/15/2021	1,685	100%
2013 Series B Serial Bonds	2.45%	11/15/2022	1,735	100%
2013 Series B Term Bonds	4.00%	11/15/2043	1,340	100%

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	<u>Interest Rate</u>	<u>Original Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2013 Series C Serial Bonds	2.74%	11/15/2021	9,000	100%
2013 Series C Serial Bonds	2.99%	11/15/2022	9,000	100%
2013 Series D-2 Term Bonds	4.50%	11/15/2037	1,840	100%
2013 Series D-2 Term Bonds	4.50%	11/15/2037	1,925	100%
2014 Series A-1 Term Bonds	3.25%	11/15/2043	600	100%
2014 Series C-1 Serial Bonds	2.55%	11/15/2021	3,045	100%
2014 Series C-1 Serial Bonds	2.80%	11/15/2022	3,065	100%
2014 Series C-1 Term Bonds	3.50%	11/15/2044	920	100%
2015 Series A-1 Serial Bonds	2.50%	11/15/2021	1,650	100%
2015 Series A-1 Serial Bonds	2.75%	11/15/2022	1,700	100%
2015 Series B Serial Bonds	1.55%	11/15/2020	1,055	100%
2015 Series B Serial Bonds	2.10%	11/15/2022	1,095	100%
2015 Series B Term Bonds	3.50%	11/15/2040	675	100%
2015 Series C Serial Bonds	2.40%	11/15/2021	1,260	100%
2015 Series C Serial Bonds	2.55%	11/15/2022	1,290	100%
2015 Series D Serial Bonds	2.00%	11/15/2020	810	100%
2015 Series D Serial Bonds	2.35%	11/15/2021	845	100%
2015 Series D Serial Bonds	2.60%	11/15/2022	870	100%
2015 Series D Term Bonds	4.00%	11/15/2045	485	100%
2015 Series E-1 Serial Bonds	2.60%	11/15/2021	2,570	100%
2015 Series E-1 Serial Bonds	2.90%	11/15/2022	2,575	100%
2015 Series E-1 Term Bonds	3.50%	11/15/2035	1,525	100%
2015 Series F-1 Serial Bonds	2.00%	11/15/2020	2,200	100%
2015 Series F-1 Serial Bonds	2.20%	11/15/2021	2,200	100%
2015 Series F-2 Serial Bonds	2.05%	11/15/2022	450	100%
2015 Series G Serial Bonds	2.00%	11/15/2021	630	100%
2015 Series G Serial Bonds	2.15%	11/15/2022	650	100%
2015 Series G Term Bonds	3.50%	11/15/2045	425	100%
2016 Series A Serial Bonds	1.30%	11/15/2020	690	100%
2016 Series A Term Bonds	4.00%	11/15/2045	545	100%
2016 Series B-1 Serial Bonds	1.35%	11/15/2020	1,830	100%
2016 Series B-1 Term Bonds	3.50%	11/15/2046	1,520	100%
2016 Series C Serial Bonds	1.10%	11/15/2020	890	100%
2016 Series C Term Bonds	3.50%	11/15/2046	665	100%
2016 Series E Serial Bonds	1.70%	11/15/2020	620	100%
2016 Series E Serial Bonds	2.15%	11/15/2022	670	100%
2016 Series E Term Bonds	4.00%	11/15/2046	1,295	100%
2016 Series E Term Bonds	4.00%	11/15/2046	65	100%
2017 Series A Serial Bonds	1.55%	11/15/2020	555	100%
2017 Series A Serial Bonds	2.00%	11/15/2022	605	100%
2017 Series A Term Bonds	4.00%	11/15/2047	875	100%
2017 Series A Term Bonds	4.00%	11/15/2047	230	100%
2017 Series B Serial Bonds	1.25%	11/15/2020	650	100%
2017 Series B Term Bonds	4.00%	11/15/2047	1,030	100%
2017 Series B Term Bonds	4.00%	11/15/2047	115	100%
2017 Series D-1 Serial Bonds	1.38%	11/15/2020	1,175	100%
2017 Series D-1 Serial Bonds	1.55%	11/15/2021	380	100%
2017 Series F Serial Bonds	1.25%	11/15/2020	890	100%
2017 Series F Term Bonds	3.50%	11/15/2047	1,040	100%
2017 Series F Term Bonds	3.50%	11/15/2047	750	100%

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2018 Series A Serial Bonds	1.95%	11/15/2020	1,525	100%
2018 Series A Serial Bonds	2.10%	11/15/2021	1,520	100%
2018 Series A Serial Bonds	2.25%	11/15/2022	1,130	100%
2018 Series B Serial Bonds	2.00%	11/15/2020	1,060	100%
2018 Series B Serial Bonds	2.15%	11/15/2021	1,135	100%
2018 Series B Serial Bonds	2.25%	11/15/2022	1,165	100%
2018 Series C Serial Bonds	1.85%	11/15/2020	940	100%
2018 Series C Serial Bonds	2.00%	11/15/2021	1,175	100%
2018 Series C Serial Bonds	2.13%	11/15/2022	1,235	100%
2018 Series C Term Bonds	4.00%	11/15/2048	505	100%
2018 Series E Serial Bonds	2.40%	11/15/2021	4,050	100%
2018 Series E Serial Bonds	2.55%	11/15/2022	4,050	100%
2018 Series F Serial Bonds	2.35%	11/15/2021	555	100%
2018 Series F Serial Bonds	2.50%	11/15/2022	380	100%
2018 Series F Term Bonds	4.25%	11/15/2048	380	100%
2019 Series A Serial Bonds	1.75%	11/15/2020	715	100%
2019 Series A Serial Bonds	2.05%	11/15/2022	300	100%
2019 Series A Term Bonds	4.00%	11/15/2049	115	100%
2019 Series A Term Bonds	4.00%	11/15/2049	175	100%
2019 Series B Serial Bonds	1.60%	11/15/2020	770	100%
2019 Series C Serial Bonds	1.25%	11/15/2020	560	100%
2019 Series C Term Bonds	4.00%	11/15/2050	185	100%
2019 Series E Serial Bonds	1.35%	11/15/2020	350	100%
			<u>\$104,105</u>	

(14.) CONTINGENCIES

MaineHousing is subject to various legal proceedings and claims that arise in the normal course of its business. MaineHousing also receives funding from federal government agencies. These funds are to be used for designated purposes only and are subject to financial and compliance audits and the resolution of identified questioned costs. The amount, if any, of expenditures which may be disallowed by the granting agency cannot be determined at this time. In the opinion of management, the ultimate resolution of these actions will not materially affect the accompanying financial statements.

(15.) SUBSEQUENT EVENTS

Subsequent to September 30, 2020, MaineHousing committed to redeem and issue bonds. The following is a summary of subsequent event transactions.

On October 8, 2020, MaineHousing committed to redeem, at par, \$66,660 of bonds in the General Mortgage Purchase Bond Resolution on November 18, 2020 as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2012 Series A-1 Term Bonds	4.50%	11/15/2028	\$895	100%
2013 Series B Term Bonds	4.00%	11/15/2043	1,290	100%
2013 Series C Term Bonds	3.84%	11/15/2027	11,530	100%
2013 Series D-2 Term Bonds	4.50%	11/15/2037	1,345	100%
2014 Series A-1 Term Bonds	3.25%	11/15/2043	550	100%
2014 Series C-1 Term Bonds	3.50%	11/15/2044	885	100%

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	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2015 Series B Term Bonds	3.50%	11/15/2040	645	100%
2015 Series D Term Bonds	4.25%	11/15/2040	7,585	100%
2015 Series D Term Bonds	4.00%	11/15/2045	465	100%
2015 Series E-1 Term Bonds	3.50%	11/15/2035	1,465	100%
2015 Series E-2 Term Bonds	4.15%	11/15/2045	11,625	100%
2015 Series G Term Bonds	3.50%	11/15/2045	410	100%
2016 Series A Term Bonds	4.00%	11/15/2045	530	100%
2016 Series B-1 Term Bonds	3.50%	11/15/2046	1,450	100%
2016 Series C Term Bonds	3.50%	11/15/2046	645	100%
2018 Series C Term Bonds	4.00%	11/15/2048	670	100%
2018 Series E Term Bonds	4.15%	11/15/2038	6,100	100%
2018 Series E Term Bonds	4.25%	11/15/2043	5,370	100%
2018 Series F Term Bonds	4.13%	11/15/2038	5,295	100%
2018 Series F Term Bonds	4.20%	11/15/2041	6,225	100%
2018 Series F Term Bonds	4.25%	11/15/2048	1,065	100%
2019 Series E Term Bonds	3.75%	11/15/2049	250	100%
2020 Series A Term Bonds	3.75%	11/15/2049	180	100%
2020 Series C Term Bonds	4.00%	11/15/2050	190	100%
			<u>\$66,660</u>	

On October 26, 2020, MaineHousing committed to redeem, at par, \$3,820 of bonds in the General Mortgage Purchase Bond Resolution on December 8, 2020 as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2016 Series E Term Bonds	4.00%	11/15/2046	\$640	100%
2017 Series A Term Bonds	4.00%	11/15/2047	535	100%
2017 Series B Term Bonds	4.00%	11/15/2047	585	100%
2017 Series F Term Bonds	3.50%	11/15/2047	945	100%
2019 Series A Term Bonds	4.00%	11/15/2049	790	100%
2019 Series C Serial Bonds	4.00%	11/15/2050	325	100%
			<u>\$3,820</u>	

On October 29, 2020, MaineHousing committed to issue, at par, \$75,645 of bonds in the General Mortgage Purchase bond Resolution on November 19, 2020 as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Issued Price</u>
2020 Series G Serial Bonds	0.50%-2.20%	2024-2035	\$25,180	100%
2020 Series G Term Bonds	2.38%	2040	10,465	99%
2020 Series H Serial Bonds	1.70%-2.57%	2026-2032	27,345	100%
2020 Series H Term Bonds	2.67%	2035	12,655	100%
			<u>\$75,645</u>	

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. As a result, economic uncertainties have arisen which could potentially negatively impact MaineHousing. Such potential impact is unknown at this time.