

MAINE STATE HOUSING AUTHORITY

UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2023

MAINE STATE HOUSING AUTHORITY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023
(IN THOUSANDS OF DOLLARS)

	<u>Business-type Activities</u>	<u>Governmental Activities</u>	<u>Total</u>
ASSETS:			
Current Assets:			
Cash, principally time deposits (note 3)	\$72,675	\$6,727	\$79,402
Investments (notes 3, 9, and 11)	463,504	65,107	528,611
Accounts receivable - government	0	22,304	22,304
Mortgage notes receivable, net (note 4)	43,709	3	43,712
Other assets (notes 5 and 12)	16,251	431	16,682
Internal balances (note 13)	(31,269)	31,269	0
Total Current Assets	<u>564,870</u>	<u>125,841</u>	<u>690,711</u>
Noncurrent Assets:			
Investments (notes 3, 9, and 11)	130,015	0	130,015
Mortgage notes receivable, net (note 4)	1,570,166	61,908	1,632,074
Capital assets	18,318	0	18,318
Derivative instrument - interest rate swaps (note 7)	26,758	0	26,758
Total Noncurrent Assets	<u>1,745,257</u>	<u>61,908</u>	<u>1,807,165</u>
Total Assets	<u>2,310,127</u>	<u>187,749</u>	<u>2,497,876</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred pension expense (note 8)	614	345	959
Deferred amount on debt refundings	2,090	0	2,090
Total Deferred Outflows of Resources	<u>2,704</u>	<u>345</u>	<u>3,049</u>
LIABILITIES:			
Current Liabilities:			
Accrued interest payable	23,851	378	24,229
Accounts payable - federal government	0	473	473
Accounts payable and accrued liabilities	15,802	165	15,967
Unearned income	0	35,139	35,139
Bonds and notes payable (notes 6, 9, 14, and 16)	52,711	3,035	55,746
Total Current Liabilities	<u>92,364</u>	<u>39,190</u>	<u>131,554</u>
Noncurrent Liabilities:			
Subscription Liability (note 5)	441	0	441
Pension liability (note 8)	1,139	641	1,780
Bonds and notes payable (notes 6, 9, 14, and 16)	1,851,592	48,046	1,899,638
Total Noncurrent Liabilities	<u>1,853,172</u>	<u>48,687</u>	<u>1,901,859</u>
Total Liabilities	<u>1,945,536</u>	<u>87,877</u>	<u>2,033,413</u>
DEFERRED INFLOWS OF RESOURCES:			
Accumulated increase in fair value of hedging derivatives (note 7)	26,758	0	26,758
Deferred loan origination points	11	0	11
Deferred pension credit (note 8)	511	287	798
Total Deferred Inflows of Resources	<u>27,280</u>	<u>287</u>	<u>27,567</u>
NET POSITION:			
Net investment in capital assets	3,887	0	3,887
Restricted for bond resolutions	299,033	0	299,033
Restricted for grants and programs	0	99,930	99,930
Unrestricted	37,095	0	37,095
Total Net Position	<u>\$340,015</u>	<u>\$99,930</u>	<u>\$439,945</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2023
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
ASSETS:				
Current Assets:				
Cash, principally time deposits (note 3)	\$ 17,011	\$ 0	\$ 55,664	\$ 72,675
Investments (notes 3, 9, and 11)	436,975	8,284	18,245	463,504
Mortgage notes receivable, net (note 4)	43,548	0	161	43,709
Other assets (notes 5 and 12)	15,430	20	801	16,251
Interfund (note 13)	0	0	4,332	4,332
Total Current Assets	<u>512,964</u>	<u>8,304</u>	<u>79,203</u>	<u>600,471</u>
Noncurrent Assets:				
Investments (notes 3, 9, and 11)	130,015	0	0	130,015
Mortgage notes receivable, net (note 4)	1,564,062	0	6,104	1,570,166
Capital assets	22	0	18,296	18,318
Derivative instrument - interest rate swaps (note 7)	26,758	0	0	26,758
Total Noncurrent Assets	<u>1,720,857</u>	<u>0</u>	<u>24,400</u>	<u>1,745,257</u>
Total Assets	<u>2,233,821</u>	<u>8,304</u>	<u>103,603</u>	<u>2,345,728</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred pension expense (note 8)	509	3	102	614
Deferred amount on debt refundings	2,090	0	0	2,090
Total Deferred Outflows of Resources	<u>2,599</u>	<u>3</u>	<u>102</u>	<u>2,704</u>
LIABILITIES:				
Current Liabilities:				
Accrued interest payable	23,851	0	0	23,851
Accounts payable and accrued liabilities	347	2	15,453	15,802
Interfund (note 13)	2,787	23	32,791	35,601
Bonds and notes payable (notes 6, 9, 14, and 16)	52,061	0	650	52,711
Total Current Liabilities	<u>79,046</u>	<u>25</u>	<u>48,894</u>	<u>127,965</u>
Noncurrent Liabilities:				
Subscription Liability (note 5)	0	0	441	441
Pension liability (note 8)	945	5	189	1,139
Bonds and notes payable (notes 6, 9, 14, and 16)	1,838,455	0	13,137	1,851,592
Total Noncurrent Liabilities	<u>1,839,400</u>	<u>5</u>	<u>13,767</u>	<u>1,853,172</u>
Total Liabilities	<u>1,918,446</u>	<u>30</u>	<u>62,661</u>	<u>1,981,137</u>
DEFERRED INFLOWS OF RESOURCES:				
Accumulated increase in fair value of hedging derivatives (note 7)	26,758	0	0	26,758
Deferred loan origination points	11	0	0	11
Deferred pension credit (note 8)	424	3	84	511
Total Deferred Inflows of Resources	<u>27,193</u>	<u>3</u>	<u>84</u>	<u>27,280</u>
NET POSITION:				
Net investment in capital assets	22	0	3,865	3,887
Restricted for bond resolutions	290,759	8,274	0	299,033
Unrestricted	0	0	37,095	37,095
Total Net Position	<u>\$290,781</u>	<u>\$8,274</u>	<u>\$40,960</u>	<u>\$340,015</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, 2023
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
OPERATING REVENUES:				
Interest from mortgages and notes	\$49,401	\$0	\$210	\$49,611
Income from investments	18,316	300	891	19,507
Net decrease in the fair value of investments	(3,850)	0	0	(3,850)
Fee income	2,110	0	1,095	3,205
Other revenue	130	0	37	167
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	66,107	300	2,233	68,640
OPERATING EXPENSES:				
Operating expenses	10,014	59	1,932	12,005
Other program administrative expenses	3,746	0	(3)	3,743
Mortgage servicing fees	1,400	0	8	1,408
Interest expense	39,929	0	0	39,929
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenses	55,089	59	1,937	57,085
Operating Income	11,018	241	296	11,555
Transfers between funds, net (note 13)	0	0	784	784
	<hr/>	<hr/>	<hr/>	<hr/>
Change in Net Position	11,018	241	1,080	12,339
Net Position at beginning of year	279,763	8,033	39,880	327,676
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Net Position at end of period	<u>\$290,781</u>	<u>\$8,274</u>	<u>\$40,960</u>	<u>\$340,015</u>

See accompanying notes to the financial statements

MAINE STATE HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(IN THOUSANDS OF DOLLARS)

	Mortgage Purchase Fund	Bondholder Reserve Fund	General Administrative Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Interest receipts from borrowers	\$48,933	\$0	\$224	\$49,157
Principal receipts on mortgages and notes - scheduled	48,663	0	143	48,806
Principal receipts on mortgages and notes - prepayments	37,900	0	10	37,910
Payments for operating expenses	(6,906)	(10)	(491)	(7,407)
Payments for personnel expenses	(8,254)	(49)	(1,441)	(9,744)
Investment in mortgages and other notes	(179,595)	0	(2,092)	(181,687)
Other	(1,818)	(5)	2,833	1,010
Net cash used for operating activities	<u>(61,077)</u>	<u>(64)</u>	<u>(814)</u>	<u>(61,955)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	0	0	(961)	(961)
Principal paid on capital debt	0	0	(474)	(474)
Interest paid on capital debt	0	0	(342)	(342)
Payment on subscription liabilities	0	0	(565)	(565)
Net cash used for capital and related financing activities	<u>0</u>	<u>0</u>	<u>(2,342)</u>	<u>(2,342)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Proceeds from sale of bonds	216,134	0	0	216,134
Interest payments on bonds	(21,944)	0	0	(21,944)
Payments (to) from other funds	(108)	13	(9,539)	(9,634)
Net cash provided by (used for) non-capital financing activities	<u>194,082</u>	<u>13</u>	<u>(9,539)</u>	<u>184,556</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Proceeds from disposition of foreclosed real estate	1,542	0	4	1,546
Purchase of investments	(966,734)	(246)	0	(966,980)
Sales and maturity of investments	822,869	0	254	823,123
Interest received on investments	10,621	296	888	11,805
Net cash provided by (used for) investing activities	<u>(131,702)</u>	<u>50</u>	<u>1,146</u>	<u>(130,506)</u>
Net increase (decrease) in cash	1,303	(1)	(11,549)	(10,247)
Cash at beginning of year	15,708	1	67,213	82,922
Cash at end of period	<u>\$17,011</u>	<u>\$0</u>	<u>\$55,664</u>	<u>\$72,675</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH USED FOR OPERATING ACTIVITIES:				
Operating income	\$11,018	\$241	\$296	\$11,555
Adjustments to reconcile operating income to net cash used for operating activities:				
Depreciation and amortization	267	0	859	1,126
Interest on bonds and notes	39,662	0	342	40,004
Interest income on investments	(18,316)	(300)	(891)	(19,507)
Net decrease in fair value of investments	3,850	0	0	3,850
Changes in operating assets and liabilities:				
Other assets	(4,123)	0	(485)	(4,608)
Mortgage note interest receivable	(468)	0	14	(454)
Accounts payable and accrued liabilities	65	(5)	990	1,050
Investment in mortgage and other notes	(179,595)	0	(2,092)	(181,687)
Mortgage & other note principal repayments	86,563	0	153	86,716
Net cash used for operating activities	<u>(\$61,077)</u>	<u>(\$64)</u>	<u>(\$814)</u>	<u>(\$61,955)</u>
SUPPLEMENTAL DISCLOSURE OF NON-CASH INFORMATION:				
Transfer from mortgage notes receivable to other assets and other real estate owned	\$1,001	\$0	\$0	\$1,001

See accompanying notes to the financial statements

**MAINE STATE HOUSING AUTHORITY
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023
(IN THOUSANDS OF DOLLARS)**

	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Emergency Rental Assistance Programs	Maine Energy, Housing & Economic Recovery Fund	Other Federal and State Programs	Total
ASSETS:							
Current Assets:							
Cash, principally time deposits (note 3)	\$1	\$3,812	\$2,121	\$0	\$0	\$793	\$6,727
Investments (notes 3, 9, and 11)	31,879	0	0	0	29,277	3,951	65,107
Accounts receivable - government	2,576	329	1,507	0	0	17,892	22,304
Mortgage notes receivable, net (note 4)	3	0	0	0	0	0	3
Other assets	87	154	54	0	96	40	431
Interfund (note 13)	17,222	274	0	6,130	4,403	6,875	34,904
Total Current Assets	51,768	4,569	3,682	6,130	33,776	29,551	129,476
Noncurrent Assets:							
Mortgage notes receivable, net (note 4)	34,841	0	0	0	22,500	4,567	61,908
Total Noncurrent Assets	34,841	0	0	0	22,500	4,567	61,908
Total Assets	\$86,609	\$4,569	\$3,682	\$6,130	\$56,276	\$34,118	\$191,384
LIABILITIES:							
Current Liabilities:							
Accrued interest payable	\$0	\$0	\$0	\$0	\$378	\$0	\$378
Accounts payable - federal government	0	443	0	0	0	30	473
Accounts payable and accrued liabilities	0	129	0	12	0	24	165
Unearned income	215	0	1,977	6,118	0	26,829	35,139
Interfund (note 13)	89	0	1,583	0	0	822	2,494
Bonds payable (note 6, 9, and 14)	0	0	0	0	3,035	0	3,035
Total Current Liabilities	304	572	3,560	6,130	3,413	27,705	41,684
Noncurrent Liabilities:							
Bonds payable (note 6, 9, and 14)	0	0	0	0	48,046	0	48,046
Total Non Current Liabilities	0	0	0	0	48,046	0	48,046
Total Liabilities	304	572	3,560	6,130	51,459	27,705	89,730
FUND BALANCES:							
Restricted by program requirements	86,305	3,997	122	0	0	6,413	96,837
Nonspendable	0	0	0	0	4,817	0	4,817
Total Fund Balances	86,305	3,997	122	0	4,817	6,413	101,654
Total Liabilities and Fund Balances	\$86,609	\$4,569	\$3,682	\$6,130	\$56,276	\$34,118	\$191,384

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

Total fund balances in governmental funds	\$101,654
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.	345
Pension liabilities reported in governmental activities are not due and payable in the current period and therefore are not reported in the governmental funds.	(641)
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.	(287)
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.	(1,141)
Net Position of governmental activities	<u>\$99,930</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, 2023
(IN THOUSANDS OF DOLLARS)

	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Emergency Rental Assistance Programs	Maine Energy, Housing & Economic Recovery Fund	Other Federal and State Programs	Total
REVENUES:							
Interest from mortgages and notes	\$60	\$0	\$0	\$0	\$32	\$0	\$92
Income from investments	976	10	13	0	1,207	212	2,418
Fee income	0	4,951	679	117	0	3,596	9,343
Other revenue	54	0	0	0	85	0	139
Grant income	18,342	0	74,296	13,685	4,318	80,488	191,129
Federal rent subsidy income	0	86,357	0	0	0	0	86,357
Total Revenues	<u>19,432</u>	<u>91,318</u>	<u>74,988</u>	<u>13,802</u>	<u>5,642</u>	<u>84,296</u>	<u>289,478</u>
EXPENDITURES:							
Operating expenditures	0	3,124	582	112	0	2,068	5,886
Other program administrative expenditures	0	98	24	5	0	1,445	1,572
Provision for losses on loans (note 4)	9	0	0	0	0	0	9
Grant expenditures	17,179	43	74,296	13,685	420	75,185	180,808
Federal rent subsidy	0	86,924	0	0	0	0	86,924
Interest	0	0	0	0	762	0	762
Total Expenditures	<u>17,188</u>	<u>90,189</u>	<u>74,902</u>	<u>13,802</u>	<u>1,182</u>	<u>78,698</u>	<u>275,961</u>
Revenues in Excess of Expenditures	2,244	1,129	86	0	4,460	5,598	13,517
Transfers between funds, net (note 13)	<u>(416)</u>	<u>(628)</u>	<u>(73)</u>	<u>0</u>	<u>1,954</u>	<u>(1,621)</u>	<u>(784)</u>
Change in Fund Balances	1,828	501	13	0	6,414	3,977	12,733
Fund Balances at beginning of year	<u>84,477</u>	<u>3,496</u>	<u>109</u>	<u>0</u>	<u>(1,597)</u>	<u>2,436</u>	<u>88,921</u>
Fund Balances at end of period	<u><u>\$86,305</u></u>	<u><u>\$3,997</u></u>	<u><u>\$122</u></u>	<u><u>\$0</u></u>	<u><u>\$4,817</u></u>	<u><u>\$6,413</u></u>	<u><u>\$101,654</u></u>

See accompanying notes to the financial statements

Maine State Housing Authority
Notes to Financial Statements – September 30, 2023
(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, 2023
(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 and allocations 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:

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
- Section 811 Project Rental Assistance
- Housing Choice Voucher
- Performance Based Contract Administration
- Family Self-Sufficiency
- Mainstream Vouchers
- Section 8 Emergency Housing Voucher – *American Rescue Plan Act*

Maine State Housing Authority
Notes to Financial Statements – September 30, 2023
(IN THOUSANDS OF DOLLARS)

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. In 2023, the State of Maine provided one-time funding in the amount of \$40 million to supplement the federal Low Income Home Energy Assistance Program. The federal eligibility requirements applies to the state funds and associated activities are recorded in this fund group.

Emergency Rental Assistance Programs

MaineHousing is the administrator of the federal Emergency Rental Assistance Programs for the State of Maine. Funds for the Emergency Rental Assistance Programs 1 and 2 (ERA1 and ERA2) were appropriated through the *Consolidated Appropriations Act of 2021* and the *American Rescue Plan Act of 2021*. The State of Maine was awarded \$352 million for these programs. Funding for the ERA1 expired on September 30, 2022 and ERA2 will expire on September 30, 2025. Funds are provided through the U.S. Department of the Treasury and are used for emergency rental assistance, rental arrears, and utility costs for households at risk of homelessness or housing instability due to the COVID-19 pandemic. A portion of these funds may also be used for MaineHousing’s administrative costs.

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.

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:

U.S. Department of Housing and Urban Development

- Emergency Solutions Grants
- Emergency Solutions Grants – *Coronavirus Aid, Relief, and Economic Security Act*
- HOME Investment Partnerships Program
- HOME Investment Partnerships Program – *American Rescue Plan Act*
- National Housing Trust Fund
- Lead-Based Paint Hazard Control Program
- Homeless Management Information System
- Continuum of Care - Planning Grant
- Community Development Block Grant - *Coronavirus Aid, Relief, and Economic Security Act* (via State of Maine)
- Older Adult Home Modification Program
- Recovery Housing Program

U.S. Department of Energy

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

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U.S. Department of Health and Human Services

Low Income Household Water Assistance Program – *Consolidated Appropriations Act and American Rescue Plan Act*
Weatherization / Central Heating Improvement Program
Temporary Assistance for Needy Families (via State of Maine)

U.S. Department of Treasury

Housing Navigators Program – *American Rescue Plan Act* (via State of Maine)
Homeowner Assistance Fund – *American Rescue Plan Act* (via State of Maine)
Expand Affordable Housing Program – *American Rescue Plan Act* (via State of Maine)

U.S. Department of Homeland Security

Federal Emergency Management Agency Disaster Assistance Grants – COVID-19

State of Maine

Home Modification Program
Well Water Treatment Program
Natural Disaster Housing Assistance Fund
Consumer Residential Opportunities Program
Lead Abatement Program
State General Obligation Bonds
Emergency Housing Relief Fund
Maine Association of Recovery Residences

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 or nonspendable in current form due to the long term nature of certain assets. 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.

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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.

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.

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. Intangible assets from subscription-based information technology arrangements are recorded as capital assets and amortized using the straight line method over the subscription term.

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.

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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.

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 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, 2023.

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.

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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.

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, the fair value of interest rate swaps and the net pension liability for MaineHousing's participation in the MainePERS PLD Consolidated Retirement Plan. 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. 93, *Replacement of Interbank Offered Rates*; and GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* are effective for the year ending December 31, 2023 as amended by GASB Statement No. 99, *Omnibus 2022*.
- GASB Statement No. 100, *Compensated Absences* and GASB Statement No. 101, *Accounting Changes and Error Corrections* are effective for the year ending December 31, 2024.

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, 2023, the carrying amount of MaineHousing's bank deposits was \$79,402 and the bank balance was \$79,816. The difference between the carrying amount and the bank balance is a result of transactions in transit. Of the bank balance, \$794 was covered by federal depository insurance and \$79,022 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, 2023 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	\$202,302	\$202,302	\$0	\$0	\$0	NR
Money Market Funds	\$98	98	0	0	0	NR
Federal Farm Credit Bank (FFCB)	70,523	0	3,610	46,433	20,480	P-1/Aaa
Federal National Mortgage Association (FNMA)	35,995	35,995	0	0	0	P-1/Aaa
Federal Home Loan Bank (FHLB)	223,160	163,668	0	28,201	31,291	P-1/Aaa
U.S. Treasury Securities	34,912	34,912	0	0	0	P-1/Aaa
Total - Mortgage Purchase Fund	566,990	436,975	3,610	74,634	51,771	
BONDHOLDER RESERVE FUND						
Repurchase Agreements	8,284	8,284	0	0	0	NR
GENERAL ADMINISTRATIVE FUND						
Repurchase Agreements	6,281	6,281	0	0	0	NR
Money Market Funds	9,441	9,441	0	0	0	NR
Certificates of Deposit	2,523	2,523	0	0	0	NR
Total - General Administrative Fund	18,245	18,245	0	0	0	
Total - Proprietary Funds	\$593,519	\$463,504	\$3,610	\$74,634	\$51,771	
GOVERNMENTAL FUNDS						
HOME FUND						
Repurchase Agreements	\$31,879	\$31,879	\$0	\$0	\$0	NR
MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND						
Repurchase Agreements	29,277	29,277	0	0	0	NR
OTHER FEDERAL AND STATE PROGRAMS						
Repurchase Agreements	3,951	3,951	0	0	0	NR
Total - Governmental Funds	\$65,107	\$65,107	\$0	\$0	\$0	

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, 2023, \$526,088 was invested in short-term repurchase agreements, money market funds, U.S. Treasury Securities, and other government sponsored enterprises with maturity dates of less than one year and interest rates up to 5.31%. Investments other than repurchase agreements, money market funds, and U.S. Treasury Securities are registered in MaineHousing’s name. Investments issued by Federal Farm Credit Bank (FFCB), Federal National Mortgage Association (FNMA), and Federal Home Loan Bank (FHLB) make up 12%, 6%, and 40% of total investments, respectively, in the Mortgage Purchase Fund.

At September 30, 2023, \$2,523 is invested in a non-negotiable certificate of deposit to fund a debt service reserve in connection with a loan agreement. The certificate has an interest rate of 5.55% and will mature in December 2023. 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, 2023 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	446	\$55,668	5.6%
FHA insured	1,588	176,717	17.7%
USDA/RD guaranteed	5,029	561,030	56.0%
Privately insured	195	40,221	4.0%
Non-insured	<u>2,466</u>	<u>167,426</u>	<u>16.7%</u>
Total Mortgage Purchase Fund - single-family	<u>9,724</u>	<u>1,001,062</u>	<u>100.0%</u>
MORTGAGE PURCHASE FUND - MULTI-FAMILY:			
Section 8	184	180,200	29.3%
Conventional	344	399,869	65.2%
Supportive Housing	<u>158</u>	<u>33,592</u>	<u>5.5%</u>
Total Mortgage Purchase Fund - multi-family	686	613,661	<u>100.0%</u>
Less: Allowance for losses on loans		<u>(7,113)</u>	
Total Mortgage Purchase Fund	<u>10,410</u>	<u>1,607,610</u>	
GENERAL ADMINISTRATIVE FUND - SINGLE-FAMILY:			
Non-insured	53	1,279	<u>100.0%</u>
GENERAL ADMINISTRATIVE FUND - MULTI-FAMILY:			
Section 8	1	553	10.9%
Conventional	<u>5</u>	<u>4,530</u>	<u>89.1%</u>
Total General Administrative Fund - multi-family	6	5,083	<u>100.0%</u>
GENERAL ADMINISTRATIVE FUND - HOME IMPROVEMENT LOANS:			
Non-insured	<u>5</u>	<u>5</u>	<u>100.0%</u>
Less: Allowance for losses on loans		<u>(102)</u>	
Total General Administrative Fund	<u>64</u>	<u>6,265</u>	
Total Proprietary Funds	<u>10,474</u>	<u>\$1,613,875</u>	
GOVERNMENTAL FUNDS			
HOME FUND - SINGLE-FAMILY:			
Non-insured	260	\$2,819	<u>100.0%</u>
HOME FUND - MULTI-FAMILY:			
Non-insured	<u>122</u>	<u>32,820</u>	<u>100.0%</u>
Total HOME Fund	382	35,639	
Less: Allowance for losses on loans		<u>(795)</u>	
Total HOME Fund	<u>382</u>	<u>34,844</u>	
OTHER FEDERAL AND STATE PROGRAMS - MULTI-FAMILY:			
Non-insured	<u>4</u>	<u>4,567</u>	<u>100.0%</u>
MAINE ENERGY, HOUSING AND ECONOMIC RECOVERY FUND - MULTI-FAMILY			
Non-insured	<u>28</u>	<u>22,500</u>	<u>100.0%</u>
Total Governmental Funds	<u>414</u>	<u>\$61,911</u>	

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

	PROPRIETARY FUNDS		GOVERNMENTAL FUNDS
	Mortgage Purchase Fund Group	General Administrative Fund	HOME Fund
Balance – December 31, 2022	\$7,112	\$98	\$905
Provision	0	0	9
Loans charged off	(13)	0	(119)
Recoveries	14	4	0
Balance – September 30, 2023	\$7,113	\$102	\$795

(5.) SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

MaineHousing uses subscription-based information technology arrangements (SBITA) for certain information technology cloud software. One arrangement provides software for its multi-family housing programs and one arrangement is for grant management.

The term for the multi-family SBITA is for an initial three year period at an annual fee of \$167, which increases by 3% per annum. Renewal options are available for two additional years at the same terms and conditions, and it is reasonably certain that these options will be exercised. This SBITA arrangement also included an implementation fee and other costs of \$186.

The term for the grant management SBITA is for an initial three year period at an annual fee of \$46 and implementation fees of \$34. Renewal options are available for two additional years at the same terms and conditions. It is reasonably certain that these options will be exercised and they have been included in the determination of the right-to-use asset and subscription liability.

At September 30, 2023, MaineHousing has a combined net right-to-use SBITA asset, an intangible asset, of \$1,057 and a \$644 subscription liability, the current portion of which is included in accounts payable and accrued liabilities. At September 30, 2023, \$211 of amortization expense and \$13 of interest expense on the subscription liability was recorded. The following table provides a summary of principal and interest requirements for the subscription liability through December 31, 2026:

Year	Principal	Interest	Total
2024	203	18	221
2025	215	12	227
2026	226	6	232
Total	\$644	\$36	\$680

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(6.) 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 in the following table.

The interest rates presented in the following table for variable rate bonds represent the rate at September 30, 2023. The Single-Family (S/F) and Multi-Family (M/F) Mortgage Bonds Payable outstanding at September 30, 2023 are as follows:

	Original Amount Issued	Amount Outstanding	Interest Rate(s)	Maturities/ Sinking Fund Installments on Bonds Outstanding	Range of Required Annual Principal Payments on Bonds		
PROPRIETARY FUNDS							
MORTGAGE PURCHASE FUND							
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	16,275	3.45%	2031-2032	7,995	-	8,280
Term Bonds	28,880	27,600	3.60%	2033-2036	2,230	-	9,205
Term Bonds	<u>27,000</u>	<u>0</u>	4.00%				
	<u>106,000</u>	<u>49,485</u>					
2014 SERIES C BONDS (S/F):							
2014 Series C-1 (AMT)							
Serial Bonds	14,860	3,105	3.00%	2023		3,105	
Term Bonds	2,000	0	3.63%				
Term Bonds	7,620	0	4.00%				
Term Bonds	<u>17,465</u>	<u>1,625</u>	3.50%	2034-2041	90	-	400
	<u>41,945</u>	<u>4,730</u>					
2015 SERIES A BONDS (M/F)							
2015 Series A-2 (Non-AMT)							
Term Bonds	6,555	1,125	3.25%	2028-2029	525	-	600
2015 Series A-3 (Non-AMT)							
Serial Bonds	8,050	0	1.20%				
Term Bonds	11,220	9,135	3.50%	2031-2034	2,160	-	2,410
Term Bonds	13,505	11,000	3.63%	2036-2039	2,590	-	2,905
Term Bonds	<u>16,225</u>	<u>16,225</u>	3.75%	2040-2044	2,995	-	3,500
	<u>55,555</u>	<u>37,485</u>					
2015 SERIES B BONDS (S/F)							
2015 Series B (Non-AMT)							
Serial Bonds	9,750	3,435	2.30% - 2.60%	2023-2025	1,115	-	1,175
Term Bonds	10,750	6,650	3.20%	2028-2030	2,150	-	2,285
Term Bonds	1,610	1,610	3.45%	2031-2034	380	-	425
Term Bonds	<u>9,890</u>	<u>490</u>	3.50%	2035-2040	70	-	90
	<u>32,000</u>	<u>12,185</u>					
2015 SERIES C BONDS (M/F)							
2015 Series C (Federally Taxable)							
Serial Bonds	9,480	0	2.74% - 3.04%				
Term Bonds	18,000	0	3.59%				
Term Bonds	<u>12,520</u>	<u>7,800</u>	3.95%	2038-2040	2,500	-	2,700
	<u>40,000</u>	<u>7,800</u>					
2015 SERIES D BONDS (S/F)							
2015 Series D (Non-AMT)							
Serial Bonds	7,105	0	2.80% - 3.13%				
Term Bonds	3,340	0	3.75%				
Term Bonds	4,890	0	4.00%				
Term Bonds	7,585	0	4.25%				
Term Bonds	<u>7,080</u>	<u>725</u>	4.00%	2041-2045	115	-	185
	<u>30,000</u>	<u>725</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		
2015 SERIES E BONDS (S/F)							
2015 Series E-1 (AMT)							
Serial Bonds	30,115	2,580	3.10%	2023	2,580		
Term Bonds	26,690	0	4.00%				
Term Bonds	26,325	3,370	3.50%	2031-2034	410	-	1,170
2015 Series E-3 (AMT)							
Term Bonds	<u>30,000</u>	<u>30,000</u>	Variable - 3.92%	2035-2038	5,455	-	8,975
	<u>113,130</u>	<u>35,950</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	5,155	3.40%	2028-2030	1,650	-	1,785
Term Bonds	9,565	0	3.85%				
Term Bonds	<u>11,840</u>	<u>0</u>	3.95%				
	<u>45,200</u>	<u>7,155</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	0	3.65%				
Term Bonds	12,060	7,420	3.85%	2038-2040	2,410	-	2,535
Term Bonds	<u>5,900</u>	<u>845</u>	3.50%	2041-2045	130	-	185
	<u>30,000</u>	<u>16,900</u>					
2016 SERIES A BONDS (S/F)							
2016 Series A (Non-AMT)							
Serial Bonds	6,065	3,245	1.95% - 2.45%	2023-2026	770	-	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>1,010</u>	4.00%	2041-2045	195	-	215
	<u>35,000</u>	<u>26,305</u>					
2016 SERIES B BONDS (S/F)							
2016 Series B-1 (Non-AMT)							
Serial Bonds	19,260	11,135	1.90% - 2.55%	2023-2027	2,045	-	2,410
Term Bonds	3,885	1,205	2.70%	2028		1,205	
Term Bonds	18,855	1,805	3.50%	2040-2046	110	-	295
2016 Series B-2 (AMT)							
Term Bonds	<u>28,000</u>	<u>28,000</u>	Variable - 3.92%	2029-2037	2,720	-	3,420
	<u>70,000</u>	<u>42,145</u>					
2016 SERIES C BONDS (S/F)							
2016 Series C (Non-AMT)							
Serial Bonds	13,620	10,865	1.75% - 2.50%	2023-2028	1,080	-	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>1,780</u>	3.50%	2042-2046	340	-	375
	<u>40,000</u>	<u>30,645</u>					
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	3,715	2.45% - 3.15%	2023-2027	690	-	800
Term Bonds	3,050	0	3.63%				
Term Bonds	10,385	0	3.90%				
Term Bonds	<u>8,315</u>	<u>2,170</u>	4.00%	2037-2046	195	-	240
	<u>28,000</u>	<u>5,885</u>					
2017 SERIES A BONDS (S/F)							
2017 Series A (Non-AMT)							
Serial Bonds	5,920	4,180	2.30% - 3.15%	2023-2028	635	-	765
Term Bonds	3,360	0	3.65%				
Term Bonds	6,315	0	4.00%				
Term Bonds	7,625	0	4.05%				
Term Bonds	<u>6,780</u>	<u>1,965</u>	4.00%	2043-2047	325	-	595
	<u>30,000</u>	<u>6,145</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		
2017 SERIES B BONDS (S/F)							
2017 Series B (Non-AMT)							
Serial Bonds	8,680	6,685	1.90% - 3.00%	2023-2030	710	-	1,010
Term Bonds	4,215	4,215	3.25%	2031-2032	2,090	-	2,125
Term Bonds	6,170	2,605	3.65%	2036-2037	1,280	-	1,325
Term Bonds	8,745	8,745	3.75%	2038-2044	1,115	-	1,355
Term Bonds	<u>7,190</u>	<u>2,340</u>	4.00%	2045-2047	770	-	795
	<u>35,000</u>	<u>24,590</u>					
2017 SERIES D BONDS (M/F)							
2017 Series D-1 (Non-AMT)							
Serial Bonds	13,175	7,000	1.90% - 2.95%	2023-2029	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	<u>7,810</u>	<u>7,810</u>	3.75%	2043-2047	1,445	-	1,680
	<u>41,175</u>	<u>35,000</u>					
2017 SERIES E BONDS (S/F)							
2017 Series E (Federally Taxable)							
Term Bonds	<u>60,000</u>	<u>60,000</u>	Variable - 5.37%	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>4,345</u>	3.50%	2043-2047	680	-	1,465
	<u>40,000</u>	<u>30,750</u>					
2017 SERIES G BONDS (S/F - M/F)							
2017 Series G-1 (Federally Taxable)							
Term Bonds	<u>55,000</u>	<u>55,000</u>	Variable - 5.37%	2045-2050	8,290	-	10,090
	<u>55,000</u>	<u>55,000</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	5,495	3.55%	2036-2037	2,700	-	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>33,370</u>					
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	2,465	3.50%	2032-2033	1,220	-	1,245
Term Bonds	8,630	5,240	3.75%	2036-2038	1,725	-	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>26,220</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	2,445	3.50%	2032-2033	1,215	-	1,230
Term Bonds	11,270	6,850	3.75%	2036-2038	2,245	-	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>28,660</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	0	3.55%			-	
Term Bonds	7,195	1,485	3.85%	2038		1,485	
Term Bonds	9,595	0	3.95%			-	
Term Bonds	<u>9,930</u>	<u>5,035</u>	4.00%	2044-2048	175	-	2,290
	<u>45,000</u>	<u>16,830</u>					
2018 SERIES D BONDS (S/F - M/F)							
2018 Series D-1 (Federally Taxable)							
Term Bonds	40,000	40,000	Variable - 5.79%	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>					

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 F BONDS (S/F)							
2018 Series F (Non-AMT)							
Serial Bonds	7,710	405	2.65%	2023	405		
Term Bonds	3,745	0	3.85%				
Term Bonds	6,450	0	4.13%				
Term Bonds	6,225	0	4.20%				
Term Bonds	<u>10,300</u>	<u>5,490</u>	4.25%	2044-2048	220	-	2,475
	<u>34,430</u>	<u>5,895</u>					
2019 SERIES A BONDS (S/F)							
2019 Series A (Non-AMT)							
Serial Bonds	12,670	10,915	2.20% - 3.05%	2023-2030	695	-	3,330
Term Bonds	4,305	4,305	3.45%	2031-2034	1,005	-	1,150
Term Bonds	2,605	2,130	3.80%	2036-2039	495	-	570
Term Bonds	10,880	0					
Term Bonds	<u>9,005</u>	<u>5,100</u>	4.00%	2046-2049	750	-	1,935
	<u>39,465</u>	<u>22,450</u>					
2019 SERIES B BONDS (S/F)							
2019 Series B (Non-AMT)							
Serial Bonds	18,075	14,650	1.85% - 2.80%	2023-2032	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>36,575</u>					
2019 SERIES C BONDS (S/F)							
2019 Series C (Non-AMT)							
Serial Bonds	8,415	6,385	1.50% - 2.45%	2023-2031	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>5,720</u>	4.00%	2047-2050	1,030	-	1,620
	<u>39,110</u>	<u>33,975</u>					
2019 SERIES D BONDS (M/F)							
2019 Series D (Federally Taxable)							
Term Bonds	<u>4,220</u>	<u>4,220</u>	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	13,890	1.55% - 2.35%	2023-2031	680	-	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	<u>6,400</u>	<u>4,370</u>	3.75%	2047-2049	395	-	2,030
	<u>34,445</u>	<u>30,765</u>					
2020 SERIES A BONDS (S/F)							
2020 Series A (Non-AMT)							
Serial Bonds	9,800	8,205	1.30% - 2.40%	2023-2032	700	-	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	<u>6,715</u>	<u>4,825</u>	3.75%	2047-2049	685	-	2,975
	<u>34,350</u>	<u>30,865</u>					
2020 SERIES B BONDS (M/F)							
2020 Series B (Non-AMT)							
Serial Bonds	12,000	8,000	1.05% - 1.10%	2023-2024		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	<u>8,970</u>	<u>8,970</u>	2.60%	2046-2050	1,695	-	1,900
	<u>50,000</u>	<u>46,000</u>					
2020 SERIES C BONDS (S/F)							
2020 Series C (Non-AMT)							
Serial Bonds	12,765	11,800	1.45% - 2.50%	2023-2032	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	<u>11,235</u>	<u>8,425</u>	4.00%	2044-2050	290	-	1,690
	<u>38,955</u>	<u>35,180</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		
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	<u>12,750</u>	<u>12,750</u>	2.80%	2041-2045	1,465	-	4,120
	<u>35,000</u>	<u>35,000</u>					
2020 SERIES E BONDS (M/F)							
2020 Series E (Federally Taxable)							
Serial Bonds	<u>40,000</u>	<u>40,000</u>	2.02% - 2.74%	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	10,070	0.45% - 1.75%	2023-2032	870	-	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	<u>11,875</u>	<u>11,875</u>	2.40%	2046-2050	1,705	-	4,705
	<u>40,000</u>	<u>39,605</u>					
2020 SERIES G BONDS (S/F)							
2020 Series G (Non-AMT)							
Serial Bonds	25,180	25,180	0.50% - 2.20%	2024-2035	1,035	-	5,315
Term Bonds	<u>10,465</u>	<u>10,465</u>	2.38%	2036-2040	1,960	-	2,215
	<u>35,645</u>	<u>35,645</u>					
2020 SERIES H BONDS (S/F - M/F)							
2020 Series H (Federally Taxable)							
Serial Bonds	27,345	27,345	1.70% - 2.57%	2026-2032	3,800	-	4,055
Term Bonds	<u>12,655</u>	<u>12,655</u>	2.67%	2033-2035	4,130	-	4,310
	<u>40,000</u>	<u>40,000</u>					
2021 SERIES A BONDS (M/F)							
2021 Series A (Non-AMT)							
Serial Bonds	21,000	21,000	0.30% - 0.60%	2023-2026	4,000	-	8,000
Term Bonds	6,000	6,000	1.85%	2034-2036	1,955	-	2,040
Term Bonds	7,000	7,000	2.05%	2037-2041	1,345	-	1,455
Term Bonds	8,000	8,000	2.15%	2042-2046	1,540	-	1,660
Term Bonds	<u>8,000</u>	<u>8,000</u>	2.20%	2047-2051	1,530	-	1,665
	<u>50,000</u>	<u>50,000</u>					
2021 SERIES B BONDS (S/F)							
2021 Series B (Non-AMT)							
Serial Bonds	10,150	9,375	0.25% - 1.85%	2023-2032	825	-	1,050
Term Bonds	5,925	5,925	2.05%	2033-2036	1,425	-	1,550
Term Bonds	8,550	8,550	2.20%	2037-2041	1,600	-	1,800
Term Bonds	7,050	7,050	2.40%	2042-2046	1,325	-	1,500
Term Bonds	<u>8,325</u>	<u>8,325</u>	2.45%	2047-2051	1,550	-	1,800
	<u>40,000</u>	<u>39,225</u>					
2021 SERIES C BONDS (S/F)							
2021 Series C (Non-AMT)							
Serial Bonds	10,755	10,255	0.30% - 1.80%	2023-2033	795	-	1,080
Term Bonds	5,730	5,730	1.90%	2034-2036	1,850	-	1,965
Term Bonds	10,865	10,865	2.15%	2037-2041	2,035	-	2,310
Term Bonds	<u>12,650</u>	<u>12,650</u>	2.30%	2042-2046	2,375	-	2,700
	<u>40,000</u>	<u>39,500</u>					
2021 SERIES D BONDS (S/F)							
2021 Series D (Non-AMT)							
Serial Bonds	11,675	11,675	0.40% - 2.10%	2023-2033	910	-	1,225
Term Bonds	3,915	3,915	2.20%	2034-2036	1,270	-	1,340
Term Bonds	7,325	7,325	2.40%	2037-2041	1,380	-	1,550
Term Bonds	7,960	7,960	2.65%	2042-2046	1,505	-	1,670
Term Bonds	<u>8,455</u>	<u>8,235</u>	3.00%	2049-2051	1,615	-	4,640
	<u>39,330</u>	<u>39,110</u>					
2022 SERIES A BONDS (M/F)							
2022 Series A (Non-AMT)							
Serial Bonds	19,000	19,000	0.40% - 0.85%	2023-2026	3,500	-	6,500
Term Bonds	10,180	10,180	2.40%	2037-2041	1,945	-	2,120
Term Bonds	19,570	19,570	2.60%	2042-2046	3,720	-	4,125
Term Bonds	<u>1,250</u>	<u>1,250</u>	2.65%	2047-2051	235	-	265
	<u>50,000</u>	<u>50,000</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		
2022 SERIES B BONDS (M/F)							
2022 Series B (Federally Taxable)							
Serial Bonds	40,000	40,000	1.50% -2.58%	2025-2032	2,780	-	6,440
Term Bonds	<u>10,000</u>	<u>10,000</u>	2.98%	2033-2036	2,395	-	2,610
	<u>50,000</u>	<u>50,000</u>					
2022 SERIES C BONDS (MF)							
2022 Series C (AMT)							
Term Bonds	<u>69,865</u>	<u>69,865</u>	Variable - 4.12%	2041-2051	1,280	-	12,230
	<u>69,865</u>	<u>69,865</u>					
2022 SERIES D BONDS (S/F)							
2022 Series D (Non-AMT)							
Serial Bonds	14,000	14,000	1.80% - 3.80%	2023-2034	715	-	2,840
Term Bonds	5,520	5,520	3.88%	2035-2037	1,750	-	1,930
Term Bonds	16,975	16,975	4.00%	2038-2042	2,070	-	6,555
Term Bonds	2,450	2,450	4.13%	2043-2047	450	-	525
Term Bonds	<u>10,300</u>	<u>10,215</u>	5.00%	2049-2052	660	-	3,965
	<u>49,245</u>	<u>49,160</u>					
2022 SERIES E BONDS (S/F)							
2022 Series E (Non-AMT)							
Serial Bonds	11,935	11,935	1.70% - 3.88%	2023-2034	515	-	1,320
Term Bonds	4,400	4,400	4.00%	2035-2037	1,395	-	1,540
Term Bonds	11,925	11,925	4.15%	2038-2042	2,145	-	2,630
Term Bonds	15,325	15,325	4.25%	2043-2047	2,775	-	3,340
Term Bonds	<u>10,595</u>	<u>10,595</u>	5.00%	2050-2052	1,775	-	5,685
	<u>54,180</u>	<u>54,180</u>					
2022 SERIES F BONDS (M/F)							
2022 Series F (Non-AMT)							
Serial Bonds	24,000	24,000	3.10% - 3.40%	2025-2027		8,000	
Term Bonds	16,000	16,000	4.85%	2038-2042	3,010	-	3,410
Term Bonds	<u>20,000</u>	<u>20,000</u>	4.95%	2043-2047	3,765	-	4,245
	<u>60,000</u>	<u>60,000</u>					
2022 SERIES G BONDS (S/F)							
2022 Series G-1 (Non-AMT)							
Serial Bonds	7,000	7,000	3.45% - 4.10%	2025-2029	1,000	-	3,000
Term Bonds	8,000	8,000	5.15%	2038-2042	1,425	-	1,785
Term Bonds	9,000	9,000	5.30%	2043-2047	1,605	-	2,005
Term Bonds	12,000	12,000	5.40%	2048-2052	2,160	-	2,590
2022 Series G-2 (Non-AMT)							
Term Bonds	<u>24,000</u>	<u>24,000</u>	4.21%	2033-2037	4,410	-	5,205
	<u>60,000</u>	<u>60,000</u>					
2023 SERIES A BONDS (S/F)							
2023 Series A (Non-AMT)							
Serial Bonds	7,670	7,670	2.70% - 3.75%	2024-2034	410	-	1,010
Term Bonds	5,135	5,135	4.15%	2035-2038	1,175	-	1,390
Term Bonds	5,085	5,085	4.40%	2039-2043	905	-	1,130
Term Bonds	12,350	12,350	4.60%	2044-2048	2,200	-	2,755
Term Bonds	<u>9,760</u>	<u>9,760</u>	4.70%	2049-2053	1,580	-	2,850
	<u>40,000</u>	<u>40,000</u>					
2023 SERIES B BONDS (S/F)							
2023 Series B (Non-AMT)							
Term Bonds	<u>75,000</u>	<u>75,000</u>	3.13%	2054	1,450	-	4,450
	<u>75,000</u>	<u>75,000</u>					
2023 SERIES C BONDS (M/F)							
2023 Series C (Non-AMT)							
Serial Bonds	18,790	18,790	2.80% - 3.10%	2025-2028	1,120	-	10,145
Term Bonds	4,025	4,025	4.45%	2039-2043	740	-	875
Term Bonds	14,310	14,310	4.70%	2044-2048	2,610	-	3,125
Term Bonds	<u>20,235</u>	<u>20,235</u>	4.80%	2049-2053	3,680	-	4,430
	<u>57,360</u>	<u>57,360</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		
2023 SERIES D BONDS (S/F)							
2023 Series D (Non-AMT)							
Serial Bonds	7,875	7,875	3.20% - 4.05%	2026-2035	605	-	1,005
Term Bonds	4,945	4,945	4.15%	2036-2038	1,560	-	1,740
Term Bonds	8,150	8,150	4.50%	2039-2043	1,450	-	1,815
Term Bonds	8,125	8,125	4.65%	2044-2048	1,445	-	1,810
Term Bonds	<u>15,905</u>	<u>15,905</u>	4.70%	2049-2053	2,800	-	3,665
	<u>45,000</u>	<u>45,000</u>					
		1,891,685					
Plus: Net Unamortized Bond Discount		<u>(1,169)</u>					
Total Mortgage Purchase Fund	<u>2,455,255</u>	<u>1,890,516</u>					
Total Proprietary Funds	<u>\$2,455,255</u>	<u>\$1,890,516</u>					
GOVERNMENTAL FUNDS							
MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND							
2021 Series 1 (Non-AMT)							
Serial Bonds	<u>\$15,020</u>	<u>\$15,020</u>	5.00%	2034-2037	3,265	-	4,110
2021 Series 2 (Taxable)							
Serial Bonds	<u>38,930</u>	<u>32,465</u>	0.70% - 2.42%	2024-2034	295	-	3,480
		47,485					
Plus: Net Unamortized Bond Premium		<u>3,596</u>					
Total Maine Energy, Housing & Recovery Fund Group	<u>53,950</u>	<u>51,081</u>					
Total Governmental Funds	<u>\$53,950</u>	<u>\$51,081</u>					

The following table summarizes bond debt activity for the period ended September 30, 2023:

Fund	Outstanding at December 31, 2022	Issues	Retirement	Outstanding at September 30, 2023
Mortgage Purchase Fund	\$1,674,325	\$217,360	\$0	\$1,891,685
Maine Energy, Housing & Economic Recovery Fund	<u>50,505</u>	<u>0</u>	<u>(3,020)</u>	<u>47,485</u>
Total	<u>\$1,724,830</u>	<u>\$217,360</u>	<u>(\$3,020)</u>	<u>\$1,939,170</u>

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, 2023 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 2027 and in five-year increments thereafter to maturity:

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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
2023	\$52,060	\$27,044	\$0	\$4,471	(\$4,495)	\$0	\$641
2024	58,175	52,328	0	9,441	(5,485)	3,035	1,272
2025	68,455	51,405	0	9,434	(5,468)	3,055	1,247
2026	74,155	50,061	0	9,437	(5,330)	3,085	1,214
2027	72,490	48,480	0	9,437	(4,173)	3,120	1,174
2028-2032	298,035	216,986	11,880	46,516	(18,967)	16,395	5,031
2033-2037	291,850	174,139	40,665	42,646	(4,682)	18,795	2,372
2038-2042	286,896	127,190	8,814	35,981	0	0	0
2043-2047	265,075	76,574	57,310	32,124	0	0	0
2048-2052	192,844	30,439	88,941	10,329	0	0	0
2053-2057	24,040	1,188	0	0	0	0	0
Total	<u>\$1,684,075</u>	<u>\$855,834</u>	<u>\$207,610</u>	<u>\$209,816</u>	<u>(\$48,600)</u>	<u>\$47,485</u>	<u>\$12,951</u>

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 be redeemed in excess of the annual maturities.

Notes Payable

At September 30, 2023, MaineHousing has a \$13,787 note payable to TD Bank, N.A. at a fixed rate of 3.20%, maturing November 1, 2033. The note, which is recorded in the General Administrative Fund, has principal and interest payments due monthly based on a 20-year amortization schedule.

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 \$2,523 non-negotiable certificate of deposit held with the lender.

The following table provides a summary of note payment requirements through 2027 and in five-year increments thereafter to maturity:

Year(s)	Principal	Interest	Total
2023	\$162	\$110	\$272
2024	655	434	1,089
2025	678	411	1,089
2026	700	389	1,089
2027	723	366	1,089
2028-2032	3,988	1,455	5,443
2033	<u>6,881</u>	<u>210</u>	<u>7,091</u>
Total	<u>\$13,787</u>	<u>\$3,375</u>	<u>\$17,162</u>

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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, \$1,891,685 was outstanding at September 30, 2023.

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 \$26,445 outstanding at September 30, 2023. The debt does not constitute a liability or a pledge of faith and credit of MaineHousing and is not reported in the accompanying financial statements.

(7.) INTEREST RATE SWAP AGREEMENTS

MaineHousing has thirteen interest rate swap agreements (swaps) with four counterparties as of September 30, 2023. 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, ninety-day or one hundred eighty-day Secure Overnight Financing Rate (SOFR).

The swaps have an aggregate positive fair value of \$26,758 at September 30, 2023. During the first nine months of 2023, the fair value of the swaps increased by \$8,198. 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, 2023 by using the regression analysis and synthetic instrument methods. The aggregate fair value is classified as a derivative instrument asset and a deferred inflow of resources, which represents the accumulated increase in fair value. Variable rate bonds outstanding at September 30, 2023 total \$282,865.

The following table contains the terms, fair values, and credit ratings of the swaps as of September 30, 2023. 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.

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Related Debt Issuance	Current Notional Amount	Effective Date of Swap	Fixed Rate Paid	Variable Rate Received	Fair Value	Swap Termination Date	Counterparty Credit Rating
2015 Series E-3	\$5,000	11/15/2016	1.15%	70% of 30 day SOFR plus .8014%	\$285	11/15/2025	Aa1/AA-
2015 Series E-3	5,000	11/15/2019	1.40%	70% of 30 day SOFR plus .8014%	500	11/15/2029	Aa3/A+
2015 Series E-3	20,000	5/15/2021	1.46%	67% of 30 day SOFR plus .0767%	2,142	11/15/2032	A1/A+
2016 Series B-2	8,000	5/15/2017	1.61%	70% of 30 day SOFR plus .8014%	884	11/15/2031 ₁	Aa1/AA-
2016 Series B-2	20,000	11/15/2017	1.66%	70% of 30 day SOFR plus .8014%	2,158	11/15/2031 ₁	Aa1/AA-
2017 Series E	25,000	11/15/2021	1.69%	100% of 30 day SOFR plus .11448%	5,705	11/15/2032	Aa3/A+
2017 Series G-1	25,000	11/15/2019	1.90%	100% of 30 day SOFR plus .11448%	2,434	11/15/2026	A1/A+
2017 Series G-1	30,000	11/15/2020	0.88%	100% of 90 day SOFR plus .26161%	10,609	11/15/2035	A1/A+
2022 Series C	19,610	2/1/2006	3.59%	65% of 30 day SOFR plus .27441%	(876)	11/15/2037	Aa2/A+
2022 Series C	10,000	11/15/2019	1.87%	75% of 30 day SOFR plus 0.54086%	716	11/15/2026	Aa3/A+
2022 Series C	12,500	11/15/2018	2.57%	70% of 30 day SOFR plus 0.53014%	669	11/15/2028	Aa3/A+
2022 Series C	12,500	11/15/2018	2.59%	70% of 30 day SOFR plus 0.53014%	1,039	11/15/2033	Aa3/A+
2022 Series C	15,000	8/1/2023	2.70%	72% of 180 day SOFR	493	11/15/2033	Aa3/A+
Totals	<u>\$207,610</u>				<u>\$26,758</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.

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 were met as of September 30, 2023. MaineHousing is not exposed to credit risk for the swaps that have negative fair values. At September 30, 2023, there are twelve swaps that have positive fair values totaling \$27,634. This amount represents MaineHousing’s credit exposure to the related counterparties and the maximum loss that would be recognized at the reporting date if the counterparty failed to perform as contracted. Fair value is only a factor upon termination.

Basis Risk – MaineHousing is exposed to basis risk to the extent that the interest payments on its variable rate bonds do not match the variable rate payments received on the related swap agreements. The variable rate payments provided by the counterparties are based on SOFR and MaineHousing’s variable rate bonds are expected to track with the Securities Industry and Financial Markets Association Municipal Swap Index (SIFMA). MaineHousing’s variable rate bonds are adjusted weekly. The SOFR rates are adjusted on a monthly basis, except for 2017 Series G-1, which is adjusted on a quarterly basis and 2022-C, which is adjusted on a semi-annual basis. If the variable rate bonds trade at a value significantly different than their historical relationship to SOFR, the net cost to MaineHousing could increase or decrease. As of September 30, 2023, the thirty day, ninety day and one hundred eighty day SOFR rates were 5.32%, 5.27% and 5.17% respectively and the SIFMA rate was 3.98%.

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.

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(8.) 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 3.1% 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 7.4% of annual salary. The employer match contribution is made to the 401(a) plan.

For the period ended September 30, 2023, employee contributions totaled \$611 and MaineHousing contributed and recognized expense of \$499. 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.

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 1.52%.

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 law or by the MainePERS Board of Trustees. Employers' contributions are determined by actuarial valuations. As of September 30, 2023, the established MainePERS employer contribution rate is 10.2% and employee contribution rates are 7.70% for participants with a normal retirement age of 60 and 6.95% for participants with a normal retirement age of 65. MaineHousing pays on behalf of its employees 0.30% of the MainePERS employee contribution rate. If a participant retires and is subsequently re-employed in a position covered by the plan, the employer contribution rate is 5%. Total employer contributions were \$452 for the period ended September 30, 2023.

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Actuarial Methods and Assumptions

The collective total pension liability was determined by an actuarial valuation as of June 30, 2022, 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.

Actuarial Assumptions: The actuarial valuation as of June 30, 2022 and June 30, 2021 used the following actuarial assumptions:

Investment Rate of Return – 6.50% per annum, compounded annually.

Inflation Rate – 2.75%.

Annual Salary Increases, Including Inflation – 2.75% to 11.48%.

Cost of Living Benefit Increases – 1.91%

Mortality Rates – 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table for males and females, projected generationally using RPEC_2020 model.

The actuarial and demographic assumptions used in the June 30, 2022 valuations were based on the results of an actuarial experience study covering the period July 1, 2015 through June 30, 2020. The actuarial and demographic assumptions used in the June 30, 2021 actuarial valuations were based on the results of an actuarial experience study for the period of June 30, 2016 to June 30, 2020. The economic assumptions are based on this experience study along with advice of the MainePERS investment consultants for June 30, 2022 and June 30, 2021.

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, 2022 are summarized in the following table:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Public Equities	30.0%	6.0%
US Government	10.0%	2.3%
Private Equity	12.5%	7.6%
Real Estate	10.0%	5.2%
Infrastructure	10.0%	5.3%
Natural Resources	5.0%	5.0%
Traditional Credit	5.0%	3.2%
Alternative Credit	10.0%	7.4%
Risk Diversifiers	7.5%	5.9%

Discount Rate: The discount rate used to measure the collective total pension liability was 6.50%. 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, 2023, MaineHousing has a liability of \$1,780 for its proportionate share of the total collective net pension liability. The net pension liability was measured as of June 30, 2022 and the total collective pension liability used to calculate the proportionate share of 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, 2021 through June 30, 2022, relative to the total employer contributions received from all participating entities. MaineHousing's proportion was 0.669532% at September 30, 2023. The proportion was 0.674986% at December 31, 2021.

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 6.50%, as well as what MaineHousing's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

1% Decrease	Current Discount Rate	1% Increase
<u>@ 5.50%</u>	<u>@ 6.50%</u>	<u>@ 7.50%</u>
\$5,258	\$1,780	(\$1,095)

Changes in net pension liability are recognized in pension expense for the period ended September 30, 2023 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 2022 and 2021 valuation, this was three years.

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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, 2022 valuation were based on the results of an actuarial experience study for the period of July 1, 2015 through June 30, 2020. 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, 2023, MaineHousing recognized pension expense of \$452 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	\$331	\$0
Employer contributions subsequent to the measurement date	267	0
Net difference between projected and actual earnings on pension plan investments	0	747
Changes in proportion and differences between employer contributions and proportionate share of contributions	0	51
Changes of assumptions	361	0
Total	\$959	\$798

Amounts reported as deferred outflows of resources related to pensions for MaineHousing’s contributions subsequent to the measurement date will be recognized as an addition to the Net Pension Liability for the period ended September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense (benefit) through December 31, 2026 as follows:

Year ended	Pension Expense (Benefit)
December 31:	Amount
2023	\$179
2024	(\$171)
2025	(\$464)
2026	\$350

Payables to the Pension Plan: At September 30, 2023, MaineHousing’s total payable to MainePERS for unremitted contributions is \$17.

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.maineopers.org

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(9.) 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:

2021 Series D (S/F)	\$7,302
2022 Series A (M/F)	1,822
2022 Series B (M/F)	13,483
2022 Series E (S/F)	3,948
2022 Series F (M/F)	19,676
2022 Series G (S/F)	38,616
2023 Series B (S/F)	72,030
2023 Series C (M/F)	47,422
2023 Series D (S/F)	21,394
	\$225,693

MAINE ENERGY, HOUSING AND ECONOMIC RECOVERY FUND

Bond proceeds in the amount of \$28,593 from the 2021 Series 2 are invested in accordance with the Maine Energy, Housing and Recovery General Indenture and are available for programs.

(10.) 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, 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, 2023, MaineHousing had outstanding commitments to originate multi-family mortgage loans of approximately \$406,471. MaineHousing, under its single-family program, enters into purchase agreements with lenders to purchase mortgage loans. At September 30, 2023, single-family loans being processed by lenders for MaineHousing totaled approximately \$86,565.

(11.) 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, 2023 was \$143,880. 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, 2023 was \$160,645.

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, 2023, 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 \$167,806.

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MAINE ENERGY, HOUSING & ECONOMIC RECOVERY FUND – RESERVE FUND
 MaineHousing is not required to maintain a Reserve Fund for outstanding bonds.

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. As of September 30, 2023, the maximum debt service amount was \$4,319.

(12.) 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, 2023, 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, 2023.

(13.) 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, 2023 consisted of the following:

	General Administrative Fund	HOME Fund	Section 8 Housing Programs	Low Income Home Energy Assistance Program	Other Federal and State Programs	Maine Energy, Housing & Economic Recovery Program
Capital Assets	\$156	\$0	\$0	(\$73)	(\$83)	\$0
Program Subsidies	0	(416)	0	0	(1,538)	1,954
Program Administrative Fees	628	0	(628)	0	0	0
	<u>\$784</u>	<u>(\$416)</u>	<u>(\$628)</u>	<u>(\$73)</u>	<u>(\$1,621)</u>	<u>\$1,954</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, 2023 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	Emergency Rental Assistance Programs	Maine Energy, Housing & Economic Recovery Program	Other Federal and State Programs
Receivable due from:									
Mortgage Purchase Fund	\$0	\$0	\$2,787	\$0	\$0	\$0	\$0	\$0	\$0
General Administrative Fund	0	0	0	16,339	185	0	6,130	4,403	5,795
Other Federal And State Programs	0	0	1,583	883	89	0	0	0	0
Collectively, all other funds	0	0	23	0	0	0	0	0	0
	<u>0</u>	<u>0</u>	<u>4,393</u>	<u>17,222</u>	<u>274</u>	<u>0</u>	<u>6,130</u>	<u>4,403</u>	<u>5,795</u>
Payables	(2,787)	(23)	(32,852)	(89)	0	(1,583)	0	0	(883)
	<u>(\$2,787)</u>	<u>(\$23)</u>	<u>(\$28,459)</u>	<u>\$17,133</u>	<u>\$274</u>	<u>(\$1,583)</u>	<u>\$6,130</u>	<u>\$4,403</u>	<u>\$4,912</u>

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The receivable amounts of the General Administrative Fund consist primarily of operating expenses owed from the Mortgage Purchase Fund and Low Income Home Energy Assistance Program. The General Administrative Fund payable amounts consist primarily of program funds received and due to the HOME Fund, Emergency Rental Assistance Programs, Maine Energy, Housing & Economic Recovery Program, and Other Federal and State Programs. The receivable amount of the HOME fund includes advancements for program expenditures owed from Other Federal and State Programs.

(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, 2023, MaineHousing issued and redeemed bonds. The following is a summary of subsequent event transactions.

On October 5, 2023, MaineHousing issued, at par, \$90,000 of bonds in the General Mortgage Purchase Bond Resolution as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Issued Price</u>
2023 Series E Serial Bonds	3.50%-3.75%	2025-2028	\$40,000	100%
2023 Series E Term Bonds	4.45%	2038	5,000	100%
2023 Series E Term Bonds	4.75%	2043	15,000	100%
2023 Series E Term Bonds	4.88%	2048	15,000	100%
2023 Series E Term Bonds	4.90%	2053	15,000	100%
			<u>\$90,000</u>	

On November 10, 2023, MaineHousing will redeem, at par, \$26,700 of bonds in the General Mortgage Purchase Bond Resolution as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2013 Series B Serial Bonds	2.70%	11/15/2023	\$1,775	100%
2014 Series C-1 Serial Bonds	3.00%	11/15/2023	3,105	100%
2015 Series B Serial Bonds	2.30%	11/15/2023	1,115	100%
2015 Series E-1 Serial Bonds	3.10%	11/15/2023	2,580	100%
2015 Series F-2 Serial Bonds	2.35%	11/15/2023	500	100%
2015 Series G Serial Bonds	2.35%	11/15/2023	675	100%
2016 Series A Serial Bonds	1.95%	11/15/2023	770	100%
2016 Series B-1 Serial Bonds	1.90%	11/15/2023	2,045	100%
2016 Series C Serial Bonds	1.75%	11/15/2023	3,475	100%
2016 Series D Serial Bonds	2.24%	11/15/2023	825	100%
2016 Series E Serial Bonds	2.45%	11/15/2023	690	100%
2017 Series B Serial Bonds	1.90%	11/15/2023	710	100%
2017 Series D-1 Serial Bonds	1.90%	11/15/2023	1,000	100%
2017 Series F Serial Bonds	1.75%	11/15/2023	1,330	100%

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	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2018 Series A Serial Bonds	2.40%	11/15/2023	1,135	100%
2018 Series B Serial Bonds	2.40%	11/15/2023	1,170	100%
2018 Series C Serial Bonds	2.25%	11/15/2023	1,920	100%
2018 Series F Serial Bonds	2.65%	11/15/2023	405	100%
2019 Series B Serial Bonds	1.85%	11/15/2023	1,475	100%
			<u>\$26,700</u>	

On October 27, 2023, MaineHousing committed to redeem, at par, \$25,400 of bonds in the General Mortgage Purchase Bond Resolution on December 11, 2023 as follows:

	<u>Interest Rate</u>	<u>Maturity</u>	<u>Amount</u>	<u>Redemption Price</u>
2014 Series C-1 Term Bonds	3.50%	11/15/2044	\$1,395	100%
2015 Series B Term Bonds	3.50%	11/15/2040	490	100%
2015 Series D Term Bonds	4.00%	11/15/2045	725	100%
2015 Series E-1 Term Bonds	3.50%	11/15/2035	2,315	100%
2015 Series G Term Bonds	3.50%	11/15/2045	690	100%
2016 Series A Term Bonds	4.00%	11/15/2045	875	100%
2016 Series B-1 Term Bonds	3.50%	11/15/2046	1,805	100%
2016 Series C Term Bonds	3.50%	11/15/2046	1,060	100%
2016 Series E Term Bonds	4.00%	11/15/2046	1,005	100%
2017 Series A Term Bonds	4.00%	11/15/2047	880	100%
2017 Series B Term Bonds	4.00%	11/15/2047	975	100%
2017 Series F Term Bonds	3.50%	11/15/2047	1,510	100%
2018 Series C Term Bonds	4.00%	11/15/2048	1,485	100%
2018 Series F Term Bonds	4.25%	11/15/2048	1,460	100%
2019 Series A Term Bonds	4.00%	11/15/2049	1,345	100%
2019 Series C Term Bonds	4.00%	11/15/2050	1,405	100%
2019 Series E Term Bonds	3.75%	11/15/2049	1,055	100%
2020 Series A Term Bonds	3.75%	11/15/2049	1,085	100%
2020 Series C Term Bonds	4.00%	11/15/2050	1,795	100%
2021 Series D Term Bonds	3.00%	11/15/2051	840	100%
2022 Series D Term Bonds	5.00%	11/15/2052	695	100%
2022 Series E Term Bonds	5.00%	11/15/2052	510	100%
			<u>\$25,400</u>	