MOODY'S RATINGS

Rating Action: Moody's Ratings assigns Aa1 to Maine Municipal Bond Bank GOs; outlook stable

23 Sep 2025

New York, September 23, 2025 -- Moody's Ratings (Moody's) has assigned a Aa1 rating to Maine Municipal Bond Bank's expected $56.7 million 2025 Series B Bonds. We maintain the Aa1 rating on the bond bank's approximately $1 billion of outstanding debt. The outlook is stable.

RATINGS RATIONALE

The Aa1 rating reflects the average credit quality of the underlying pool participants that are enhanced by the Maine State Aid Intercept Program (Aa3 stable), a very large and diverse portfolio of participants, and moderate debt structure with overfunded reserves. The rating also incorporates the strong management of the bank that includes a five-member board with the State of Maine's (Aa1 stable) Treasurer as an ex-officio director.

RATING OUTLOOK

The stable outlook reflects our view that strong management will continue to soundly manage operations and participant monitoring.

FACTORS THAT COULD LEAD TO AN UPGRADE OF THE RATING

- Significant improvement in credit quality of the participant pool

- Improvement in the State of Maine's general obligation rating

- Improvement in the state aid intercept rating

FACTORS THAT COULD LEAD TO A DOWNGRADE OF THE RATING

- Deterioration of the size, diversity, or credit quality of the participant pool

- Material reduction in discretionary reserves

PROFILE

The Maine Municipal Bond Bank was created in 1973 and is authorized to issue bonds in order to provide loans to counties, cities, towns, school districts, and quasi-municipal corporations located within the state of Maine.

METHODOLOGY

The principal methodology used in these ratings was Public Sector Pool Programs and Financings published in August 2024 and available at https://ratings.moodys.com/rmc-documents/426425. Alternatively, please see the Rating Methodologies page on https://ratings.moodys.com for a copy of this methodology.

REGULATORY DISCLOSURES

For further specification of Moody's key rating assumptions and sensitivity analysis, see the sections Methodology Assumptions and Sensitivity to Assumptions in the disclosure form. Moody's Rating Symbols and Definitions can be found on https://ratings.moodys.com/rating-definitions.

For any affected securities or rated entities receiving direct credit support/credit substitution from another entity or entities subject to a credit rating action (the supporting entity), and whose ratings may change as a result of a credit rating action as to the supporting entity, the associated regulatory disclosures will relate to the supporting entity. Exceptions to this approach may be applicable in certain jurisdictions.

For ratings issued on a program, series, category/class of debt or security, certain regulatory disclosures applicable to each rating of a subsequently issued bond or note of the same series, category/class of debt, or security, or pursuant to a program for which the ratings are derived exclusively from existing ratings, in accordance with Moody's rating practices, can be found in the most recent Credit Rating Announcement related to the same class of Credit Rating.

For provisional ratings, the Credit Rating Announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating.

Moody's does not always publish a separate Credit Rating Announcement for each Credit Rating assigned in the Anticipated Ratings Process or Subsequent Ratings Process.

Regulatory disclosures contained in this press release apply to the credit rating and, if applicable, the related rating outlook or rating review.

Please see https://ratings.moodys.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

Please see the issuer/deal page on https://ratings.moodys.com for additional regulatory disclosures for each credit rating.

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