



BOISE STATE UNIVERSITY

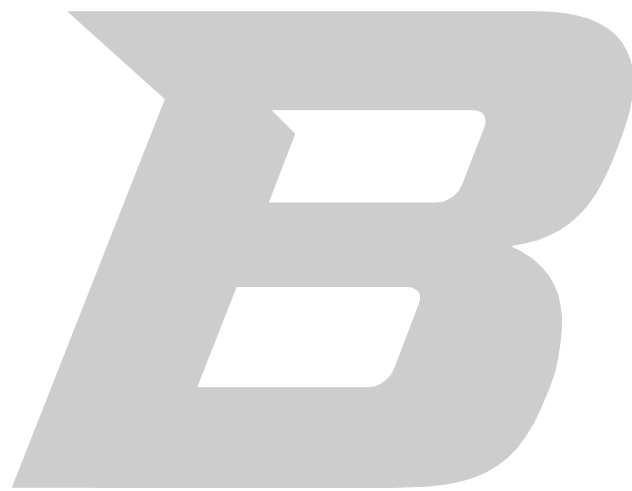


**REPORT OF
INDEPENDENT AUDITORS
AND FINANCIAL STATEMENTS
JUNE 30, 2015 AND 2014
INCLUDING SINGLE AUDIT REPORTS
FOR THE YEAR ENDED JUNE 30, 2015**



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REPORT OF INDEPENDENT AUDITORS

Idaho State Board of Education
Boise State University
Boise, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of Boise State University (the University) and its discretely presented component unit, Boise State University Foundation, Inc. (the Foundation), as of and for the years ended June 30, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We did not audit the financial statements of the Foundation, which represents the entirety of the University's discretely presented component unit as described in Note 14. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for that component unit, are based solely on the report of other auditors. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Boise State University Foundation, Inc. were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



Opinions

In our opinion, based on our audits and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of Boise State University and its discretely presented component unit, as of June 30, 2015 and 2014, and the changes in financial position and, where applicable, cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis listed in the table of contents and certain information in Note 11, *Pension Plans* and Note 12, *Postemployment Benefits Other Than Pensions*, labeled as "required supplementary information" be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. The schedule of expenditures of federal awards as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations are presented for purposes of additional analysis and are not a required part of the basic financial statements.

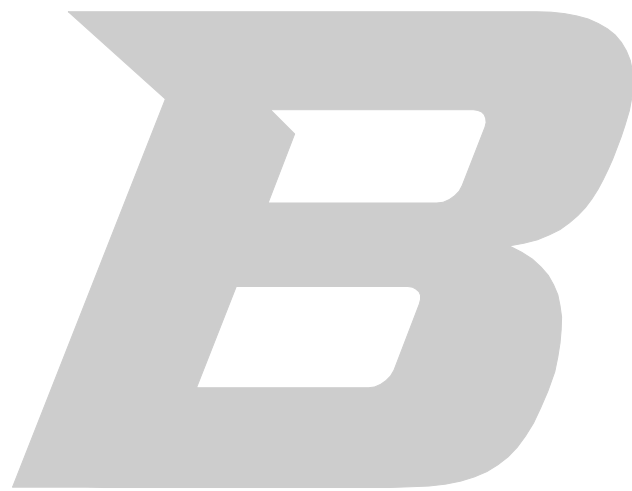
The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2015 on our consideration of Boise State University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Boise State University's internal control over financial reporting and compliance.

A handwritten signature in dark ink that reads "Moss Adams LLP".

Eugene, Oregon
September 28, 2015



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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2015

The following management's discussion and analysis (MD&A) provides an overview of Boise State University's financial performance based on currently known facts, data and conditions, and is designed to assist readers in understanding the accompanying financial statements.

The financial statements encompass the University and its discretely presented component unit; however, the MD&A focuses only on the University. Information relating to the component unit can be found in their separately issued financial statements. The University's financial report includes three basic financial statements: the Statements of Net Position; the Statements of Revenues, Expenses, and Changes in Net Position; and the Statements of Cash Flows.

Boise State University (the "University") is a publicly supported, multi-disciplinary institution of higher education recognized by the Carnegie Foundation for outreach and community engagement. The University has the largest student enrollment of any university in Idaho, with an official enrollment of 22,259 for the fall semester of fiscal year 2015 (Fall 2014) as compared to 22,003 for fiscal year 2014 (Fall 2013).

The main campus is located in Boise, Idaho with convenient access to the governmental institutions and commercial and cultural amenities located in the capital city. The Boise City-Nampa metropolitan area has an estimated population of 650,000. Approximately 4,855 faculty and staff (including 1,482 student employees) were employed as of June 30, 2015. The University administers baccalaureate, masters, and doctoral programs through eight colleges - Arts and Sciences, Business and Economics, Education, Engineering, Graduate Studies, Health Sciences, Innovation and Design, and Public Service. The University offers over 84 distinct graduate curricula leading to masters' degrees. Nine doctoral curriculums include programs in the colleges of Arts and Sciences, Education, Engineering, and Health Sciences. Nearly 4,000 students were eligible to earn degrees and certificates from Boise State University this academic year, representing a record number of graduates for an Idaho public university. Full accreditation has been awarded by the Northwest Commission on Colleges and Universities through 2018, and a number of the University's academic programs have also obtained specialized accreditation. The University is home to 35 research centers and institutes, including the Center for Health Policy, the Public Policy Research Center, the Raptor Research Center, and the Center for Multicultural Educational Opportunities. These centers are conducting and fostering research and initiatives within and across colleges and in partnership with community and industry. Student athletes compete in NCAA intercollegiate athletics at the Division I-A level on 18 men's and women's teams in 12 sports. The University also hosts National Public Radio, Public Radio International, and American Public Radio on the Boise State Radio Network, which broadcasts in southern Idaho, western Oregon and northern Nevada on a network of 18 stations and translators.



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Overview of the Financial Statements and Financial Analysis

The financial statements for fiscal years ended June 30, 2015 and June 30, 2014 are prepared in accordance with Governmental Accounting Standards Board (“GASB”) principles. There are three financial statements presented: the Statements of Net Position; the Statements of Revenues, Expenses, and Changes in Net Position; and the Statements of Cash Flows. The Boise State University Foundation, Inc. (the “Foundation”) is a legally separate, tax-exempt entity, and is discretely presented for the fiscal years ended June 30, 2015 and 2014. The Foundation reports financial information according to Financial Accounting Standards Board (“FASB”) reporting standards. The University presents component unit financial information on pages immediately following the statements of the University. Financial statements of the Foundation may be obtained from the Vice President for Finance and Administration at the University.





BOISE STATE UNIVERSITY

Statements of Net Position

The statements of net position include all assets, deferred outflows, liabilities, and deferred inflows of the University. Assets, deferred outflows, liabilities, and deferred inflows are reported at their book value, on an accrual basis, as of the statement date. This statement also identifies major categories of the net position of the University as net investment in capital assets, restricted, expendable, and unrestricted. The first category, net investment in capital assets, reflects the University's equity in capital assets. The second net position category, restricted, expendable, is available for expenditure by the University for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets. The final category is unrestricted net position. Unrestricted net position provides the amount of equity in assets available to the University for any lawful purpose of the institution.

Summary Statements of Net Position As of June 30 (Dollars in Thousands)			
	2015	2014	2013
ASSETS:			
Current assets	\$ 145,133	\$ 141,625	\$ 148,024
Capital assets, net	492,805	501,928	507,899
Other assets	39,167	28,201	29,522
Total assets	<u>677,105</u>	<u>671,754</u>	<u>685,445</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>8,696</u>	<u>3,659</u>	<u>4,500</u>
Total assets and deferred outflows of resources	<u>\$ 685,801</u>	<u>\$ 675,413</u>	<u>\$ 689,945</u>
LIABILITIES:			
Current liabilities	\$ 59,082	\$ 52,357	\$ 59,445
Non-current liabilities	236,167	236,125	244,557
Total liabilities	<u>295,249</u>	<u>288,482</u>	<u>304,002</u>
DEFERRED INFLOWS OF RESOURCES	<u>10,773</u>	<u>1,604</u>	<u>2,514</u>
NET POSITION:			
Net investment in capital assets	271,499	271,585	267,277
Restricted, expendable	14,641	14,344	14,511
Unrestricted	93,639	99,398	101,641
Total net position	<u>379,779</u>	<u>385,327</u>	<u>383,429</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 685,801</u>	<u>\$ 675,413</u>	<u>\$ 689,945</u>



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The University's total assets and deferred outflows of resources increased during fiscal year 2015 by \$10,388,521 from \$675,412,601 as of June 30, 2014 to \$685,801,122 as of June 30, 2015. The increase is attributable to an increase of assets of \$5.4 million and an increase of deferred outflows of resources of \$5 million. The asset increase is driven by investments and is offset by a decrease in capital assets, net. While capital assets continued to grow as the University converted unrestricted reserves and gifts into ongoing construction works-in-progress, the change in accumulated depreciation exceeded the growth in capital assets resulting in a net decrease of \$9 million. The increase seen in deferred outflows of resources consists of an increase of \$3.6 million of deferred outflows related to pensions as a result of implementing GASB 68 and \$1.4 million increase related to the Series 2015 bond refunding.

The University's total liabilities increased during fiscal year 2015 by \$6,767,390 from \$288,481,798 as of June 30, 2014 to \$295,249,188 as of June 30, 2015. The increase is driven by a \$7 million increase in net pension liability, and a \$6.7 million increase in current liabilities that is primarily related to amounts payable to promoters which is offset by a \$6.9 million decrease in bonds payable resulting from a combination of the Series 2015 refunding bond issuance and debt service payments.

Total deferred inflows of resources increased during fiscal year 2015 by \$9,169,173 from \$1,603,905 as of June 30, 2014 to \$10,773,078 as of June 30, 2015. Grants received in advance decreased by approximately \$600 thousand, while deferred inflows related to pensions increased by approximately \$9.7 million.

Total net position decreased during fiscal year 2015 by \$5,548,042 from \$385,326,898 as of June 30, 2014 to \$379,778,856 as of June 30, 2015. Net investment in capital assets decreased \$85,309 and restricted expendable net position increased \$296,057 while unrestricted net position decreased \$5,758,790. The change in unrestricted net position is primarily related to the cumulative effect of implementing GASB 68 (Accounting and Financial Reporting for Pensions) of \$15.5 million offset by the current year operational increase in net position of \$10 million. With the implementation of GASB 68, Accounting and Financial Reporting for Pensions, the University could see dramatic swings in unrestricted net position depending on the market value of assets in the pension trust as compared to the State of Idaho's total pension liability. The University utilizes unrestricted reserves to support debt loads and to fund maintenance and growth initiatives as state funding is not expected to return to the levels of prior years.



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Statements of Revenues, Expenses, and Changes in Net Position

Changes in total net position, as presented on the statements of net position, are based on the activity presented in the statements of revenues, expenses, and changes in net position. The purpose of the statement is to present the revenues (operating and non-operating) received, the expenses (operating and non-operating) paid, and any other revenues, expenses, gains and losses received or spent by the University. A publicly supported university will normally reflect a net operating loss because state general fund appropriations are not reported as operating revenues. Generally speaking, operating revenues are generated by providing services to the various customers, students, and constituencies of the University. Operating expenses are those expenses paid to acquire or produce the services provided in return for operating revenues and to carry out the functions of the University. Non-operating revenues are revenues received for which services are not provided. For example, state general funds are non-operating because the Idaho State Legislative process provides them to the University without the Legislature directly receiving services in exchange for those revenues.

Summary Statements of Revenues, Expenses, and Changes in Net Position Fiscal Years Ended June 30 (Dollars in Thousands)			
	2015	2014	2013
Operating revenues	\$ 219,193	\$ 207,698	\$ 209,281
Operating expenses	341,023	330,278	319,372
Operating loss	(121,830)	(122,580)	(110,091)
Non-operating revenues and expenses	124,693	120,622	124,601
Income (loss) before other revenues, expenses, gains or losses	2,863	(1,958)	14,510
Other revenues and expenses	7,091	3,855	26,551
Increase in net position	\$ 9,954	\$ 1,897	\$ 41,061
Net position—Beginning of year (previously reported)	\$ 385,327	\$ 383,430	342,369
Cumulative Effect of Implementing GASB 68	(15,502)	-	-
Net position—Beginning of year (as adjusted)	369,825	383,430	342,369
Increase in net position	9,954	1,897	41,061
Net position—End of year	\$ 379,779	\$ 385,327	\$ 383,430

Historically, in accordance with generally accepted accounting principles effective through fiscal year 2014, the University recorded pension expense equal to the amount funded as required by Idaho Code. Under this method, accounting standards did not recognize a net pension liability in the Statement of Net Position. This treatment ignored the impact of an under-funded plan on the institution's future obligations. The University implemented GASB "Accounting for Financial Reporting for Pensions – An Amendment of GASB Statement No. 27" in fiscal year 2015. GASB 68 addresses the gap between public retirement benefit obligations and the funds set aside to pay these obligations. As a result, the University recorded a net pension liability as of June 30, 2015 of \$7,104,041 representing its proportional share of Idaho's statewide pension plan.



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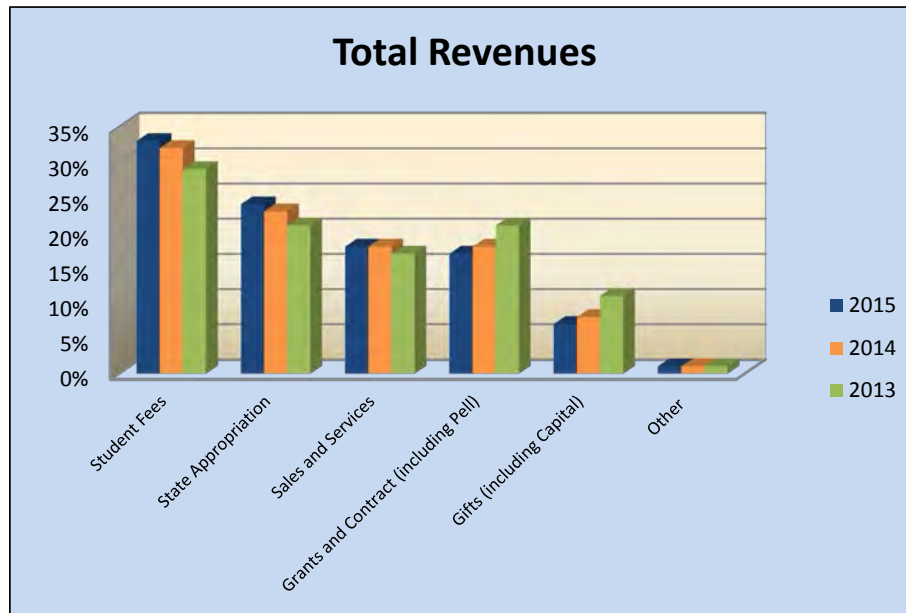
In addition, the cumulative effect of implementing the new standard has been recorded as an adjustment to beginning net position in the fiscal year 2015 presentation. Additional information can be found in Note 11 to the University's annual financial statements.

The statements of revenues, expenses, and changes in net position reflect an overall increase in net position during fiscal year 2015 of \$9,953,985

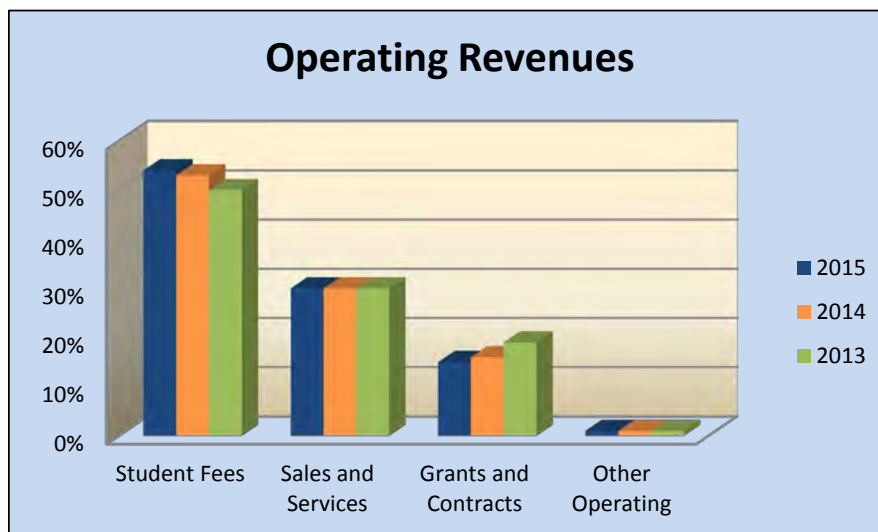




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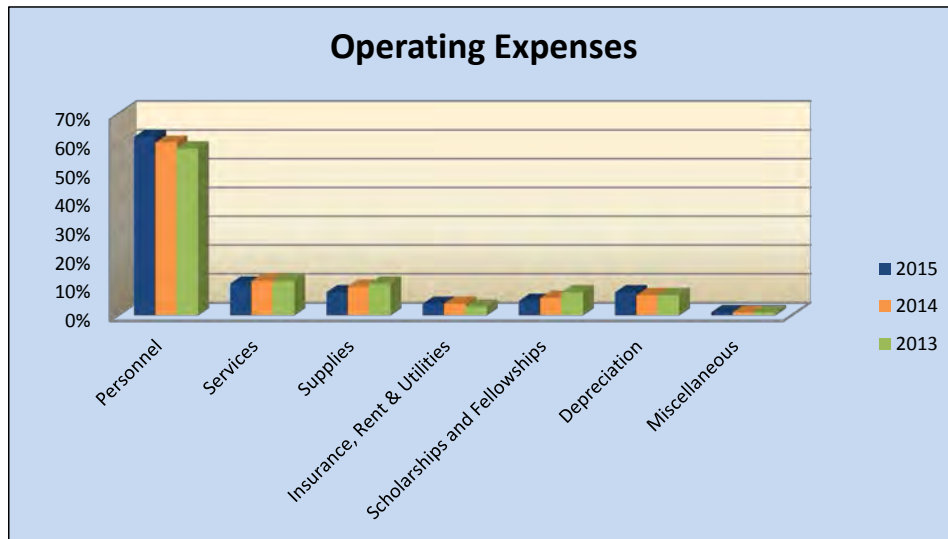
Student tuition and fees, at 33%, continue to be the leading revenue stream for the University; 9% higher than state appropriations. University gift revenue is represented primarily by amounts drawn from the Foundation. Giving to the Foundation increased in fiscal year 2015, as shown in the component unit statements.



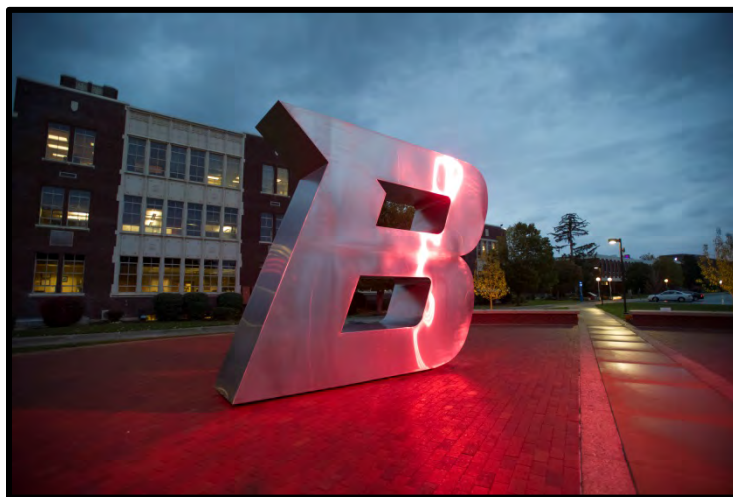
Operating revenues increased by \$11,494,223 from \$207,698,605 in fiscal year 2014 to \$219,192,828 in fiscal year 2015. An increase of \$8 million in student fee revenue, and an increase in sales and services revenue of \$4 million were offset by a decrease in grants and contracts revenue of \$872 thousand. Proportionately, categories of operating revenues as a percent of the total remained consistent in fiscal year 2015.



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Operating expenses increased by \$10,744,970 from \$330,277,822 in 2014 to \$341,022,792 in fiscal year 2015. Personnel expenses increased \$13 million. Salary related personnel costs attributed to \$8.5 million of the increase. In addition to the 2% statewide change in employee compensation, the University added new positions and implemented strategic market adjustments to existing critical positions. The remaining increase is primarily related to an increase in benefit premiums of \$4 million and a reduction in the amount of salary expense being reclassified to construction in progress due to the stoppage of an externally generated software project in fiscal year 2015, offset by the reclassification of employer retirement contributions to deferred outflows of resources of \$3 million recorded as part of the implementation of GASB 68. Reductions in expenditures were seen in services, supplies, and scholarships. The net result was a \$750 thousand decrease in operating loss.





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Statements of Cash Flows

The final statement presented by the University is the statements of cash flows. The statements of cash flows present detailed information about the cash activity of the University during the year. The statements of cash flows are not presented for component units. The statement is divided into five sections. The first section deals with operating cash flows and shows the net cash received and used by the operating activities of the University. The second section reflects cash flows from non-capital financing activities, and displays the cash received and spent for non-operating, non-investing and non-capital financing purposes. The third section presents cash flows from capital and related financing activities including the cash used for the acquisition and construction of capital and related items. The fourth section reflects cash flows from investing activities and shows the purchases, proceeds, and interest received from investing activities. The fifth section reconciles the net cash used in operating activities to operating income or loss reflected on the statements of revenues, expenses, and changes in net position.

Overall, cash increased by \$956,367 during fiscal year 2015 compared to a cash increase of \$5,803,095 during fiscal year 2014. Cash used in operating activities decreased \$16 million in fiscal year 2015 compared to fiscal year 2014. Increases in student fees and sales and services of auxiliary enterprises combined with a reduction in payments for scholarships and fellowships attributed to the decrease. Cash provided by non-capital financing activities increased \$3.5 million in 2015. Cash provided by State appropriations increased by \$5 million in fiscal year 2015 and was offset by a reduction in Pell grant revenue and gifts drawn from the Foundation. Although activity is slowing, the University continued to invest in facilities, utilizing unrestricted reserves, donations, and invested assets.

Summary Statements of Cash Flows			
Fiscal Years Ended June 30			
(Dollars in Thousands)			
	2015	2014	2013
Cash provided (used) by:			
Operating activities	\$ (74,785)	\$ (91,027)	\$ (87,658)
Non-capital financing activities	134,299	130,802	135,664
Capital and related financing activities	(27,671)	(41,389)	(56,967)
Investing activities	(15,385)	7,417	9,842
Cummulative effect of GASB 68	<u>(15,502)</u>	<u>-</u>	<u>-</u>
Net change in cash and cash equivalents and cash with Treasurer	956	5,803	881
Cash—Beginning of year	<u>44,328</u>	<u>38,525</u>	<u>37,644</u>
Cash—End of year	<u>\$ 45,284</u>	<u>\$ 44,328</u>	<u>\$ 38,525</u>

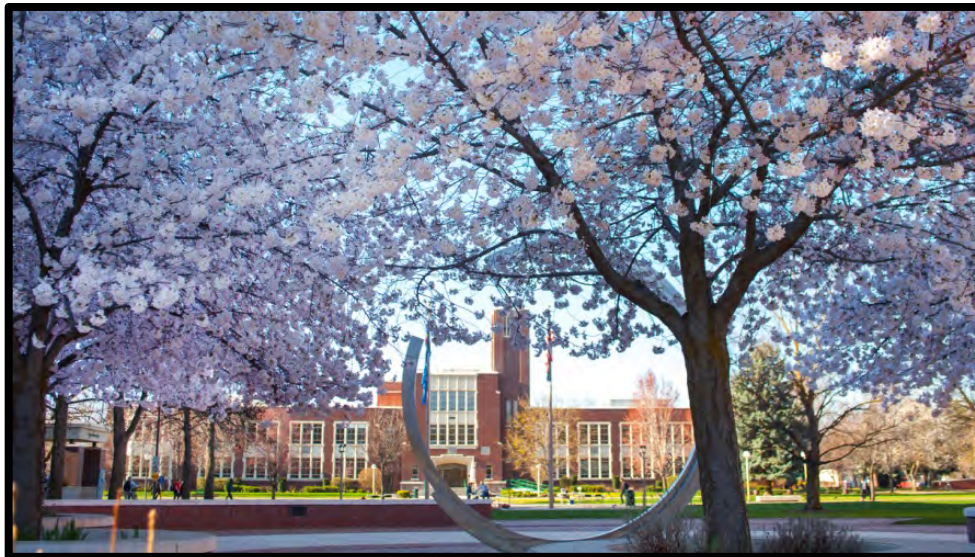


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Capital Asset and Debt Administration

The University's capital assets, (prior to depreciation) increased by \$13,177,579 from \$756,418,093 in 2014 to \$769,595,672 in 2015. The University continued to improve infrastructure and acquire property consistent with the Campus Master Plan. These improvements included \$4.6 million of infrastructural improvements to buildings were completed and transferred from construction in progress. In addition, \$2 million of land was purchased in the approved expansion zone. Capital asset additions to work in progress in fiscal year 2015 included \$3.5 million for the Research Vivarium and an additional \$1 million to renovate research lab space. The university issued \$31,210,000, at par, of tax exempt, General Revenue Refunding Bonds, Series 2015A. The proceeds, after issuance costs, were deposited into an irrevocable trust to advance refund portions of the 2005A General Revenue Bonds, 2007A General Revenue Bonds, and 2007B General Revenue Bonds. The University achieved 7.5% net present value savings on the refunding transaction totaling approximately \$2.3 million. Moody's Investor Services and Standard and Poor's Rating Services rated the 2015 bonds and reaffirmed outstanding bonds as Aa3 and A+ with a stable outlook.

Limited state funding exists for University buildings, therefore the University continues to leverage student facility fees, donations, and grant funding with taxable and tax-exempt bonds to improve and add academic and auxiliary facilities. Unrestricted net position is intentionally accumulated to provide funds to support debt payments should operating revenues unexpectedly decrease. The University's debt burden ratio as of June 30, 2015, is 5.6%, slightly lower than 5.7% as of June 30, 2014. Management's policy, in accordance with the State Board of Education policy, is to maintain this ratio below 8%.





Economic Outlook

Overall, the State of Idaho finished fiscal year 2015 with \$3 billion in general fund receipts, which was an 8.6% increase from fiscal year 2014. According to the July Idaho Economic Forecast, published by the Division of Financial Management, with the housing and job markets in Idaho holding strong, the next few years are expected to be years of economic expansion. With fiscal year 2016, the University's state general fund appropriation of \$85,579,900 will finally exceed pre-recession levels of 2009. However, management continues to expect higher education to compete with other education and service agencies for future budget dollars.

At the close of the prior fiscal year, the University completed a year-long, intensive exploration of its programs, departments, and offerings referred to as Program Prioritization. The process was guided by Dr. Robert C. Dickenson's conceptual framework and was in collaboration with the Idaho State Board of Education. The results are being used to evaluate academic and non-academic activities and provide a basis for strategically utilizing new resources as well as internally reallocating current resources. The University is utilizing this opportunity to build a meaningful foundation for making long-term decisions to improve all of its offerings.

As a result, the University has implemented the following major changes to organizational structure in the Division of Academic Affairs:

- Dissolution of the College of Social Sciences and Public Affairs (SSPA)
- Creation of the School of Public Service (SPS) and movement of five departments from SSPA to SPS
- Movement of five departments from SSPA to the College of Arts and Sciences
- Movement of two departments and University Health Services to the College of Health Sciences
- Creation of the College of Innovation and Design

In addition, the University is in the midst of moving certain enterprise resource planning (ERP) systems to the Cloud. The intention is to leverage state of the art technology, revise and improve business processes and reduce the cost of infrastructure while delivering improved service. This will create a sustainable infrastructure and ultimately allow reallocation of resources to strategic services.

Executive management remains focused on adopting best practices to improve delivery of a quality education to students at an affordable cost and on sound financial planning. The goal of current initiatives is to ensure that the University is focused and aligned with the needs of its students and the future economy into which they will graduate. The rate and breadth of growth seen in the last 9 years has slowed as expected; however, strategic and targeted improvements will continue as the institution strives to reach its potential as a metropolitan research university.

**BOISE STATE UNIVERSITY**
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STATEMENTS OF NET POSITION
JUNE 30, 2015 AND JUNE 30, 2014

	University 2015	University 2014
ASSETS		
CURRENT ASSETS:		
Cash with treasurer	\$ 39,342,382	\$ 39,094,970
Cash and cash equivalents	5,942,286	5,233,331
Student loan receivable	1,887,500	1,668,800
Accounts receivable and unbilled charges, net	17,782,084	18,524,533
Prepaid expense	2,051,520	2,094,624
Inventories	2,580,531	2,298,639
Investments	73,733,246	69,169,627
Due from component units	1,647,499	3,142,094
Other current assets	165,781	397,997
Total current assets	145,132,829	141,624,615
NON-CURRENT ASSETS:		
Student loans receivable, net	8,553,718	8,972,833
Investments	30,143,377	18,720,851
Prepaid bond insurance costs	222,098	348,463
Capital assets, net	492,805,296	501,927,585
Other assets	248,118	159,221
Total non-current assets	531,972,607	530,128,953
Total assets	677,105,436	671,753,568
DEFERRED OUTFLOWS OF RESOURCES:		
Refunding of debt	5,058,341	3,659,033
Deferred outflows related to pensions	3,637,345	-
Total deferred outflows of resources	8,695,686	3,659,033
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 685,801,122	\$ 675,412,601

See notes to financial statements.



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**BOISE STATE UNIVERSITY
STATEMENTS OF NET POSITION (CONTINUED)
JUNE 30, 2015 AND JUNE 30, 2014**

	University 2015	University 2014
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 5,440,626	\$ 4,222,093
Due to state agencies	391,492	1,625,057
Accrued salaries and benefits payable	16,033,034	14,459,684
Compensated absences payable	6,989,767	7,214,360
Interest payable	2,281,894	2,503,512
Unearned revenue	12,075,798	11,520,319
Bonds payable	8,235,000	7,770,000
Notes payable	373,823	356,703
Obligations under capital lease - component unit	380,000	360,000
Other liabilities	6,880,388	2,325,297
Total current liabilities	59,081,822	52,357,025
NON-CURRENT LIABILITIES:		
Unearned revenue	1,144,070	1,295,215
Bonds payable	216,574,586	223,521,725
Notes payable	259,742	632,981
Obligations under capital lease - component unit	371,798	751,798
Net other post employment benefits obligation	9,574,138	8,614,138
Net pension liability	7,104,041	-
Other liabilities	1,138,991	1,308,916
Total non-current liabilities	236,167,366	236,124,773
Total liabilities	295,249,188	288,481,798
DEFERRED INFLOWS OF RESOURCES:		
Grants received in advance	993,522	1,603,905
Deferred inflows related to pensions	9,779,556	-
Total deferred inflows of resources	10,773,078	1,603,905
NET POSITION:		
Net investment in capital assets	271,499,293	271,584,602
Restricted, expendable	14,640,607	14,344,550
Unrestricted	93,638,956	99,397,746
Total net position	379,778,856	385,326,898
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 685,801,122	\$ 675,412,601

See notes to financial statements.



BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY COMPONENT UNIT
BOISE STATE UNIVERSITY FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2015 AND JUNE 30, 2014**

	Foundation 2015	Foundation 2014
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 8,391,882	\$ 6,727,184
Accrued interest and other receivables	436,600	240,258
Promises to give, net	5,203,098	4,635,971
Funds held by lender	6,273,271	-
Investment in lease - technology building current portion	405,815	387,187
Total current assets	20,710,666	11,990,600
NON-CURRENT ASSETS:		
Restricted cash and cash equivalents	3,625,541	6,499,657
Promises to give, net	4,688,654	4,446,231
Investments	131,593,267	126,949,185
Interest in perpetual trusts	2,767,125	2,970,953
Investments in real estate	3,586,848	601,432
Funds held by trustee	556,489	555,091
Investment in lease - technology building	407,117	812,932
Other assets	987,615	665,658
Total non-current assets	148,212,656	143,501,139
TOTAL ASSETS	\$ 168,923,322	\$ 155,491,739

See notes to financial statements.



BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY COMPONENT UNIT
BOISE STATE UNIVERSITY FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
JUNE 30, 2015 AND JUNE 30, 2014**

	Foundation 2015	Foundation 2014
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	\$ 1,611,017	\$ 2,617,549
Interest payable	25,538	20,238
Prepaid suites	497,702	448,367
Liability for split interest trusts	150,498	122,305
Trust earnings payable to trust beneficiaries	20,364	20,364
Certificates payable - current portion	829,168	360,000
Deferred revenue - current portion	190,515	62,338
Total current liabilities	3,324,802	3,651,161
NON-CURRENT LIABILITIES:		
Certificates payable	815,000	1,195,000
Other long-term debt	6,514,541	2,000,000
Deferred revenue	358,703	765,785
Deferred suites revenue	271,592	376,807
Liability under split interest trust agreements	1,811,633	1,599,602
Amounts held in custody for others	765,716	543,976
Trust earnings payable to trust beneficiaries	193,246	197,356
Total non-current liabilities	10,730,431	6,678,526
Total liabilities	14,055,233	10,329,687
NET ASSETS:		
Permanently restricted	79,092,445	71,784,624
Temporarily restricted	64,745,872	61,044,799
Unrestricted	11,029,772	12,332,629
Total net assets	154,868,089	145,162,052
TOTAL LIABILITIES AND NET ASSETS	\$ 168,923,322	\$ 155,491,739

See notes to financial statements.



BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FISCAL YEARS ENDED JUNE 30, 2015 AND JUNE 30, 2014

	University 2015	University 2014
OPERATING REVENUES:		
Student fees, pledged for bonds	\$ 142,445,827	\$ 132,216,608
Scholarship allowance	(24,597,200)	(22,499,900)
Student fees, net	117,848,627	109,716,708
Federal grants and contracts (including \$3,843,374 and \$3,575,976 of revenues pledged for bonds in 2015 and 2014, respectively)	25,987,687	25,992,724
State and local grants and contracts (including \$126,096 and \$517,011 of revenues pledged for bonds in 2015 and 2014, respectively)	3,344,399	3,422,006
Private grants and contracts (including \$339,043 and \$369,877 of revenues pledged for bonds in 2015 and 2014, respectively)	4,071,040	4,860,065
Sales and services of educational activities, pledged for bonds	3,729,493	3,331,847
Sales and services of auxiliary enterprises, pledged for bonds	61,836,973	58,197,895
Other, pledged for bonds	2,374,609	2,177,360
Total operating revenues	219,192,828	207,698,605
OPERATING EXPENSES:		
Personnel cost	211,363,262	197,953,108
Services	37,985,112	38,809,680
Supplies	30,328,446	31,585,070
Insurance, utilities and rent	12,452,974	12,075,490
Scholarships and fellowships	19,554,717	21,489,830
Depreciation	25,658,622	25,037,147
Miscellaneous	3,679,659	3,327,497
Total operating expenses	341,022,792	330,277,822
OPERATING LOSS	(121,829,964)	(122,579,217)

See notes to financial statements.



BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)
FISCAL YEARS ENDED JUNE 30, 2015 AND JUNE 30, 2014

	University 2015	University 2014
NON-OPERATING REVENUES (EXPENSES):		
State appropriations	\$ 87,159,073	\$ 80,128,882
Pell grants	26,175,741	27,242,851
Gifts (includes gifts from component unit equal to \$14,058,839 and \$19,779,201 in 2015 and 2014, respectively)	21,435,600	26,673,995
Net investment income (including \$396,947 and \$308,146 of revenues pledged by the University for bonds in 2015 and 2014, respectively)	396,947	311,990
Change in fair value of investments	(28,161)	(8,881)
Interest (net of capitalized interest by the University of \$71,863 and \$123,201 in 2015 and 2014, respectively)	(9,533,339)	(10,198,560)
Loss on retirement of capital assets	(1,008,377)	(983,322)
Other	95,757	(2,545,025)
Net non-operating revenues	124,693,241	120,621,930
INCOME (LOSS) BEFORE OTHER REVENUES AND EXPENSES	2,863,277	(1,957,287)
OTHER REVENUES AND EXPENSES:		
Capital appropriations	2,275,920	1,765,647
Capital grants and gifts (includes gifts from component unit equal to \$2,867,952 and \$1,449,548 in 2015 and 2014, respectively)	4,814,788	2,089,027
Total other revenue	7,090,708	3,854,674
INCREASE IN NET POSITION	9,953,985	1,897,387
NET POSITION—Beginning of year (previously reported)	385,326,898	383,429,511
CUMULATIVE EFFECT OF IMPLEMENTING GASB 68	(15,502,027)	-
NET POSITION—Beginning of year (as adjusted)	369,824,871	383,429,511
INCREASE IN NET POSITION	9,953,985	1,897,387
NET POSITION—End of year	\$ 379,778,856	\$ 385,326,898

See notes to financial statements.



BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY COMPONENT UNIT
BOISE STATE UNIVERSITY FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2015**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Foundation 2015
OPERATING REVENUES:				
Gifts	\$ 2,760,949	\$ 9,817,567	\$ 5,167,877	\$ 17,746,393
Non-cash donations	14,680	583,046	76,670	674,396
Non-charitable income	1,610,724	3,057,262	709,439	5,377,425
Interest and dividends	969,128	2,137,453	-	3,106,581
Change in split interest trusts	-	(78,098)	13,779	(64,319)
Change in fair value of investments	(413,824)	(793,469)	-	(1,207,293)
Donation of land from Boise State University	1,199,550	-	-	1,199,550
Donation of land from BSU Alumni Association	295,000	-	-	295,000
Total revenues	6,436,207	14,723,761	5,967,765	27,127,733
Net assets released from restrictions through satisfaction of:				
Program restrictions	14,927,483	(14,927,483)	-	-
Write-off of promises to give	(205,656)	205,656	-	-
Board and donor designated transfers	(4,990,255)	3,650,199	1,340,056	-
Total operating revenues	16,167,779	3,652,133	7,307,821	27,127,733
OPERATING EXPENSES:				
Distribution of scholarships and general endowments	4,230,160	-	-	4,230,160
Distribution of funds for academic programs	4,930,264	-	-	4,930,264
Donation of land to Boise State University	2,867,952	-	-	2,867,952
Distribution of funds for athletic programs:				
Program services	4,515,275	-	-	4,515,275
Fundraising expenses	19,570	-	-	19,570
Management and general	363,570	-	-	363,570
Uncollectable pledge expense	(234,802)	-	-	(234,802)
Administrative expense:				
Program services	526,310	-	-	526,310
Fundraising expenses	1,805,563	-	-	1,805,563
Management and general	1,190,807	-	-	1,190,807
Total operating expenses	20,214,669	-	-	20,214,669
OPERATING INCOME (LOSS)	(4,046,890)	3,652,133	7,307,821	6,913,064
NON-OPERATING REVENUES (EXPENSES):				
Alumni center building expense	(2,792)	-	-	(2,792)
Amortization of deferred income	-	49,538	-	49,538
Loss on sale of miscellaneous assets	-	(598)	-	(598)
Gain on distribution of assets	2,842,577	-	-	2,842,577
Interest expense	(87,740)	-	-	(87,740)
Amortization expense	(8,012)	-	-	(8,012)
Total non-operating revenue	2,744,033	48,940	-	2,792,973
CHANGE IN NET ASSETS	(1,302,857)	3,701,073	7,307,821	9,706,037
NET ASSETS - Beginning of year	12,332,629	61,044,799	71,784,624	145,162,052
NET ASSETS - End of year	\$ 11,029,772	\$ 64,745,872	\$ 79,092,445	\$ 154,868,089

See notes to financial statements.



BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY COMPONENT UNIT
BOISE STATE UNIVERSITY FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2014**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Foundation 2014
OPERATING REVENUES:				
Gifts	\$ 2,598,716	\$ 9,872,206	\$ 3,480,990	\$ 15,951,912
In-kind contributions	14,680	-	-	14,680
BAA membership	1,108,596	62,107	-	1,170,703
Non-charitable income	432,530	1,771,025	148,687	2,352,242
Interest and dividends	1,167,634	1,981,361	-	3,148,995
Change in split interest trusts	-	7,003	9,425	16,428
Change in fair value of investments	1,144,070	10,051,828	-	11,195,898
Total revenues	6,466,226	23,745,530	3,639,102	33,850,858
Net assets released from restrictions through satisfaction of:				
Program restrictions	19,516,093	(19,516,093)	-	-
Write-off of pledges receivable	201,446	(201,446)	-	-
Board and donor designated transfers	11,977	(170,890)	158,913	-
Total operating revenues	26,195,742	3,857,101	3,798,015	33,850,858
OPERATING EXPENSES:				
Distribution of scholarships	4,279,337	-	-	4,279,337
Distribution of funds for academic programs	4,634,197	-	-	4,634,197
Distribution of funds for athletic programs:				
Program services	11,670,403	-	-	11,670,403
Fundraising expenses	12,624	-	-	12,624
Management and general	382,297	-	-	382,297
Uncollectable pledge expense	249,891	-	-	249,891
Repair and maintenance of building	13,646	-	-	13,646
Administrative expense:				
Program services	560,847	-	-	560,847
Fundraising expenses	1,580,462	-	-	1,580,462
Management and general	1,154,371	-	-	1,154,371
Total operating expenses	24,538,075	-	-	24,538,075
OPERATING INCOME	1,657,667	3,857,101	3,798,015	9,312,783
NON-OPERATING REVENUES (EXPENSES):				
Lease income	25,970	-	-	25,970
Alumni center building expense	(27,208)	-	-	(27,208)
Amortization of deferred income	-	76,606	-	76,606
Loss on sale of miscellaneous asset	-	(22,183)	-	(22,183)
Interest expense	(85,202)	-	-	(85,202)
Amortization expense	(4,944)	-	-	(4,944)
Total non-operating revenues (expenses)	(91,384)	54,423	-	(36,961)
CHANGE IN NET ASSETS	1,566,283	3,911,524	3,798,015	9,275,822
NET ASSETS - Beginning of year	10,766,346	57,133,275	67,986,609	135,886,230
NET ASSETS - End of year	\$ 12,332,629	\$ 61,044,799	\$ 71,784,624	\$145,162,052

See notes to financial statements.



BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY STATEMENTS OF CASH FLOWS FISCAL YEARS ENDED JUNE 30, 2015 AND JUNE 30, 2014

	University 2015	University 2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Student fees	\$ 118,857,791	\$ 113,637,802
Grants and contracts	34,601,366	35,457,365
Sales and services of educational activities	3,751,362	3,579,535
Sales and services of auxiliary enterprises	65,718,520	56,793,541
Other operating receipts	1,938,941	1,749,780
Payments to employees	(195,763,046)	(196,024,037)
Payments for services	(38,534,725)	(38,695,712)
Payments for supplies	(30,136,163)	(30,342,133)
Payments for insurance, utilities and rent	(12,411,954)	(12,005,960)
Payments for scholarships and fellowships	(19,509,568)	(21,486,643)
Loans issued to students	(1,745,162)	(1,681,117)
Collections of loans to students	1,709,938	1,359,224
Other payments	(3,261,910)	(3,368,980)
Net cash used in operating activities	<u>(74,784,610)</u>	<u>(91,027,335)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
State appropriations	85,160,497	80,128,882
Pell grants	26,175,742	27,242,851
Gifts	22,991,591	25,614,945
Direct lending receipts	85,202,537	83,193,241
Direct lending payments	(85,202,537)	(83,193,241)
Other Payments	(28,600)	(2,185,000)
Net cash provided by non-capital financing activities	<u>134,299,230</u>	<u>130,801,678</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital grants and gifts	3,832,247	1,287,272
Purchases of capital assets	(12,649,551)	(23,735,650)
Proceeds from notes and bonds payable	32,927,158	-
Principal paid on notes and bonds payable and capital leases	(41,361,742)	(8,044,474)
Interest paid on notes and bonds payable and capital leases	(9,623,709)	(10,272,004)
Payments for bond issuance costs	(110,908)	-
Other	(684,576)	(623,746)
Net cash used in capital and related financing activities	<u>(27,671,081)</u>	<u>(41,388,602)</u>

See notes to financial statements.



BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY
STATEMENTS OF CASH FLOWS (CONTINUED)
FISCAL YEARS ENDED JUNE 30, 2015 AND JUNE 30, 2014

	University 2015	University 2014
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	\$ (287,905,353)	\$ (254,356,020)
Proceeds from sales and maturities of investments	271,067,343	260,703,228
Investment income	1,452,865	1,070,146
Net cash provided by (used in) investing activities	(15,385,145)	7,417,354
CUMULATIVE EFFECT OF IMPLEMENTING GASB 68	(15,502,027)	-
NET CHANGE IN CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER	956,367	5,803,095
CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—Beginning of year	44,328,301	38,525,206
CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—End of year	\$ 45,284,668	\$ 44,328,301
RECONCILIATION OF NET OPERATING REVENUES (EXPENSES) TO NET CASH AND CASH EQUIVALENTS USED IN OPERATING ACTIVITIES:		
Operating loss	\$ (121,829,964)	\$ (122,579,217)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation and amortization	25,672,293	25,050,951
Changes in assets and liabilities:		
Accounts receivable and unbilled charges, net	742,449	6,977,920
Student loans receivable, net	200,414	(207,983)
Inventories	(281,892)	924,427
Other assets	(335,845)	(208,696)
Deferred outflows	(3,637,345)	-
Deferred inflows	9,169,172	-
Accounts payable and accrued liabilities	1,202,670	100,617
Accrued salaries and benefits payable	1,573,350	1,447,712
Compensated absences payable	(224,593)	(357,184)
Unearned revenue	411,872	(2,998,518)
Net Pension Liability	7,104,041	-
Other post employment benefits obligation	960,000	760,000
Other liabilities	4,488,768	62,636
Net cash used in operating activities	\$ (74,784,610)	\$ (91,027,335)
SUPPLEMENTAL DISCLOSURE OF NON-CASH TRANSACTIONS:		
Assets donated to the University	3,258,461	2,567,402
Donated building maintenance	1,998,576	1,092,392
Total non-cash transactions	\$ 5,257,037	\$ 3,659,794

See notes to financial statements.



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The University is part of the public system of higher education in the State of Idaho. The system is considered part of the State of Idaho reporting entity, and is directed by the State Board of Education ("SBOE"), a body of eight members. Seven members are appointed and confirmed by the legislature. The elected State Superintendent of Public Instruction serves ex-officio as the eighth member of the Board. The University is part of the primary government of the State of Idaho and is included in the State's Comprehensive Annual Financial Report ("CAFR") within the Business-Type Activities/Enterprise Funds. The CAFR may be obtained from the State Controller located at:

Office of the Idaho State Controller
700 W State Street, 4th Floor
P.O. Box 83702
Boise, Idaho 83702-0011
www.sco.idaho.gov

The financial statements for fiscal years ended June 30, 2015 and June 30, 2014 are prepared in accordance with Governmental Accounting Standards Board ("GASB") principles which constitute Generally Accepted Accounting Principles ("GAAP") for governmental entities. The University considers component units with net position greater than 5% of the University's net position to be significant. As such, the Boise State University Foundation, Inc. (the "Foundation") is discretely presented for the fiscal years ended June 30, 2015 and 2014. The Foundation was established for the purpose of soliciting donations for the exclusive benefit of the University. Financial statements of the Foundation may be obtained from the Vice President for Finance and Administration at the University. The Foundation's financial statements are prepared in accordance with Financial Accounting Standards Board ("FASB") pronouncements.

Basis of Accounting - For financial reporting purposes, the University is considered a special-purpose government engaged only in business type activities. Accordingly, the University's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting in accordance with GAAP. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

The Foundation is a legally separate, private non-profit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation are different from GASB revenue recognition criteria and presentation. Accordingly, those financial statements have been reported on separate pages following the respective counterpart financial statements of the University. No modifications have been made to the Foundation's financial information included in the University's financial report.



BOISE STATE UNIVERSITY

Cash with Treasurer - Balances classified as Cash with Treasurer are amounts that have been remitted to the State of Idaho as a result of the student fee collection process and, once remitted, are under the control of the State Treasurer.

Cash and Cash Equivalents - The University considers all liquid investments with a remaining maturity of three months or less at the date of acquisition to be cash equivalents.

Inventories - Inventories, consisting primarily of bookstore inventories, are valued at the lower of first-in, first-out ("FIFO") cost or market.

Investments - The University accounts for its investments at fair value. Changes in unrealized gains or losses on the carrying value of investments are reported as a component of change in fair value of investments in the statement of revenues, expenses, and changes in net position. Investments externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other non-current assets as well as investment amounts of maturities that exceed one year, are classified as non-current assets in the statement of net position. The University deposits funds for investment with the Idaho State Treasury. Funds deposited with the State Treasury can be subject to securities lending transactions initiated by the State Treasury.

Capital Assets, net - Capital assets are stated at cost when purchased or constructed, or if acquired by gift, at the estimated fair value at the date of gift. The University's capitalization policy includes all tangible items with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year. Intangible assets with a unit cost of \$200,000 or more, and an estimated useful life of greater than one year, are recorded as capital assets. Renovations to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the period in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 40 to 50 years for buildings, 20 to 25 years for land improvements, 5 to 20 years for intangibles, 10 years for library books, and 5 to 13 years for equipment. The University has certain collections that it does not capitalize, including the Nell Shipman Film Collection and Albertson's Library Special Collections. These collections adhere to the University's policy to (a) maintain them for public exhibition, education or research; (b) protect, keep unencumbered, care for, and preserve them; and (c) require proceeds from their sale to be used to acquire other collection items. Generally accepted accounting principles permit collections maintained in this manner to be charged to operations at the time purchased rather than capitalized.

Deferred Outflows of Resources - Deferred outflows of resources are a consumption of net position by the University that are applicable to future reporting periods. Similar to assets, they have a positive effect on the University's net position.



BOISE STATE UNIVERSITY

Non-current Liabilities – Non-current liabilities include principal amounts of bonds payable, notes payable, and long-term capital lease obligations, net other post-employment benefit obligations, net pension liability, non-current unearned revenue, deferred compensation plans and accrued expenses.

Deferred Inflows of Resources – Deferred inflows of resources are an acquisition of net position that is applicable to future reporting periods. Similar to liabilities, they have a negative effect on net position.

Net Position – The University's net position is classified as follows:

Net Investment in Capital Assets - This represents the University's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

Restricted, Expendable - Restricted, expendable net position includes resources for which the University is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted - Unrestricted net position represents equity in assets derived mainly from student fees, sales and services of educational departments, auxiliary enterprises, and state appropriations. These resources are used for transactions related to the educational and general operations of the University, and may be used to meet current expenses for any lawful purpose and in accordance with SBOE policy. When an expense is incurred that can be paid using either restricted or unrestricted resources, the expense allocation is made on a case by case basis. Restricted resources remain classified as such until spent.

Income and Unrelated Business Income Taxes - The University is excluded from federal income taxes under Section 115 of the Internal Revenue Code, per determination letter dated April 21, 1989. The University is subject to tax on its unrelated business income. Defined by the Internal Revenue Code, unrelated business income is income from a trade or business, regularly carried on, that is not substantially related to the performance by the organization of its exempt purpose or function.

Classification of Revenues and Expenses - The University classifies its revenue and expenses as operating or non-operating according to the following criteria. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the University's principal ongoing operations. Operating revenues include activities that have characteristics of exchange transactions, such as (1) student fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, (3) most federal, state and local grants and contracts that are essentially contracts for services, and (4) interest earned on institutional student



BOISE STATE UNIVERSITY

loans. Non-operating revenues and expenses include activities that have characteristics of non-exchange transactions. Non-operating revenues and expenses include state appropriations, Pell grants, private gifts for other than capital purposes, investment income, net unrealized appreciation or depreciation in the fair value of investments, interest expense, and gain or loss on the disposal of capital assets and other non-exchange transactions.

Scholarship Discounts/Allowances - Student fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in net position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or other third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or non-governmental programs, are recorded as either operating or non-operating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy student fees and related charges, the University has recorded a scholarship discount or allowance.

Use of Accounting Estimates - The preparation of financial statements in accordance 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 and disclosures of contingent liabilities at the date of the financial statements, and revenues and expenses during the year. Actual results could differ from those estimates.

Reclassifications – Certain prior year balances have been reclassified to conform to the current year presentation.

Football vs Colorado State, Photo Patrick Sweeney





BOISE STATE UNIVERSITY

New Accounting Standards – The University implemented the provisions of GASB Statement 68, “Accounting and Financial Reporting for Pensions”. The requirements of this Statement will improve the decision-usefulness of information in employer and governmental non-employer contributing entity financial reports and will enhance its value for assessing accountability and inter-period equity by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense.

	June 30, 2014	Cummulative Effect of Implementing GASB 68	July 1, 2014
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources related to pensions	-	2,959,454	2,959,454
NET PENSION LIABILITY	-	(18,461,481)	(18,461,481)
NET POSITION:			
Net investment in capital assets	271,584,602	-	271,584,602
Restricted, expendable	14,344,550	-	14,344,550
Unrestricted	99,397,746	(15,502,027)	83,895,719
TOTAL NET POSITION	<u>385,326,898</u>	<u>(15,502,027)</u>	<u>369,824,871</u>

In January of 2013, the GASB issued Statement No. 69, “Government Combinations and Disposals of Government Operations”. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term government combinations include a variety of transactions referred to as mergers, acquisitions, and transfers of operations. The University was not impacted by this Statement.

In April of 2013, the GASB issued Statement No. 70, “Accounting and Financial Reporting for Non-exchange Financial Guarantees”. This Statement requires a government that extends a non-exchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The amount of the liability to be recognized should be the discounted present value of the best estimate of the future outflows related to the guarantee expected to be incurred. When there is no best estimate but a range of the estimated future outflows can be established, the amount of the liability to be recognized should be the discounted present value of the minimum amount within the range. The University was not impacted by this Statement.

In November of 2013, the GASB issued Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68”. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the

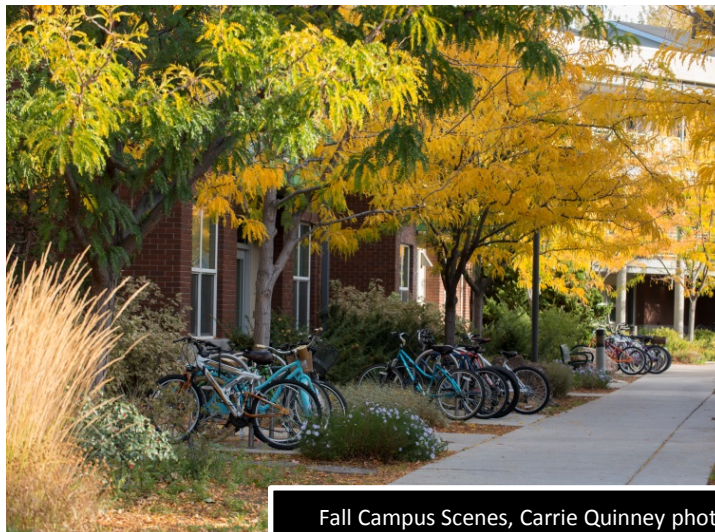


BOISE STATE UNIVERSITY

government's beginning net pension liability. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68, for the fiscal year ended June 30, 2015. The University reclassified \$2,959,454 of employer contributions from expense to deferred outflows of resources.

In February of 2015, the GASB issued Statement No. 72, "Fair Value Measurement and Application". This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. Management has not yet determined the impact this standard will have on the University's financial statements.

In June of 2015, the GASB issued Statement No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This Statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, Accounting and Financial Reporting for Pensions, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, Financial Reporting for Pension Plans, and Statement 68 for pension plans and pensions that are within their respective scopes. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. Management has not yet determined the impact this standard will have on the University's financial statements.



Fall Campus Scenes, Carrie Quinney photo



BOISE STATE UNIVERSITY

2. CASH WITH TREASURER, CASH AND CASH EQUIVALENTS, OTHER DEPOSITS, AND INVESTMENTS

Deposits - Cash with treasurer is under the control of the State Treasurer and is carried at cost. Cash and cash equivalents include cash on hand of \$84,503 and \$109,459 as of June 30, 2015 and 2014, respectively, and amounts deposited with federally chartered institutions carried at cost. Custodial credit risk is the risk that in the event of a financial institution failure, the deposits may not be returned. The State's policy for managing custodial credit risk can be found in the Idaho Code, Section 67-2739. Cash that is restricted in purpose from an external source and is not expected to be utilized within the next fiscal year is reported on the financial statements as restricted cash and as a non-current asset.

Basis of Custodial Credit Risk As of June 30			2015	2014
Insured	\$	250,000	\$	250,000
Uncollateralized		199,569		167,977
Federally insured cash account		1,002,539		-
Collateralized by securities held by the pledging financial institution		4,405,674		4,705,895
Total cash and cash equivalents	\$	5,857,782	\$	5,123,872

Investments - Idaho Code, Section 67-1210, limits credit risk by restricting the investment activities of the Local Government Investment Pool ("LGIP") and state agencies. Idaho Code also gives the SBOE the authority to establish investment policies for the University. Section V, Subsection D of the Idaho SBOE Governing Policies and Procedures authorizes investments in all of the investment types substantially similar for the State Treasurer.

Objectives of the University's investment policy are, in order of priority, safety of principal, ensuring necessary liquidity, and achieving a maximum return. Covenants of certain bond resolutions also restrict investment of related funds to U.S. Government or government-guaranteed securities. The University invests in external investment pools managed by both State of Idaho and other fixed rate investment fund managers. The State's investment pool is managed by the Idaho State Treasurer's Office.

The University had original cost of \$58,069,697 and \$53,328,444 invested in the State's external pools as of June 30, 2015 and 2014, respectively.



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Credit Risk of Debt Securities - The risk that an issuer of debt securities or another counterparty to an investment will not fulfill its obligation is commonly expressed in terms of the credit quality rating issued by a nationally recognized statistical rating organization such as Moody's, Standard and Poor's, and Fitch's. Ratings, as of June 30, are presented on the following page using the Moody's scale. AAA ratings signify that the portfolio holdings are judged to be of the highest quality, subject to the lowest level of credit risk. Moody's has a separate rating scale for short-term debt obligations, including commercial paper. The P-1 rating is Prime-1 for issuers having a superior ability to repay short-term debt obligations.

Credit Risk of Debt Securities As of June 30, 2015 (Dollars in Thousands)								
Investment Type	Fair Value	AAA	AA	A	BAA	P-1	Unrated	
External investment pool	\$ 58,070	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	58,070
Corporate notes and bonds	40,632	-	8,452	32,180	-	-	-	-
Federal Home Loan Mortgage Corp	1,993	1,993	-	-	-	-	-	-
Federal Home Loan Bank	2,500	2,500	-	-	-	-	-	-
	103,195	4,493	8,452	32,180	-	-	-	58,070
Investments held on behalf of employee benefit plans:								
- Bond/equity mutual funds	322	-	-	-	-	-	-	322
- Equity mutual funds	298	-	-	-	-	-	-	298
- Income mutual funds	62	-	-	-	-	-	-	62
	682	-	-	-	-	-	-	682
Total investments	\$ 103,877	\$ 4,493	\$ 8,452	\$ 32,180	\$ -	\$ -	\$ -	58,752
% of Total	100%	4%	8%	31%	0%	0%	0%	57%

Credit Risk of Debt Securities As of June 30, 2014 (Dollars in Thousands)								
Investment Type	Fair Value	AAA	AA	A	BAA	P-1	Unrated	
External investment pool	\$ 53,329	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	53,329
Corporate notes and bonds	31,819	-	1,011	29,579	1,229	-	-	-
Federal Farm Credit Bank	1,994	1,994	-	-	-	-	-	-
	87,142	1,994	1,011	29,579	1,229	-	-	53,329
Investments held on behalf of employee benefit plans:								
- Bond/equity mutual funds	354	-	-	-	-	-	-	354
- Equity mutual funds	326	-	-	-	-	-	-	326
- Income mutual funds	69	-	-	-	-	-	-	69
	749	-	-	-	-	-	-	749
Total investments	\$ 87,891	\$ 1,994	\$ 1,011	\$ 29,579	\$ 1,229	\$ -	\$ -	54,078
% of Total	100%	2%	1%	34%	1%	0%	0%	62%



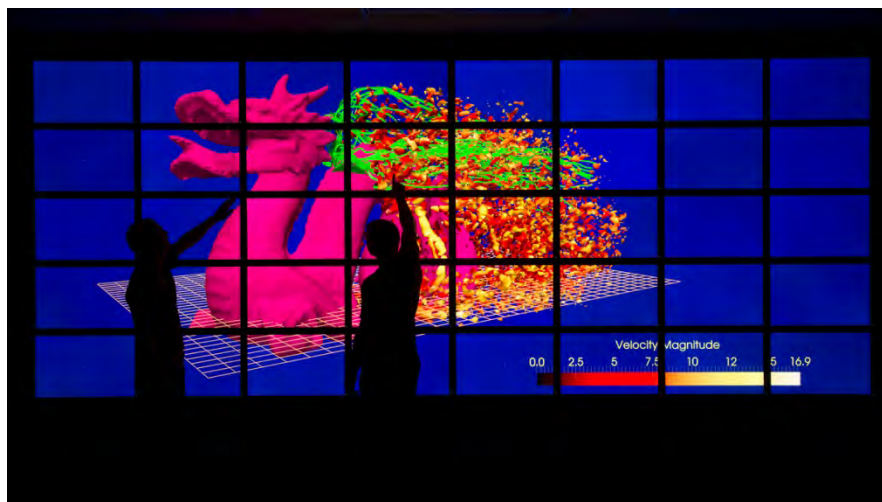
BOISE STATE UNIVERSITY

Concentration of Credit Risk – GASB Statement 40 requires governments to provide note disclosure when 5% of the total government investments are concentrated in any one issuer. Investments in obligations explicitly guaranteed by the U.S. Government, mutual funds, and other pooled investments are exempt from disclosure. As of June 30, 2015, the University had no 5% issuer concentrations.

As of June 30, 2014, had the following concentration of credit risk:

Concentration of Credit Risk As of June 30, 2014 (Dollars in Thousands)		
Issuer	Fair Value	Concentration
American Express Credit Corporation	\$ 4,702,001	5%
Credit Suisse	4,789,388	5%
Total investments	\$ 9,491,389	10%

Visualization Cluster, Engineering, Carrie Quinney photo





BOISE STATE UNIVERSITY

Interest Rate Risk - Investments in debt securities that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rates. Approximately 8.0% of total investments are invested in securities with maturities longer than 1 year as of June 30, 2015.

Investment Maturities In Years As of June 30, 2015 (Dollars in Thousands)								
Investment Type	Fair Value	Less than 1	1 to 5	6 to 10	11 to 15	16 to 20	21 to 25	
External investment pool	\$ 58,070	\$ 58,070	\$ -	\$ -	\$ -	\$ -	\$ -	
Corporate notes and bonds	40,632	36,631	4,001	-	-	-	-	
Federal Home Loan Mortgage Corp	1,993	-	1,993	-	-	-	-	
Federal Home Loan Bank	2,500		2,500					
	103,195	94,701	8,494	-	-	-	-	
Investments held on behalf of employee benefit plans:								
- Bond/equity mutual funds	322	322	-	-	-	-	-	
- Equity mutual funds	298	298	-	-	-	-	-	
- Income mutual funds	62	62	-	-	-	-	-	
	682	682	-	-	-	-	-	
Total investments	\$ 103,877	\$ 95,383	\$ 8,494	\$ -	\$ -	\$ -	\$ -	

Investment Maturities In Years As of June 30, 2014 (Dollars in Thousands)								
Investment Type	Fair Value	Less than 1	1 to 5	6 to 10	11 to 15	16 to 20	21 to 25	
External investment pool	\$ 53,329	\$ 53,319	\$ 10	\$ -	\$ -	\$ -	\$ -	
Corporate notes and bonds	31,819	27,663	4,156	-	-	-	-	
Federal Farm Credit Bank	1,994	-	1,994	-	-	-	-	
	87,142	80,982	6,160	-	-	-	-	
Investments held on behalf of employee benefit plans:								
- Bond/equity mutual funds	354	354	-	-	-	-	-	
- Equity mutual funds	326	326	-	-	-	-	-	
- Income mutual funds	69	69	-	-	-	-	-	
	749	749	-	-	-	-	-	
Total investments	\$ 87,891	\$ 81,731	\$ 6,160	\$ -	\$ -	\$ -	\$ -	



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Investment Custodial Credit Risk - The University's investment securities are exposed to custodial credit risk if the securities are (i) uninsured, (ii) are not registered in the name of the University, or (iii) if they are held by either the counterparty or the counterparty's trust department or agent but not in the University's name. While none of the University's investments are insured, the University's investments are either held in the University's name or the investments are not securities that exist in book entry or physical form.

President Barack Obama visiting Boise State University's College of Engineering and the New Product Development Lab, John Kelly photo



3. ACCOUNTS RECEIVABLE AND UNBILLED CHARGES, NET

Accounts receivable and unbilled charges refer to the portion due to the University, as of June 30, 2015, by various customers, students and constituencies of the University as a result of providing services to said groups. Amounts due to the University are reviewed on a quarterly basis for collectability; the allowance for doubtful accounts is adjusted to reflect what management deems to be collectable.

Accounts Receivable and Unbilled Charges as of June 30	2015	2014
Student fees & third party receivables	\$ 10,961,895	\$ 14,416,987
Unbilled charges	6,161,657	6,332,672
Auxiliary enterprises and other operating activities	2,766,029	1,283,576
Federal, state, and private grants and contracts	1,422,924	3,027,947
Accounts receivable and unbilled charges	21,312,505	25,061,182
Less allowance for doubtful accounts	(3,530,421)	(6,536,649)
Accounts receivable and unbilled charges, net	\$ 17,782,084	\$ 18,524,533



BOISE STATE UNIVERSITY

4. STUDENT LOANS RECEIVABLE

Student loans made through the Federal Perkins Loan Program (the “Program”) comprise substantially all of the loans receivable as of June 30, 2015 and 2014. The Program provides a cancellation benefit to borrowers at rates of 12.5% to 30% per year up to maximum of 100% if the participant complies with certain provisions. The Federal Government reimburses the University for amounts cancelled under these provisions. However, since 2009 the Federal Government has not appropriated funds to reimburse cancellations. Loans receivable from students bear interest at rates ranging from 5% to 10% and are generally repayable in installments to the University over a 5 to 10 year period commencing 3 or 9 months after the date of separation from the University. The University outsources the loan servicing to a third party vendor. As the University determines that loans are uncollectible and not eligible for reimbursement by the Federal Government, the loans are written off and assigned to the U.S. Department of Education. In the event the University should withdraw from the Program or the Federal Government was to cancel the Program, the University would be required to repay \$8,209,463 as of June 30, 2015.

Student Loans Receivable as of June 30	2015	2014
Student loans receivable - current	\$ 1,887,500	\$ 1,668,800
Student loans receivable - non-current	8,660,708	9,083,183
Student loans receivable	10,548,208	10,751,983
Less allowance for doubtful accounts	(106,990)	(110,350)
Student loans receivable, net	\$ 10,441,218	\$ 10,641,633



Astronomy Class, Stargazing,
Wankun Sirichotiyakul Photo



BOISE STATE UNIVERSITY

5. CAPITAL ASSETS, NET

Following are the changes in capital assets for the fiscal year ended June 30, 2015:

	2015 (Dollars in Thousands)				
	Balance June 30, 2014	Additions	Transfers	Retirements	Balance June 30, 2015
Capital assets not being depreciated:					
Land	\$ 64,497	\$ 3,969	\$ -	\$ (1,989)	\$ 66,477
Construction in progress	7,714	8,183	(8,888)	-	7,009
Total assets not being depreciated	\$ 72,211	\$ 12,152	\$ (8,888)	\$ (1,989)	\$ 73,486
Other capital assets:					
Buildings and improvements	\$ 563,836	\$ 526	\$ 4,430	\$ (329)	\$ 568,463
Furniture and equipment	63,609	4,609	243	(1,465)	66,996
Library materials	32,902	1,783	-	(2,110)	32,575
Intangibles	23,860	-	4,215	-	28,075
Total other capital assets	684,207	6,918	8,888	(3,904)	696,109
Less accumulated depreciation:					
Buildings and improvements	(169,278)	(16,453)	-	199	(185,532)
Furniture and equipment	(43,970)	(5,468)	-	1,408	(48,030)
Library materials	(24,942)	(1,658)	-	1,752	(24,848)
Intangibles	(16,300)	(2,080)	-	-	(18,380)
Total accumulated depreciation	(254,490)	(25,659)	-	3,359	(276,790)
Other capital assets, net	\$ 429,717	\$ (18,741)	\$ 8,888	\$ (545)	\$ 419,319
Capital assets summary:					
Capital assets not being depreciated	\$ 72,211	\$ 12,152	\$ (8,888)	\$ (1,989)	\$ 73,486
Other capital assets at cost	684,207	6,918	8,888	(3,904)	696,109
Total cost of capital assets	756,418	19,070	-	(5,893)	769,595
Less accumulated depreciation	(254,490)	(25,659)	-	3,359	(276,790)
Capital assets, net	\$ 501,928	\$ (6,589)	\$ -	\$ (2,534)	\$ 492,805

In addition to accounts payable for construction costs, the estimated cost to complete property authorized or under construction at June 30, 2015, is \$1,103,576.72. These costs will be funded by construction proceeds from outstanding debt and available reserves.

During FY15, a multi-year internally generated software project to upgrade PeopleSoft Financials was cancelled. Life-to-date, work-in-process expenditures for internally generated software, of \$1,359,799 were considered an impaired asset and were written off to gain (loss) on retirement of capital assets.



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Following are the changes in capital assets for the year ended June 30, 2014:

	2014 (Dollars in Thousands)				
	Balance June 30, 2013	Additions	Transfers	Retirements	Balance June 30, 2014
Capital assets not being depreciated:					
Land	\$ 63,259	\$ 1,238	\$ -	\$ -	\$ 64,497
Construction in progress	34,353	10,612	(37,251)	-	7,714
Total assets not being depreciated	\$ 97,612	\$ 11,850	\$ (37,251)	\$ -	\$ 72,211
Other capital assets:					
Buildings and improvements	\$ 533,054	\$ 1,553	\$ 32,084	\$ (2,855)	\$ 563,836
Furniture and equipment	61,468	4,824	1,220	(3,903)	63,609
Library materials	33,104	1,834	-	(2,036)	32,902
Intangibles	19,913	-	3,947	-	23,860
Total other capital assets	647,539	8,211	37,251	(8,794)	684,207
Less accumulated depreciation:					
Buildings and improvements	(155,575)	(16,086)	-	2,383	(169,278)
Furniture and equipment	(42,073)	(5,646)	-	3,749	(43,970)
Library materials	(24,891)	(1,718)	-	1,667	(24,942)
Intangibles	(14,713)	(1,587)	-	-	(16,300)
Total accumulated depreciation	(237,252)	(25,037)	-	7,799	(254,490)
Other capital assets, net	\$ 410,287	\$ (16,826)	\$ 37,251	\$ (995)	\$ 429,717
Capital assets summary:					
Capital assets not being depreciated	\$ 97,612	\$ 11,850	\$ (37,251)	\$ -	\$ 72,211
Other capital assets at cost	647,539	8,211	37,251	(8,794)	684,207
Total cost of capital assets	745,151	20,061	-	(8,794)	756,418
Less accumulated depreciation	(237,252)	(25,037)	-	7,799	(254,490)
Capital assets, net	\$ 507,899	\$ (4,976)	\$ -	\$ (995)	\$ 501,928





BOISE STATE UNIVERSITY

6. UNEARNED REVENUE AND DEFERRED INFLOWS OF RESOURCES

Unearned revenue includes amounts received for prepaid ticket sales, auxiliary enterprise revenue received not earned, student fees, grant and contract revenue not meeting eligibility requirements, a school district land swap and other amounts received prior to the end of the fiscal year that will be earned in subsequent years. In 2007, the University exchanged parcels of land with the Boise School District ("the District"). The difference between the appraised values of the parcels was recorded as unearned revenue, to be amortized as the District uses University facilities for sporting events. Student fees represent the portion of summer school revenues related to the number of days of instruction in the subsequent fiscal year and prepaid fall semester fees.

Unearned revenue as of June 30	2015	2014
Prepaid ticket sales and auxiliary enterprises	\$ 6,332,394	\$ 6,129,431
Student fees	4,809,420	4,247,399
Grants and contracts	1,036,874	1,004,291
School district land swap and other unearned revenue	1,041,180	1,434,413
Unearned revenue	\$ 13,219,868	\$ 12,815,534

Deferred inflows of resources includes grant and contract revenue received before time requirements are met but, after all other eligibility requirements have been met, and deferred inflows of resources related to pensions.

Deferred inflows of resources as of June 30	2015	2014
Grants Received in Advance	\$ 993,522	\$ 1,603,905
Deferred inflows of resources related to pensions	9,779,556	-
Deferred inflows of resources	\$ 10,773,078	\$ 1,603,905



Physics Lab, Carrie Quinney photo



BOISE STATE UNIVERSITY

7. DEFERRED OUTFLOWS OF RESOURCES AND LONG-TERM LIABILITIES

Following are the changes in refunding of debt (representing the difference between the reacquisition price and the net carrying amount of the old debt), deferred outflows of resources related to pensions, bonds and notes payable, capital leases, non-current unearned revenue, other post-employment benefit obligations, and other liabilities for the fiscal years ended June 30, 2015 and 2014:

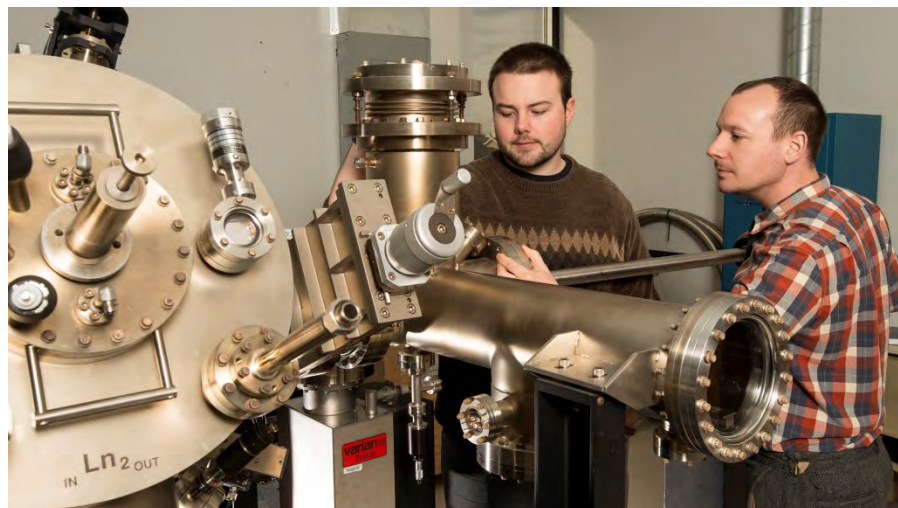
	2015 (Dollars in Thousands)				
	Ending Balance June 30, 2014	Additions	Reductions	Ending Balance June 30, 2015	Amounts due within one year
Deferred outflows of resources:					
2004-2012A Bond refunding	\$ 1,148	\$ -	\$ (61)	\$ 1,087	
2009 Bond refunding	50	-	(50)	-	
2007A Bond refunding	1,312	-	(164)	1,148	
2005 Bond refunding	114	-	(114)	-	
2005-2013A Bond refunding	502	-	(27)	475	
2005-2013B Bond refunding	533	-	(61)	472	
2007A-2015 Bond refunding	-	667	(5)	662	
2007B-2015 Bond refunding	-	1,376	(162)	1,214	
Refunding of debt	3,659	2,043	(644)	5,058	
Deferred outflows of resources related to pensions	-	6,596	(2,959)	3,637	
Total deferred outflows of resources	\$ 3,659	\$ 8,639	\$ (3,603)	\$ 8,695	
Long-term debt:					
Bonds payable	\$ 227,335	\$ 31,210	\$ (40,555)	\$ 217,990	\$ 8,235
Premium on bonds	3,957	4,366	(1,504)	6,819	-
Notes payable	990	-	(356)	634	374
Capital lease obligations - component unit	1,112	-	(360)	752	380
Total long-term debt	233,394	35,576	(42,775)	226,195	8,989
Other liabilities:					
Non-current unearned revenue	1,295	-	(151)	1,144	-
Net other post employment benefits	8,614	960	-	9,574	-
Net pension liability	-	7,104	-	7,104	-
Non-current other	1,309	-	(170)	1,139	140
Total other liabilities	11,218	8,064	(321)	18,961	140
Long-term liabilities	\$ 244,612	\$ 43,640	\$ (43,096)	\$ 245,156	\$ 9,129



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	2014 (Dollars in Thousands)				
	Ending Balance			Ending Balance	Amounts due within
	June 30, 2013	Additions	Reductions	June 30, 2014	one year
Deferred outflows of resources:					
2004-2012A Bond refunding	\$ 1,209	\$ -	\$ (61)	\$ 1,148	
2009 Bond refunding	116	-	(66)	50	
2007A Bond refunding	1,392	-	(80)	1,312	
2005 Bond refunding	138	-	(24)	114	
2004-2013A Bond refunding	521	-	(521)	-	
2005-2013A Bond refunding	529	-	(27)	502	
2005-2013B Bond refunding	594	-	(61)	533	
Refunding of debt	<u>\$ 4,499</u>	<u>\$ -</u>	<u>\$ (840)</u>	<u>\$ 3,659</u>	
Long-term debt:					
Revenue bonds payable	\$ 234,700	\$ -	\$ (7,365)	\$ 227,335	\$ 7,770
Premium on revenue bonds	4,870	-	(913)	3,957	-
Notes payable	1,329	-	(339)	990	357
Capital lease obligations - component unit	<u>1,452</u>	<u>-</u>	<u>(340)</u>	<u>1,112</u>	<u>360</u>
Total long-term debt	<u>242,351</u>	<u>-</u>	<u>(8,957)</u>	<u>233,394</u>	<u>8,487</u>
Other liabilities:					
Non-current unearned revenue	1,430	-	(135)	1,295	-
Net other post employment benefits	7,854	760	-	8,614	-
Net pension liability	-	-	-	-	-
Non-current other	<u>968</u>	<u>560</u>	<u>(219)</u>	<u>1,309</u>	<u>140</u>
Total other liabilities	<u>10,252</u>	<u>1,320</u>	<u>(354)</u>	<u>11,218</u>	<u>140</u>
Long-term liabilities	<u>\$ 252,603</u>	<u>\$ 1,320</u>	<u>\$ (9,311)</u>	<u>\$ 244,612</u>	<u>\$ 8,627</u>

Physics, Engineering, Carrie Quinney photo





BOISE STATE UNIVERSITY

8. BONDS AND NOTES PAYABLE

The University issues bonds to finance a portion of the construction of academic and auxiliary facilities. The University is required by bonding resolution to establish a Rebate Fund to be held and administered by the University, separate and apart from other funds and accounts of the University. The University shall make deposits into the Rebate Fund of all amounts necessary to make payments of arbitrage due to the United States. The University had no arbitrage liability as of June 30, 2015 and 2014. All bonds are at parity and are senior to notes payable. Management believes the University is in compliance with all bond covenants as of June 30, 2015 and 2014. During the fiscal year ended June 30, 2015, the University issued \$31,210,000, at par, of tax-exempt General Revenue Refunding Bonds, Series 2015A. The proceeds, after issuance costs, were deposited into an irrevocable trust to advance refund portions of the 2005A General Revenue Bonds, 2007A General Revenue Bonds, and the 2007B General Revenue Bonds. The aggregate difference in debt service between the refunding debt and refunded debt was \$3,253,117 and the net present value of the savings due to refunding was \$2,344,546.

Bonds Payable - Outstanding:

Bond Issue	June 30, 2015 (Dollars in Thousands)						
	Original Face Value	Range of Annual Principal Amounts	Range of Semi Annual Interest Percentages	Maturity Date	Outstanding Balance 2015	Outstanding Balance 2014	
General Revenue Bonds, Series 2015A	\$ 31,210	\$ 700 - \$2,280	2.000% - 5.000%	2037	\$ 31,210	\$ -	
General Revenue Bonds, Series 2013A	\$ 14,195	\$ 65 - \$1,300	2.000% - 5.000%	2033	12,830	14,130	
General Revenue Bonds, Series 2013B	\$ 11,760	\$ 550 - \$2,575	0.670% - 2.836%	2023	10,515	11,160	
General Revenue Bonds, Series 2012A	\$ 33,330	\$ 305 - \$3,455	2.000% - 5.000%	2042	31,810	32,425	
General Revenue Bonds, Series 2010A	\$ 1,195	\$ 285 - \$ 315	3.000% - 4.000%	2015	-	315	
General Revenue Bonds, Series 2010B	\$ 12,895	\$ 325 - \$ 795	3.940% - 6.310%	2040	12,895	12,895	
General Revenue Bonds, Series 2009A	\$ 42,595	\$ 720 - \$2,870	3.250% - 5.000%	2039	28,220	30,030	
General Revenue Bonds, Series 2007A	\$ 96,365	\$ 145 - \$7,880	4.000% - 5.000%	2037	89,110	95,900	
General Revenue Bonds, Series 2007B	\$ 25,860	\$ 510 - \$1,760	4.000% - 5.000%	2037	1,400	25,350	
General Revenue Bonds, Series 2005A	\$ 21,925	\$ 140 - \$2,695	3.750% - 5.000%	2034	-	5,130	
Bonds before premium					217,990	227,335	
Premium on bonds					6,820	3,957	
Total bonds outstanding					\$ 224,810	\$ 231,292	



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Bonds Payable - Principal and interest maturities as of June 30, 2015, are as follows:

Bonds Payable 2015 (Dollars in Thousands)					
	Principal		Interest		Total
2016	\$	8,235	\$	9,470	\$ 17,705
2017		8,505		9,316	17,821
2018		8,935		9,004	17,939
2019		9,325		8,682	18,007
2020		9,805		8,333	18,138
2021-2025		42,770		35,704	78,474
2026-2030		42,500		26,520	69,020
2031-2035		52,905		16,057	68,962
2036-2040		33,185		3,862	37,047
2041-2045		1,825		138	1,963
Total	\$	217,990	\$	127,086	\$ 345,076

Extinguished Debt - As of June 30, 2015, debt in the amount of \$29,910,000 is considered extinguished through refunding of prior issues by a portion of the current issues. Escrowed funds are held in trust in the amount of \$32,321,464 for the payment of maturities on refunded bonds.

Bonds Payable 2015 (Dollars in Thousands)					
Refunded Bond Issue	Original Issue Amount	Principal Payments	Defeased Amount	Defeased Liability Outstanding	
2005A General Revenue Bond	\$ 21,925	\$ 21,925	\$ 13,350	\$ -	
2007A General Revenue Bond	96,365	635	6,620	6,620	
2007B General Revenue Bond	25,860	1,170	23,290	23,290	
Total	\$ 144,150	\$ 23,730	\$ 43,260	\$ 29,910	

Neither the debt nor the escrowed assets are reflected in the University's financial statements.

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Pledged Revenue - The University has pledged certain revenues as collateral for debt instruments. The pledged revenue amounts and coverage requirements are as follows for the year ended June 30, 2015:

Pledged revenues:	2015
Student fees	\$ 142,445,827
Rentals	11,260,429
Residence dining income	4,663,857
Other	2,374,609
Sales & service	50,446,219
F&A recovery	4,308,512
Investment income	396,947
Total pledged revenue	215,896,400
Less operations and maintenance	(66,212,266)
Pledged revenues, net	\$ 149,684,134
Debt service	\$ 17,562,431
Debt service coverage	852%
Coverage requirement	110%

Notes Payable - Outstanding:

Notes Payable	June 30, 2015 (Dollars in Thousands)						
	Original Face Value	Terms	Interest Rate	Maturity Date	Collateralized by	Outstanding Balance 2015	Outstanding Balance 2014
		11 year monthly					
2006 Bank note payable	\$ 3,381	amortization	4.77%	2016	(1)	\$ 634	\$ 990
Total Notes Payable						\$ 634	\$ 990
(1) Bronco Athletic Association guarantee							

Notes Payable - Principal and interest maturities as of June 30, 2015, are as follows:

	Notes Payable 2015 (Dollars in Thousands)		
	Principal	Interest	Total
2016	\$ 634	\$ 18	\$ 652
Total	\$ 634	\$ 18	\$ 652



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9. LEASE OBLIGATIONS

Capital Lease Obligations - The University has entered into a capital lease agreement covering a building the University leases from the Foundation. Assets under capital lease are included in capital assets, net of depreciation. Amortization of assets under capital lease is included in depreciation expense.

Future minimum capital lease obligations under this agreement as of June 30, 2015, are as follows:

2015 (Dollars in Thousands)	
Future minimum capital lease obligations	
2016	\$ 433
2017	405
2018	11
Total minimum obligations	849
Less interest	(97)
Present value of minimum obligations	\$ 752

The book value, accumulated depreciation, and net book value for capitalized leased assets as of June 30, 2015, are as follows:

Assets under capital leases:	Book Value	Accumulated Depreciation	Net Book Value
Buildings and improvements	\$ 8,048	\$ (4,481)	\$ 3,567





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Operating Lease Obligations - The University has entered into various non-cancellable operating lease agreements covering certain space and equipment. The lease terms range from one to ten years. The expense for operating leases was \$1,188,895 for the year ended June 30, 2015 and \$905,715 for the year ended June 30, 2014.

Future minimum lease payments on non-cancellable operating leases at June 30, 2015, are as follows:

Future minimum operating lease obligations	
2016	\$ 1,587,259
2017	1,244,598
2018	1,047,325
2019	767,174
2020	609,537
Thereafter	<u>2,813,787</u>
Total future minimum operating lease obligations	<u>\$ 8,069,680</u>





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10. RETIREMENT PLANS AND POST RETIREMENT USE OF UNUSED SICK LEAVE

Public Employee Retirement System of Idaho - The Public Employee Retirement System of Idaho (PERSI) administers the PERSI Base Plan which is a cost-sharing, multiple-employer defined benefit retirement plan governed by Idaho Code Title 59, Chapter 13. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and required supplementary information. The annual financial report may be obtained on the PERSI website at www.persi.idaho.gov.

The PERSI Base Plan requires that both the members and the employer contribute. These contributions, in addition to earnings from investments, fund the PERSI Base Plan benefits. The benefits were established and may be amended by the Idaho State Legislature. Members become fully vested in retirement benefits earned to date after five years of credited service. The benefit structure is based on each member's years of service, age, and highest average salary. In addition, benefits are provided for disability or death, and to survivors of eligible members or beneficiaries. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification or a combination of age plus service.

The annual service retirement allowance for each month of credited service is 2% of the average monthly salary for the highest consecutive 42 months. Approximately 897 employees contribute to this plan.

Employer contributions to PERSI are made as set forth in Section 59-1322 of Idaho Code, and described in Section 59.01.03 of the Idaho Administrative Procedure Act. Employee contributions are set at 60% of employer contributions per Section 59-1333 of Idaho Code. Contributions for the three fiscal years ended June 30 are as follows:

PERSI:	2015	2014	2013
University contributions required and paid	\$ 3,045,994	\$ 2,963,747	\$ 2,841,366
Employee contributions	1,827,231	1,777,617	1,703,857
Total contributions	\$ 4,873,225	\$ 4,741,364	\$ 4,545,223
University required contribution rate	11.32%	11.32%	10.39%
Percentage of covered payroll for employees	6.79%	6.79%	6.23%



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Optional Retirement Plan (ORP) - Effective July 1, 1990, the Idaho State Legislature authorized the Idaho State Board Education to establish an Optional Retirement Plan (ORP), a defined contribution plan for faculty and professional employees. The ORP is governed by Idaho Code, Sections 33-107A and 33-107B.

New faculty and professional employees hired July 1, 1990 or thereafter automatically enroll in the ORP and select their vendor option. Vendor options include Teachers Insurance and Annuity Association/Consolidated Retirement Equities Fund (TIAA-CREF) and Variable Annuity Life Insurance Corporation (VALIC). Faculty and professional employees hired before July 1, 1990, had a one-time opportunity to enroll in the ORP. Participants are immediately vested in both their contributions as well as the University's contributions to their account upon enrollment. Retirement benefits are available either as a lump sum or any portion thereof upon attaining 55 years of age.

The employee contribution requirement for the ORP is based on a percentage of total covered compensation. Employer contributions are determined by the State of Idaho. Approximately 1,837 employees contribute to this plan.

Although enrollees in the ORP no longer actively participate in PERSI, the University is required to contribute to the PERSI Base Plan through July 1, 2025. During the fiscal years ended June 30, 2015, 2014, and 2013 this supplemental funding payment to PERSI was \$1,596,035, \$1,482,337, and \$1,394,954, respectively. This amount is not included in the regular University PERSI Base Plan contribution discussed previously.

Contributions for the three years ended June 30, are as follows:

ORP:	2015	2014	2013
University contribution	\$ 9,957,020	\$ 9,245,096	\$ 8,723,150
Employee contribution	7,498,226	6,960,321	6,556,516
Total contribution	<u>\$ 17,455,246</u>	<u>\$ 16,205,417</u>	<u>\$ 15,279,666</u>
University contribution rate	9.26%	9.26%	9.27%
Employee contribution rate	6.97%	6.97%	6.97%

Supplemental Retirement Plans - Full and part time faculty, classified and professional staff, enrolled in PERSI as their regular retirement plan, may enroll in the 403(b), 401(k), and the 457(b) plans. Full and part time faculty and professional staff enrolled in the ORP as their regular retirement plan may enroll in the 403(b) and the 457(b) plans.



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401(k) - PERSI Choice Plan (PCP):

This is only available to active PERSI members that work 20 hours/week for five (5) or more months. The Choice Plan contains employee gain sharing distributions, any voluntary employee contributions made, and the earnings on those funds. Approximately 150 employees contribute to this plan.

457(b) - Deferred Compensation Plan:

The 457(b) is a voluntary retirement savings plan covered under Section 457(b) of the Internal Revenue Code. All University employees are eligible to participate in this plan through a select group of vendors. The plan is funded exclusively through employee pre-tax contributions. Approximately 112 employees contribute to this plan.

403(b) Plan:

The 403(b) plan is a voluntary tax-sheltered retirement plan covered under Section 403(b) of the Internal Revenue Code. All University employees are eligible to participate in this plan through a select group of vendors. The plan is funded exclusively by employee pre-tax contributions. Approximately 313 employees contribute to this plan.

Roth 403(b) Plan:

The Roth 403(b) is an after-tax saving option through payroll deduction, with tax-free withdrawals of interest and earnings at retirement. All University employees are eligible to participate in this plan. Approximately 60 employees contribute to this plan.

Supplemental Retirement 403(b) Plan:

The Supplemental 403(b) plan was established by the Idaho State Board of Education as of June 23, 2011 for the benefit of a limited group of participants with approval from the state's higher education institutions only. The plan is funded by participant-specific contributions from the employees and the respective institutions.

Supplemental Retirement Plan Contributions - Fiscal Year 2015:

Supplemental Contributions:	401(k)-PCP	403(b)	457(b)	Roth 403(b)	Supplemental 403(b)
Employee contribution	\$ 339,116	\$ 2,292,548	\$ 971,781	\$ 225,889	\$ 32,409
University contribution	N/A	N/A	N/A	N/A	\$ 44,027

Post Retirement Use of Unused Sick Leave - Employees who qualify for retirement under the PERSI Base Plan or the ORP are eligible to convert up to 50% of the value of their unused sick leave (with limits based on years of service) to pay for certain retiree health and/or life insurance premiums. The University partially funds these obligations by remitting 0.65% of employee gross payroll to the PERSI. The total contributions for the fiscal years ended June 30, 2015, 2014, and 2013 were \$884,848, \$833,227, and \$801,197, respectively.



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11. PENSION PLANS

Public Employee Retirement System of Idaho – Boise State University contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Persi Retirement Board (the Board) comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members be Idaho citizens who are not members of the Base Plan except by reason of having served on the Board.

Membership data related to the PERSI Base Plan, as of June 30, 2014 was as follows:

	2014
Retirees and beneficiaries currently receiving benefits	77,727
Terminated employees entitled to but not yet receiving benefits	11,504
Active plan members	66,223

Pension Benefits – The Base Plan provides retirement, disability, and death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.



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Member and Employer Contributions - Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by State statute at 60% of the employer rate. As of June 30, 2014 it was 6.79% of their annual pay. The employer contribution rate is set by the Retirement Board and was 11.32% of covered compensation. The University contributions were \$3,045,994 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2015, the University reported a liability of \$7,104,041 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The University's proportion of the net pension liability was based on the share of contributions by the University in the Base Plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2014, the University proportion was 0.965%.

For the year ended June 30, 2015, the University recognized pension expense of \$790,221. At June 30, 2015, the University 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	\$ -	\$ 881,857
Changes in assumptions or other inputs	591,349	-
Net difference between projected and actual earnings on pension plan investments	-	8,897,699
The University contributions subsequent to the measurement date	3,045,996	-
Total	\$ 3,637,345	\$ 9,779,556

\$3,045,996 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2013, the beginning of the measurement period ended June 30, 2014, is 5.6 years.



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Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year ended June 30:	
	Expense (Revenue)
2016	\$ (2,287,579)
2017	(2,287,579)
2018	(2,287,579)
2019	(2,287,579)
2020	(37,892)

Actuarial Assumptions - Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payrolls. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions:	
Inflation	3.25 percent
Salary increases	4.50 – 10.25 percent
Salary inflation	3.75 percent
Investment rate of return	7.10 percent, net of investment expenses
Cost-of-living (COLA) adjustments	1.00 percent

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate, with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2014 is based on the results of an actuarial valuation date of July 1, 2014.



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The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model 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 asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected Inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate of Return
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Wilshire 5000 / Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI EAFE	15.00%	7.55%
Assumed Inflation - Mean			3.25%
Assumed Inflation - Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Standard Deviation			13.34%
Portfolio Long-Term Expected Rate of Return			7.50%
Assumed Investment Expenses			0.40%
Long-Term Expected Rate of Return, Net of Investment Expenses			7.10%

Discount Rate - The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of 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. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.



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Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate - The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net pension liability (asset) \$	24,670,258	\$ 7,104,041	\$ (7,498,607)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Payables to the pension plan - At June 30, 2015 the University reported payables to the defined benefit pension plan of \$3,045,994 for legally required employer contributions and \$1,827,231 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

Gymnastics, Poster, Group and Class





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Required Supplementary Information

**Schedule of Employer's Proportionate Share of Net Pension Liability
PERSI – Base Plan**

NET PENSION LIABILITY:	2015
Employer's portion of net the pension liability	0.009650177
Employer's proportionate share of the net pension liability	\$7,104,041
Employer's covered-employee payroll	\$26,908,074
Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	26.40%
Plan fiduciary net position as a percentage of the total pension liability	94.95%
Data reported is measured as of June 30, 2014	

**Schedule of Employer Contributions
PERSI – Base Plan**

	2015
Statutorily required contribution	\$ 3,045,994
Contributions in relation to the statutorily required contribution	\$ 3,045,994
Contribution (deficiency) excess	\$ -
Employer's covered-employee payroll	\$ 26,908,074
Contributions as a percentage of covered-employee payroll	11.32%





12. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Summary of Plans

Boise State University participates in other postemployment benefit plans relating to health and disability administered by the State of Idaho as agent multiple-employer defined benefit plans. The Life Insurance benefit is a single-employer defined benefit plan. Idaho Code Sections 67-5760 to 67-5768 and 72-1335, establishes the benefits and contribution obligations. Each of these benefits is provided by the University to retired or disabled employees. The most recent actuarial valuation is as of July 1, 2014. Boise State University has not set aside any assets to pay future benefits; the University funds these benefits on a pay-as-you-go basis. Details of the plans can be found in the Comprehensive Annual Report of the State of Idaho, which may be obtained from the following location:

<http://www.sco.idaho.gov/web/scoweb.nsf/displayview?ReadForm&L1=Accounting&L2=Financial+Reports+and+Public+Information#>

Plan Descriptions and Funding Policy

Retiree Healthcare Plan - A retired employee of the University who receives monthly retirement benefits from the Public Employee Retirement System of Idaho (PERSI) may elect to purchase the retiree health insurance coverage for themselves and eligible dependents. Employees must enroll within 60 days of the date that the active employee policy ends. Additionally, the employee must be receiving PERSI monthly benefits at the time of retirement and must have 10 or more years (20,800 or more hours) of credited service. An employee must have been an active employee on or before June 30, 2009, and must retire directly from State service. Coverage is not available to Medicare-eligible retirees or their Medicare-eligible dependents. Retirees eligible for medical health insurance pay the majority of the premium cost; however, the retiree plan costs are subsidized by the active employee plan. The maximum benefit is \$1,860 per retiree per year. The University contributed \$9.54 per active employee per month towards the retiree premium cost.

Long-Term Disability Plan - Disabled employees are defined as persons unable to perform each of the substantial and material duties of the job for which they were hired and unable to earn more than 70 percent of their monthly salary for the first 30 months of disability. If after 30 months the employee is unable to perform any job for which they are reasonably qualified by experience, education, or training, and unable to earn more than 60 percent of their monthly salary the employee is considered totally disabled. To qualify for long-term disability benefits, the waiting period of the longer of 26 continuous week of total disability or exhaustion of accrued sick leave must be met.



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For up to 30 months following the date of disability, an employee may continue healthcare coverage under the State plan. The University pays 100 percent of the University's share of medical and dental premiums while the employee remains disabled. The employee is required to pay the normal active employee contribution for the plan and rate category in which the employee is enrolled. The University was charged \$9 per active employee per month in fiscal year 2015.

The plan provides long-term disability income benefits to active employees who become disabled, generally up to a maximum age of 70. The gross benefit equals 60 percent of monthly pre-disability salary or \$4,000, whichever is less. The benefit does not increase with inflation and may be offset by other sources of income such as Social Security, Workers' Compensation, unemployment benefits, employment rehabilitation earnings, and certain retirement benefits. The State is self-insured for employees who became disabled prior to July 1, 2003; the State pays 100 percent of the cost of this benefit. The amount of the contribution is based on active claims and the number of insured individuals.

Principal Life Insurance Company insures employees disabled on or after July 1, 2003, and the obligation for the payment of income benefits has been effectively transferred. The University pays 100 percent of the cost of the premiums. The University's contribution rate for the period was 0.264 percent of payroll in fiscal year 2015. This portion of the long-term disability income benefit is not included in the actuarial estimate as this is considered an insured benefit.

This plan also provides basic life insurance and dependent life coverage to disabled employees, generally up to a maximum age of 70. The life insurance benefit amount is generally 100 percent of annual salary, but not less than \$20,000. In addition, the plan provides a \$2,000 life insurance benefit for spouses and a \$1,000 life insurance benefit for dependent children. These benefits do not increase with inflation. The State is self-insured for employees who became disabled prior to July 1, 2012. The State pays 100 percent of the cost; the contribution is actuarially determined based on actual claims experience.

Principal Life Insurance Company insures employees disabled on or after July 1, 2012, and the obligation for the payment of basic life and dependent life coverage benefits has been effectively transferred. The University pays 100 percent of the premiums. This portion of the basic life insurance and dependent life coverage is not included in the actuarial estimate as this is considered an insured benefit.

Retiree Life Insurance Plan - This plan provides basic life insurance for certified retired employees. In general, the employee must have completed at least 30 years of credited service or the sum of his/her age and years of credited service must total at least 80 to qualify for this benefit. Eligible retirees receive basic life insurance coverage equal to 100 percent of their annual salary at retirement. The University pays 100 percent of the cost of basic life insurance for eligible retirees. The University's contribution for the period as a percent of payroll was 1.177% for retirees under age 65, 0.894% for retirees between the ages of 65 and 69, and 0.600% for retirees over age 70.



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Annual Other Post Employment Benefit (OPEB) Cost - The annual OPEB cost (AOC) is actuarially determined based on the annual required contribution (ARC) of the employer. The following table illustrates the annual OPEB cost, the amount of contributions made, the increase (decrease) in the net OPEB obligation (NOO), and the NOO (funding excess) for the current year. The University has OPEB assets of \$8,000, and OPEB liabilities of \$9,574,138, resulting in net OPEB obligation of \$9,566,138 as of June 30, 2015.

2015 Annual OPEB Cost and Net OPEB Obligation (Dollars in Thousands)						
	Retiree Healthcare Plan	Long-Term Disability Plan			Retiree Life Insurance Plan	
		Healthcare	Life Insurance	Income		
Annual OPEB cost						
Annual required contribution	\$ 479	\$ 150	\$ 126	\$ 75	\$ 1,261	
Interest	126	5	(1)	1	192	
Adjustment to ARC	(241)	(9)	2	(2)	(364)	
Annual OPEB cost	364	146	127	74	1,089	
Contributions made	(271)	(202)	(105)	(60)	(183)	
Increase (decrease) in net OPEB obligation	93	(56)	22	14	906	
Net OPEB obligation – beginning of year	2,977	114	(30)	32	5,494	
Net OPEB obligation (funding excess) – end of year	\$ 3,070	\$ 58	\$ (8)	\$ 46	\$ 6,400	
Percentage of AOC contributed	74.50%	138.40%	82.70%	81.10%	16.80%	

Annual OPEB Cost Comparison - The following table compares the annual OPEB cost, the percentage of annual OPEB cost contributed and the NOO (funding excess) for the current and two prior years.

Annual OPEB Cost and Net OPEB Obligation Comparison (Dollars in Thousands)							
		Retiree Healthcare Plan	Long-Term Disability Plan			Retiree Life Insurance Plan	
			Healthcare	Life Insurance	Income		
Annual OPEB cost	2013	\$ 166	\$ 118	\$ 182	\$ 93	\$ 1,074	
	2014	\$ 141	\$ 121	\$ 176	\$ 93	\$ 1,003	
	2015	\$ 364	\$ 146	\$ 127	\$ 74	\$ 1,089	
Percentage of AOC contributed	2013	142.17%	129.66%	104.40%	74.19%	13.97%	
	2014	150.35%	139.67%	75.00%	68.82%	15.55%	
	2015	74.50%	138.40%	82.70%	81.10%	16.80%	
NOO (funding excess) – end of year	2013	\$ 3,046	\$ 161	\$ (74)	\$ 3	\$ 4,647	
	2014	\$ 2,975	\$ 113	\$ (30)	\$ 32	\$ 5,494	
	2015	\$ 3,070	\$ 58	\$ (8)	\$ 46	\$ 6,400	



BOISE STATE UNIVERSITY

Funded Status and Funding Progress - The following table illustrates the funded status and the funding progress for the University as of June 30, 2015:

Funded Status and Funding Progress (Dollars in Thousands)							
	Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Accrued Liability (AAL)	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratios (1) : (2)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (3) : (5)
Retiree healthcare plan	07/01/14	\$0	\$ 2,999	\$ 2,999	0.00%	\$ 160,896	1.9%
Long-term disability plan:							
Healthcare	07/01/14	\$0	\$ 1,026	\$ 1,026	0.00%	\$ 160,896	0.6%
Life insurance	07/01/14	\$0	\$ 568	\$ 568	0.00%	\$ 160,896	0.4%
Income	07/01/14	\$0	\$ 398	\$ 398	0.00%	\$ 160,896	0.2%
Retiree life insurance plan	07/01/14	\$0	\$ 16,346	\$ 16,346	0.00%	\$ 160,896	10.2%

Actuarial Methods and Assumptions - Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information immediately following the notes to the financial statements contains multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Calculations are based on the types of benefits provided under the terms of the plan at the time of each valuation and on the pattern of sharing costs between the employer and plan members. The projection of benefits for financial reporting purposes does not incorporate the potential effects of legal funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective and actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.



BOISE STATE UNIVERSITY

The following table presents the significant methods and assumptions for all plans:

	Retiree Healthcare Plan	Long-Term Disability Plan			Retiree Life Insurance Plan
	Healthcare	Life Insurance	Income		
Actuarial cost method	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll	Level Dollar Amount	Level Dollar Amount	Level Percentage of Payroll
Amortization period	10 years Closed	30 years Open	5 years Open	6 years Open	30 years Open
Assumptions:					
Inflation rate	2.75%	2.75%	2.75%	2.75%	2.75%
Investment return	3.60%	3.60%	3.60%	3.60%	3.60%
OPEB increases	N/A	N/A	N/A	N/A	N/A
Projected salary increases	3.25%	3.25%	3.25%	3.25%	3.25%
Healthcare cost initial					
Trend rate	6.70%	6.70%	N/A	N/A	N/A
Healthcare cost ultimate					
Trend rate	4.70%	4.70%	N/A	N/A	N/A

Required Supplementary Information

Other Postemployment Benefits – Schedule of Funding Progress:

Schedule of Funding Progress - Required Supplementary Information: (Dollars in Thousands)							
	Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Accrued Liability (AAL)	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratios (1) : (2)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (3) : (5)
Retiree healthcare plan	7/1/2010	\$0	\$ 1,877	\$ 1,877	0.00%	\$ 146,216	1.3%
	7/1/2012	\$0	\$ 1,793	\$ 1,793	0.00%	\$ 152,419	1.2%
	7/1/2014	\$0	\$ 2,999	\$ 2,999	0.00%	\$ 160,896	1.9%
Long-term disability plan:							
Healthcare	7/1/2010	\$0	\$ 806	\$ 806	0.00%	\$ 146,216	0.6%
	7/1/2012	\$0	\$ 816	\$ 816	0.00%	\$ 152,419	0.5%
	7/1/2014	\$0	\$ 1,026	\$ 1,026	0.00%	\$ 160,896	0.6%
Life Insurance	7/1/2010	\$0	\$ 853	\$ 853	0.00%	\$ 146,216	0.6%
	7/1/2012	\$0	\$ 637	\$ 637	0.00%	\$ 152,419	0.4%
	7/1/2014	\$0	\$ 568	\$ 568	0.00%	\$ 160,896	0.4%
Income	7/1/2010	\$0	\$ 485	\$ 485	0.00%	\$ 146,216	0.3%
	7/1/2012	\$0	\$ 414	\$ 414	0.00%	\$ 152,419	0.3%
	7/1/2014	\$0	\$ 398	\$ 398	0.00%	\$ 160,896	0.2%
Retiree life insurance plan	7/1/2010	\$0	\$ 14,511	\$ 14,511	0.00%	\$ 146,216	9.9%
	7/1/2012	\$0	\$ 13,994	\$ 13,994	0.00%	\$ 152,419	9.2%
	7/1/2014	\$0	\$ 16,346	\$ 16,346	0.00%	\$ 160,896	10.2%



BOISE STATE UNIVERSITY

Schedule of Employer Contributions:

Schedule of Employer Contributions - Required Supplementary Information: (Dollars in Thousands)				
OPEB Plan	Fiscal Year Ended	Annual Required Contribution (ARC)	Actual Contributions	Actual Contributions as Percentage of ARC
Life insurance	06/30/15	\$1,261	\$183	15%
	06/30/14	\$1,151	\$156	14%
	06/30/13	\$1,220	\$150	12%
	06/30/12	\$1,023	\$155	15%
	06/30/11	\$966	\$157	16%

Student Union, Fall Campus Scene, John Kelly photo





13. RISK MANAGEMENT

The University obtains workers' compensation coverage from the Idaho State Insurance Fund. The University's workers' compensation premiums are based on its payroll, its own experience, as well as that of the State of Idaho as a whole. The University carries commercial insurance for other risks of loss, including but not limited to employee bond and crime, out of state workers' compensation, business interruption, media liability and automobile physical damage insurance. There have been no significant reductions in coverage or claims in excess of coverage within the past three years.

Boise, Lightning Storm, Brian Angers





14. COMPONENT UNIT

The Boise State University Foundation, Inc., (the Foundation) was established in 1964 to engage in activities to benefit and support Boise State University (the University), including receiving contributions and holding, protecting, managing, and investing donated funds. The Foundation is a nonprofit corporation incorporated in accordance with the laws of the State of Idaho and managed by a volunteer Board of Directors. Under the Idaho State Board of Education's administrative rules, the Foundation must be independent of, and cannot be controlled by, the University. A memorandum of understanding between the Foundation and the University defines the relationship between the two entities in accordance with the State Board of Education's rules.

The Foundation's financial statements are prepared in accordance with the standards set by the Financial Accounting Standards Board (FASB). The Foundation classifies net assets, revenues, gains, and other support and expenses based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation and changes therein are classified and reported as follows:

Permanently Restricted Net Assets - Net assets whose use is limited by donor-imposed restrictions that neither expire by the passage of time nor can be fulfilled or otherwise removed by action of the Foundation. The restrictions stipulate that resources be maintained permanently but permit the Foundation to expend the investment revenues and gains generated in accordance with the provisions of the agreements.

Temporarily Restricted Net Assets - Net assets subject to donor restrictions that may or will be met by expenditures or actions of the Foundation and/or the passage of time, and certain income earned on permanently restricted net assets that has not yet been appropriated for expenditure by the Foundation's Board of Directors.

The Foundation reports contributions as temporarily restricted if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Unrestricted - Net assets available for use in general operations. Unrestricted board-designated net assets consist of net assets designated by the Board of Directors for operating reserves and quasi-endowment.



Cash and Cash Equivalents

For purposes of cash flows, the Foundation considers all cash on deposit in demand savings and time deposits with an original maturity date of three months or less to be cash equivalents. Cash and cash equivalents held by investment managers are considered investments and are shown as restricted cash and cash equivalents as the funds have been designated by the Foundation for investment purposes. Cash deposits at times during the years ended June 30, 2015 and 2014, exceeded FDIC insured limits.

Investments in Real Estate

Investments in real estate are stated at cost when purchased or constructed, or if acquired by gift, at the estimated fair market value at the date of the gift. Cost includes expenditures for major improvements. Gains and losses from sales are included in income as they occur. Routine repairs and maintenance are charged to operating expense in the period in which the expense was incurred. Depreciation expense for the years ended June 30, 2015 and 2014 was \$0. Depreciation associated with the Alumni & Friends Center will begin once the certificate of occupancy is issued.

Depreciation is computed using the straight-line method over the estimated useful life of the assets, generally 40 years for buildings.

Real estate investments held by the endowment are categorized as Investments under Noncurrent Assets on the Foundation's financial statements.

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Net investment gains and losses are reported in the statements of activities and consist of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Investments in equity and debt securities that have readily determinable fair values are recorded at quoted market prices. Investment securities without quoted market prices are valued at estimated fair value using appropriate valuation methods that consider the underlying assets and financial reports.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the near term could materially affect account balances and the amounts reported in the accompanying financial statements.



BOISE STATE UNIVERSITY

The following details each major category of investments and the related fair market values as of June 30:

Investment Type	2015	2014	Percent of Total
US treasury bonds	\$ 7,375,435	\$ 4,925,212	5.6%
Corporate bonds	23,523,235	25,749,837	17.9%
Bond mutual funds	26,597,940	26,870,384	20.2%
Equity funds	30,812,091	27,477,098	23.4%
International equity funds	32,630,216	34,633,726	24.8%
Private equity investments	3,031,967	3,028,972	2.3%
Real estate and specialty assets	6,224,687	2,685,667	4.7%
Hedge funds	1,025,105	1,209,330	0.8%
Insurance annuities	372,591	368,959	0.3%
Total investments	\$ 131,593,267	\$ 126,949,185	100%

Fair Value of Investments - measured on a recurring basis as of June 30, 2015 and 2014 are as follows:

Fair Value of Investments	2015	2014
Investments:		
Growth investments		
US equities	\$ 31,050,656	\$ 27,718,414
International equities	32,630,216	34,633,726
Private equity/special situations	3,031,967	3,028,972
Risk reduction investments:		
Cash and certificates of deposit	3,625,541	6,499,657
US/Global fixed income	57,630,636	57,673,076
Hedge funds	1,025,105	1,209,330
Real estate	6,224,687	2,685,667
Investments total	135,218,808	133,448,842
Investments in perpetual trusts:		
Growth investments		
US equities	947,959	1,029,858
International equities	637,974	618,209
Risk reduction investments:		
Cash and certificates of deposit	111,303	47,172
US/Global fixed income	435,828	696,813
Hedge funds	314,629	263,615
Real estate	319,432	315,286
Investments in perpetual trusts total	2,767,125	2,970,953
Total investments, at fair value	\$ 137,985,933	\$ 136,419,795



BOISE STATE UNIVERSITY

Custodial, Credit and Interest Rate Risk

Custodial Credit Risk - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Foundation may not be able to recover its deposits or may not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the Foundation will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Foundation does not have a policy restricting the amount of deposits and investments subject to custodial credit risk.

Basis of Custodial Credit Risk as of June 30	2015	2014
Uninsured and uncollateralized	\$ 13,307,695	\$ 4,869,771

Investments of the Foundation, except for the certificates of deposit, are uninsured and uncollateralized and held in the name of either the Foundation or the custodian.

Credit Risk - The risk that an issuer of debt securities or another counterparty to an investment will not fulfill its obligation is commonly expressed in terms of the credit quality rating issued by a nationally recognized statistical rating organization such as Moody's, Standard & Poor's, and Fitch's.

The Foundation has a legal agreement with its expendable restricted fund manager which defines ratings acceptable to the Foundation and its policy defines benchmark indices by which to measure overall performance of these investments.

The ratings presented below use the Moody's scale for balances as of June 30, 2015.

Moody's Scale Rating	US Treasury Bonds	Corporate Bonds	Bond Mutual Funds	Fair Value
Aaa	\$ 7,375,435	\$ 1,410,087	\$ 3,409,046	\$ 12,194,568
Aa1	-	1,491,984	116,837	1,608,821
Aa2	-	1,690,308	18,342,891	20,033,199
Aa3	-	1,247,271	-	1,247,271
A1	-	4,532,576	-	4,532,576
A2	-	3,408,774	319,001	3,727,775
A3	-	3,874,170	-	3,874,170
Baa1	-	5,367,455	-	5,367,455
Baa2	-	500,610	60,206	560,816
Baa3			14,196	
B1			9,560	
Ba2	-	-	4,239,483	4,239,483
B2	-	-	86,720	86,720
Total	\$ 7,375,435	\$ 23,523,235	\$ 26,597,940	\$ 57,496,610



BOISE STATE UNIVERSITY

Interest Rate Risk - Investments in debt securities that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rates. While the Foundation does not have a policy regarding maturities of investments, it invests restricted funds in pools with differing maturities and its policy defines benchmark indices by which to measure overall performance of these investments.

Investment Type	Fair Value	< 1 yr	1-3 yr	3-10 yr	>10 yr
US treasury bonds	\$ 7,375,435	\$ 2,374,084	\$ 2,510,283	\$ 2,491,068	\$ -
Corporate bonds	23,523,235	6,555,531	8,625,621	8,342,083	-
Bond mutual funds	26,597,940	-	92,576	26,346,347	159,017
Total rated securities	\$ 57,496,610	\$ 8,929,615	\$ 11,228,480	\$ 37,179,498	\$ 159,017

President Obama's Remarks, Boise State University, 21 January 2015,
Photo Patrick Sweeney





BOISE STATE UNIVERSITY

Promises to Give

Unconditional promises to give expected to be collected within one year are recorded at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2015 and 2014, the allowance was \$450,000 and \$972,799, respectively.

Unconditional promises to give are reflected at the present value of estimated future cash flows using a discount rate based on Treasury bond rates at the date of the pledge ranging from 0.33% to 3.62% as of June 30, 2015 along with an allowance for uncollectible pledges based on past collection experience. Unconditional promises to give are estimated to be collected as follows at June 30, 2015 and 2014:

Pledges Receivable	2015	2014
Receivable in less than one year	\$ 5,203,098	\$ 4,635,971
Receivable in one to five years	5,412,184	5,843,444
Receivable in more than five years	381,226	326,934
	<u>10,996,508</u>	<u>10,806,349</u>
Less allowance	(450,000)	(972,799)
Less discount	<u>(654,756)</u>	<u>(751,348)</u>
Total	<u>\$ 9,891,752</u>	<u>\$ 9,082,202</u>

As of June 30, 2015 and 2014 the Foundation has one conditional gift of \$458,055 and \$687,422, respectively, and it has been included in deferred revenue under Non-current Liabilities.

Donated Materials and Services

Donated materials and services recorded as in-kind donations for the years ended June 30 were:

Donated materials and services	2015	2014
Office space	\$ 14,680	\$ 14,680



BOISE STATE UNIVERSITY

15. OPERATING EXPENSES BY FUNCTIONAL CLASSIFICATIONS (DOLLARS IN THOUSANDS):

Functional Categories	2015 (Dollars in Thousands)				
	Personnel	Services, Supplies and	Scholarships and	Depreciation	Total
	Cost	Other	Fellowships		
Instruction	\$ 94,638	\$ 11,792	\$ 3,504	\$ -	\$ 109,934
Research	13,460	6,643	1,120	-	21,223
Public service	9,145	5,726	490	-	15,361
Libraries	3,619	1,752	-	-	5,371
Student services	13,934	3,258	50	-	17,242
Plant operations	8,956	12,075	(4)	-	21,027
Institutional support	20,707	5,192	8	-	25,907
Academic support	17,939	3,375	200	-	21,514
Auxiliary enterprises	28,014	34,442	2,530	-	64,986
Scholarships	951	191	11,657	-	12,799
Depreciation	-	-	-	25,659	25,659
Total operating expenses	\$ 211,363	\$ 84,446	\$ 19,555	\$ 25,659	\$ 341,023

Functional Categories	2014 (Dollars in Thousands)				
	Personnel	Services, Supplies and	Scholarships and	Depreciation	Total
	Cost	Other	Fellowships		
Instruction	\$ 88,974	\$ 11,189	\$ 3,257	\$ -	\$ 103,420
Research	11,958	7,466	742	-	20,166
Public service	8,691	5,115	474	-	14,280
Libraries	3,806	1,759	-	-	5,565
Student services	12,556	2,384	39	-	14,979
Plant operations	7,950	13,043	-	-	20,993
Institutional support	18,411	5,841	12	-	24,264
Academic support	16,310	3,443	210	-	19,963
Auxiliary enterprises	28,297	35,480	2,519	-	66,296
Scholarships	1,000	78	14,237	-	15,315
Depreciation	-	-	-	25,037	25,037
Total operating expenses	\$ 197,953	\$ 85,798	\$ 21,490	\$ 25,037	\$ 330,278



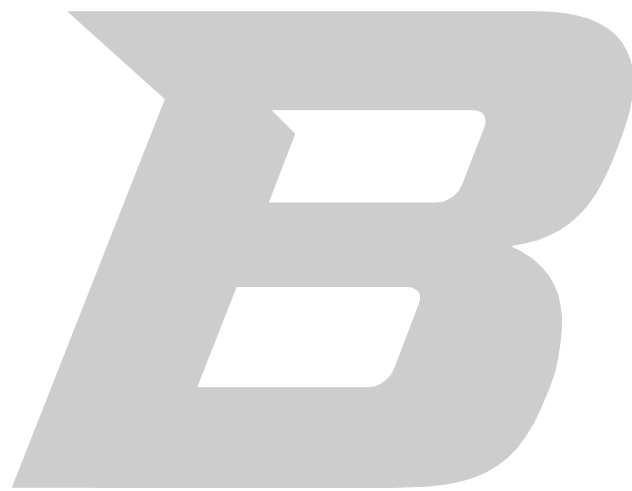
16. CONTINGENCIES AND LEGAL MATTERS

Revenue from federal research and service grants includes amounts for the recovery of overhead and other costs allocated to these projects. The University may be required to make refunds of amounts received for overhead and other costs reimbursed as a result of audits by agencies of the federal government. University officials are of the opinion that the effect of these refunds, if any, will not have a significant effect on financial position or the results of operations of the University.

The University has performed a review of potential pollution remediation obligations and found that there were no triggering events that would cause the University to record a pollution remediation liability as of June 30, 2015. Based on present knowledge, the University's management believes any ultimate liability in these matters will not materially affect the financial position or the results of operations of the University.

The University has entered into a lease agreement for office and classroom space for a term of twenty years, comprised of an initial one-year term and nineteen one-year renewal options. The University expects to take occupancy in fiscal year 2017. Annual lease payments will be based on final square footage and are estimated at \$850,000. The University may cancel as of the end of the initial year or any succeeding year of the lease. In the event of early termination during the first five years of the agreement, the University is obligated to reimburse the landlord for the unamortized balance of the estimated \$2,100,000 of tenant improvements funded by the landlord.





**BOISE STATE
UNIVERSITY**

**REPORT OF INDEPENDENT AUDITORS ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Idaho State Board of Education
Boise State University
Boise, Idaho

We have audited the financial statements of Boise State University (University) and Boise State University Foundation, Inc. (Foundation), its discretely presented component unit, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated September 28, 2015. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our report includes reference to other auditors who audited the financial statements of the discretely presented component unit as described in our report on the University's financial statements. The financial statements of the Foundation were not audited in accordance with Government Auditing Standards, and accordingly this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the discretely presented component unit.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the University's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, we do not express an opinion on the effectiveness of the University's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the University's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in dark ink that reads "Moss Adams LLP".

Eugene, Oregon
September 28, 2015

**REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB
CIRCULAR A-133**

Idaho State Board of Education
Boise State University
Boise, Idaho

Report on Compliance for Each Major Federal Program

We have audited Boise State University's (the University) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the University's major federal programs for the year ended June 30, 2015. The University's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the University's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the University's compliance.

Opinion on Each Major Federal Program

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.



Report on Internal Control Over Compliance

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the University's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in dark ink that reads "Moss Adams LLP".

Eugene, Oregon
September 28, 2015

**BOISE STATE UNIVERSITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2015**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ☐ Yes ☒ No

Identification of Major Federal Programs

<i>CFDA Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued</i>
Various	Student Financial Aid Cluster	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 862,991

Auditee qualified as low-risk auditee? ☒ Yes ☐ No

Section II - Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

None reported



BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF AGRICULTURE:				
Direct Programs:				
Danskin Project	10.XXX	\$ -	\$ -	\$ -
Northern Idaho Point Counts	10.NA (2)	12,254	-	12,254
Bioenergy and soil C storage	10.310 (2)	212,611	-	212,611
GHG mitigation of AD systems	10.310 (2)	140,690	-	140,690
Cooperative Archaeological Act	10.XXX	-	4,328	4,328
Upgrade ID Small Bus Solutions	10.769	-	19,425	19,425
Develop Operational Snow Melt	10.907 (2)	27,790	-	27,790
RBEG Implementation Program	10.769	-	10,502	10,502
Novel Vaccines to Prevent Bovi	10.310 (2)	196,818	-	196,818
CTNF Woodpecker Surveys	15.NA (2)	(1,922)	-	(1,922)
Woodpecker Mgmt Indicator Spec	10.NA (2)	13,730	-	13,730
IBO Point Count Surveys in NI	10.XXX (2)	24,240	-	24,240
Caribou-Targhee NF Woodpecker	10.XXX (2)	31,376	-	31,376
IBO Northern Goshawk Surveys S	10.XXX (2)	3,703	-	3,703
Black-backed Woodpeckers in Bo	10.NA (2)	6,400	-	6,400
Impacts of Fuel Reduction Tre	10.NA (2)	2,031	-	2,031
Hummingbird Migration Monitor	10.NA (2)	4,802	-	4,802
Testing Tunnel Hill Big Creek	10.XXX (2)	9,616	-	9,616
IBO Point Count Surveys	10.XXX (2)	35,873	-	35,873
Intermountain Bird Observatory	10.XXX (2)	40,974	-	40,974
Ecological Mapping, Genetic an	10.001 (2)	75,853	-	75,853
Develop Operat. Snow Melt II	10.907 (2)	13,366	-	13,366
The BioTek Cytation 3 to Promo	10.310 (2)	47,042	-	47,042
IBO Point Count Surveys in	10.XXX (2)	38,330	-	38,330
Northern Goshawk Surveys	10.XXX (2)	902	-	902
Pass Through Payments:				
Child and Adult Care Food Program (Children's Center)	10.558	-	47,480	47,480
Child Nutrition Project 2014	10.560	-	52,927	52,927
Monitoring Potato Fryer Oil Qu	10.170 (2)	138,280	-	138,280
USDA School Meal Program CA	10.255 (2)	5,123	-	5,123
Child Nutrition Project 14-15	10.560	-	108,355	108,355
Sunnyslope Soils Analysis	10.170 (2)	29,091	-	29,091
USDA School Meals Program 2015	10.255 (2)	4,749	-	4,749
USFS - Bird Survey, Data and A	10.XXX (2)	5,491	-	5,491
National Wellness Policy Study	10.597 (2)	755	-	755
Total U.S. Department of Agriculture		1,119,968	243,017	1,362,985

(continued)



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF COMMERCE:					
Direct Programs:					
FY13 EDA University Center	11.302		-	(15,818)	(15,818)
Idaho TechHelp NIST MEP FY13	11.611		-	(29)	(29)
NIST SURF Program FY14	11.609	(2)	1,776	-	1,776
TechHelp 1B4ID	11.302		-	30,285	30,285
Idaho TechHelp NIST MEP	11.611		-	9,220	9,220
EDA University Center FY15	11.302		-	174,703	174,703
NIST FY15	11.611		-	622,822	622,822
Business to Business Network	11.611		-	79,564	79,564
NIST-SURF 2015	11.ADV	(2)	12,071	-	12,071
Pass Through Payments:					
BCAL Virtual Watersheds	11.468	(2)	144,630	-	144,630
M-TAC	11.XXX		-	45,476	45,476
Total U.S. Department of Commerce			158,477	946,222	1,104,699
U.S. DEPARTMENT OF DEFENSE:					
Direct Programs:					
Hydrologic Fluxes and States	12.431	(2)	(62)	-	(62)
Reconfigurable Electronics	12.910	(2)	38,205	-	38,205
Dugway Proving Ground	12.NA	(2)	838	-	838
Reconfigurable Electronics-2	12.910	(2)	62,522	-	62,522
Combining Remotely Sensed Vege	12.431	(2)	99,394	-	99,394
Dugway Proving Ground-2	12.NA	(2)	154,823	-	154,823
Bird Survey Work on U.S. Army	12.300	(2)	9,072	-	9,072
STDP for Pattern Recognition	12.800	(2)	66,995	-	66,995
Pass Through Payments:					
MIT DTRA	12.351	(2)	25,822	-	25,822
Radiation Effects	12.351	(2)	150,026	-	150,026
AFOSR RSE Project	12.XXX	(2)	70,892	-	70,892
Fabrication Memristive Devices	12.XXX	(2)	36,848	-	36,848
Memristor Design and Test	12.XXX	(2)	2,512	-	2,512
Memristor Design & Test Part 2	12.XXX	(2)	16,578	-	16,578
Characterization of SiC Fibers	12.XXX	(2)	6,890	-	6,890
Memristor Design & Test Part 2	12.XXX	(2)	27,525	-	27,525
Total U.S. Department of Defense			768,881	-	768,881
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:					
Pass Through Payments:					
TECenter Industry Wing Upgrade	14.218		-	806	806
Total U.S. Department of Housing & Urban Development			-	806	806

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BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF THE INTERIOR:					
Direct Programs:					
Fire & Erosion in Western Rang	15.231	(2)	32,879	-	32,879
Fire & Erosion W Range Benner	15.231	(2)	4,588	-	4,588
Multiple Teleconnection Index	15.507	(2)	(1,690)	-	(1,690)
Pygmy Rabbit Diet Quality	15.238	(2)	(543)	-	(543)
Winter Raptors in NCA	15.238	(2)	(829)	-	(829)
Raptor Research Building	15.808		-	86,611	86,611
Noise and Foraging Behavior	15.945	(2)	18,068	-	18,068
Genetic Analysis of Medusahead	15.238	(2)	-	-	-
Alaska Holocene Deoformation	15.XXX	(2)	(715)	-	(715)
Radiometric Dating of Volcanic	15.945		-	15,087	15,087
OHV Trails and Eagle Behavior	15.238	(2)	11,270	-	11,270
Burrowing Owls, Fleas & Plague	15.655	(2)	(623)	-	(623)
Protected Area Analysis	15.808	(2)	(10,279)	-	(10,279)
Bird Partnership Coordinator	15.657	(2)	-	-	-
Lichen Curation	15.231		-	(29)	(29)
Impacts of fuel reduction trea	15.231	(2)	(113)	-	(113)
Near Surface Expression Mega	15.807	(2)	32,082	-	32,082
Land Streamer Technologies	15.807	(2)	13,712	-	13,712
Bird Surveys for Minidoka NWR	15.XXX	(2)	7,413	-	7,413
Astragalus Cusickii	15.657	(2)	1,568	-	1,568
Eagles and OHVs	15.655	(2)	1,726	-	1,726
Phantom Gas Fields: Effect of	15.NA	(2)	59,814	-	59,814
Avian Ed Field Trips-Lucky Pea	15.XXX	(2)	412	-	412
Support for Idaho Bird Conserv	15.XXX	(2)	(270)	-	(270)
Cooperative Ecosystem Studies	15.808	(2)	106,042	-	106,042
Analysis of Arbuscular Mycorrh	15.NA	(2)	18,389	-	18,389
Harvester Ant Monitoring-Yr 5	15.657	(2)	7,716	-	7,716
Idaho Long-billed Curlew Breed	15.231	(2)	79,515	-	79,515
Eagle Diets in the NCA	15.655	(2)	2,539	-	2,539
Rmt Snsgr & Sptl Pat of Fuels	15.808	(2)	47,595	-	47,595
Montague Island Asperity	15.XXX	(2)	383	-	383
CESU Watershed Vulnerability	15.808	(2)	12,475	-	12,475
Protected Areas Inventory	15.811	(2)	177,736	-	177,736
Gap Analysis Program	15.811	(2)	216,121	-	216,121
Character of Hydraulic Cond.	15.808	(2)	29,311	-	29,311
Analysis and Modeling of Golde	15.231	(2)	6,167	-	6,167
USFWS Support for the IBCP Coo	15.XXX	(2)	24,399	-	24,399
NLCS - NM - Craters of the Moo	15.231	(2)	6,392	-	6,392
Birds of Pray Remote Sensing	15.231	(2)	3,553	-	3,553
Analysis of GSM Telemetry Data	15.808	(2)	8,745	-	8,745
Salt Lake City Downtown Seismi	15.807	(2)	3,799	-	3,799
Kodiak Earthquake Hazards	15.807	(2)	25,703	-	25,703

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BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF THE INTERIOR (continued):				
Direct Programs (continued):				
Lichen Curation Management	15.231	-	824	824
Eagle Diets	15.655 (2)	22,386	-	22,386
Eagle Parasites and Disease	15.655 (2)	6,031	-	6,031
Space for USGS Snake River Fie	15.808	-	27,615	27,615
Harvester Ant Monitoring Yr 6	15.657 (2)	3,847	-	3,847
Wallula Seismic Study - Weight	15.808 (2)	3,345	-	3,345
Pass Through Payments:				
Assessing the Dietary Quality	15.NA (2)	48,017	-	48,017
Boise River Ecosystem	15.805 (2)	(64)	-	(64)
Minidoka Guard Tower Reconstru	15.933	-	156	156
Capacity Spprt for Idaho Bird	15.NA (2)	4,784	-	4,784
Grid-based Bird Monitoring	15.637 (2)	21,719	-	21,719
Climate Change in Great Basin	15.820 (2)	30,480	-	30,480
NFWF - Bird Survey, Data and A	15.XXX (2)	10,083	-	10,083
WWF - Bird Survey, Data and An	15.XXX (2)	2,795	-	2,795
Total U.S. Department of the Interior		1,098,472	130,264	1,228,736
U.S. DEPARTMENT OF JUSTICE:				
Direct Programs:				
IIP Wrongful Conviction Review	16.746	-	6,101	6,101
Pass Through Payments:				
Enforce Underage Drinking Laws	16.727	-	20,054	20,054
Total U.S. Department of Justice		-	26,155	26,155
U.S. DEPARTMENT OF LABOR:				
Direct Programs:				
Occupational Safety and Health	17.504	-	-	-
Occupational Safety and Health	17.504	-	40,276	40,276
OSHA - Administration	17.504	-	24,106	24,106
OSHA Consultation	17.504	-	252,496	252,496
OSHA Administration	17.504	-	60,996	60,996
Total U.S. Department of Labor		-	377,874	377,874
U.S. DEPARTMENT OF TRANSPORTATION:				
Direct Programs:				
Sensors and Prognostics	20.109 (2)	124,310	-	124,310
Phase II:In-Flight Sensor Sys	20.109 (2)	18,491	-	18,491
Park-Ride Bus Storage Facility	20.500	-	57,246	57,246
Park-Ride Bus Storage 2	20.507	-	256,644	256,644

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BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF TRANSPORTATION (continued):					
Pass Through Payments:					
Mitigation Diff Movement	20.XXX	(2)	33,724	-	33,724
Disadvantaged Bus. Enterp. DBE	20.XXX		-	4,047	4,047
Key 19112, US-95, Elephant But	20.205	(2)	13,186	-	13,186
Total U.S. Department of Transportation			189,710	317,937	507,647
U.S. OFFICE OF PERSONNEL MANAGEMENT:					
Direct Programs:					
IPA Agreement McIndoo FY14	27.XXX	(2)	17,266	-	17,266
IPA Agreement Bayer FY14	27.XXX	(2)	19,414	-	19,414
IPA Agreement Bayer FY15	27.XXX	(2)	41,363	-	41,363
Total U.S. Office of Personnel Management			78,043	-	78,043
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION:					
Direct Programs:					
Improv of Remotely SWE	43.NA	(2)	21,998	-	21,998
Snow Microstructure	43.001	(2)	5,139	-	5,139
Water Institutions and Ag Land	43.001	(2)	(1,606)	-	(1,606)
Modeling Vegetation Structure	43.001	(2)	111,604	-	111,604
NASA Aero Schl Pgrm-Tyler Clar	43.002	(2)	7,500	-	7,500
Fossil Cores in the Kepler Dat	43.001	(2)	28,538	-	28,538
Pass Through Payments:					
Elec-Prop Ceramic Materials	43.NA	(2)	-	-	-
Remote Sensing of Cryosphere	43.NA	(2)	(21,182)	-	(21,182)
Molecular Mechanisms of Cellul	43.NA	(2)	45,044	-	45,044
Vegetation Water Content	43.001	(2)	(1,099)	-	(1,099)
Broadband Array Technology	43.XXX	(2)	(49,634)	-	(49,634)
Microgravity Travel 2013	43.NA	(2)	(159)	-	(159)
Microgravity Special Proj 2013	43.001	(2)	-	-	-
Microgravity 2013-Teacher Work	43.001		-	(1,688)	(1,688)
Agricultural Land Use Decision	43.001	(2)	(868)	-	(868)
Water Institutions and Agricul	43.001	(2)	16,664	-	16,664
Umphrey FY14 Fellowship	43.008	(2)	10,090	-	10,090
Microgravity University 2014	43.001	(2)	7,879	-	7,879
R-spondin 1 in Joint Damage	43.008	(2)	34,014	-	34,014
Molecular Mechanisms of Inflam	43.008	(2)	5,994	-	5,994
Brown ISGC Fellowship FY15	43.008	(2)	17,193	-	17,193
Weaver ISGC Fellowship FY15	43.001	(2)	7,660	-	7,660
NASA EPSCoR Fellowship	43.008	(2)	6,765	-	6,765
ISGC Fellowship	43.001	(2)	15,339	-	15,339
RIG Lithium-ion Batteries	43.008	(2)	20,815	-	20,815

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BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (continued):					
Pass Through Payments (continued):					
Monitoring Earth's Hydrosphere	43.008	(2)	117,182	-	117,182
FY 15 STEM Exploration	43.001		-	5,000	5,000
Microgravity University 2015	43.ADV	(2)	4,466	-	4,466
Total National Aeronautics and Space Administration			409,335	3,312	412,647
NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES:					
Pass Through Payments:					
James Castle Curriculum Proj	45.NA		-	4,557	4,557
Culture of the Irrigated West	45.129	(2)	190	-	190
The Idea of Nature	45.129		-	(133)	(133)
The Nonhuman Empire	45.129	(2)	3,500	-	3,500
Documenting Chizigula	45.129	(2)	2,516	-	2,516
Mexico Week	45.129		-	(3)	(3)
Interdisciplinary Explorations	45.129		-	1,118	1,118
Total National Foundation on the Arts and the Humanities			6,206	5,539	11,745
NATIONAL SCIENCE FOUNDATION:					
Direct Programs:					
Plasmon Nanophotonics	47.041	(2)	98,124	-	98,124
Air Spring EM Stimulation	47.041	(2)	(16)	-	(16)
CAREER:M Frary NSF	47.049	(2)	(13,272)	-	(13,272)
Nanoscale Physics	47.049	(2)	9,427	-	9,427
RBFs For Geophysical Modeling	47.049	(2)	15,577	-	15,577
Atmospheric Dust as Archive	47.050	(2)	(5,704)	-	(5,704)
New GK-12 Local Resources	47.076		-	49,274	49,274
New GK-12 Participants	47.076		-	-	-
NSF Idaho Step	47.076	(2)	174,459	-	174,459
NSF Idaho Step Part. Support	47.076	(2)	76,660	-	76,660
Revision of Columnea	47.074	(2)	-	-	-
Quantifying Lateral Flow	47.050	(2)	1,641	-	1,641
STEM Central STATION	47.076	(2)	129,495	-	129,495
Nanodevices on DNA Breadboards	47.041	(2)	89,753	-	89,753
Hierarchical Microstructures	47.049	(2)	(4,106)	-	(4,106)
ATD: Data Driven Stochastic	47.049	(2)	12,086	-	12,086
STEM Central STATION-Viskupic	47.076	(2)	6,197	-	6,197
Nanoscale Ferroelectrics	47.049	(2)	-	-	-
ATD: Data Driven Stochastic IS	47.049	(2)	(291)	-	(291)
New GK-12 Local Resources-Supp	47.076		-	-	-
Eng Ed Research to Practice	47.041	(2)	3,127	-	3,127
Phase Change Architectures	47.070	(2)	5,222	-	5,222

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BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
NATIONAL SCIENCE FOUNDATION (continued):					
Direct Programs (continued):					
Virtual Geochronology Labs	47.050	(2)	9,154	-	9,154
Point Defects in Perovskites	47.049	(2)	98,124	-	98,124
REU in Chemistry	47.049	(2)	(45)	-	(45)
Nanodevices on DNA Bread-Lee	47.041	(2)	16,429	-	16,429
CAREER: Wind Forecasting	47.041	(2)	139,569	-	139,569
Himalayan Tectonic Models	47.050	(2)	(397)	-	(397)
Idaho Scholarships for Transfe	47.076		-	13,600	13,600
REU Site: Complexity in Alg-PS	47.049	(2)	17,899	-	17,899
Idaho Scholar for Transfers-PS	47.076		-	55,866	55,866
REU Site: Complexity in Algebr	47.049	(2)	15,173	-	15,173
REU in Chemistry-PS	47.049	(2)	(12,200)	-	(12,200)
S. Mooney NSF IPA	47.NA		-	30,309	30,309
Differential Cytotoxicity	47.041	(2)	52,229	-	52,229
MSMA Nanostructures	47.041	(2)	36,175	-	36,175
Short Memory in Long Memory Ti	47.049	(2)	12,266	-	12,266
Bats vs. Hawkmoths	47.074	(2)	44,156	-	44,156
MRI: Development COIFM with LM	47.049	(2)	20,522	-	20,522
Complex Patterna Modeling-Habig	47.074	(2)	-	-	-
Late Devonian Geochronology	47.050	(2)	59,554	-	59,554
Interdisciplinary Flume-Feris	47.050	(2)	14,150	-	14,150
Interdisciplinary Flume-Benner	47.050	(2)	59,336	-	59,336
NSF Career: Jeff Johnson	47.050	(2)	175,282	-	175,282
Kestrels and climate change	47.074	(2)	15,193	-	15,193
Habitat Use by Mammalian	47.074	(2)	46,392	-	46,392
Oscillatory Hydrology	47.050	(2)	(535)	-	(535)
Synergistic Approach-Yang	47.041	(2)	57,144	-	57,144
Synergistic Approach-Senocak	47.041	(2)	18,991	-	18,991
Synergistic Approach-PS	47.041	(2)	5,004	-	5,004
MSMA-Fibers	47.049	(2)	129,126	-	129,126
NSF Career: Participants	47.050	(2)	11,173	-	11,173
MRI: Laser Ultrasonic System	47.050	(2)	-	-	-
WIDER:EAGER:CALIPER	47.076	(2)	132,952	-	132,952
Viscoelastic Mixture Models	47.049	(2)	31,013	-	31,013
MRI GPU Cluster	47.080	(2)	108,958	-	108,958
Conservation in South America	47.075	(2)	41,776	-	41,776
Noyce Phase II: Trajectory	47.076		-	(50,493)	(50,493)
Calibrating Cryogenician - Yukon	47.050	(2)	43,245	-	43,245
Habitat Use by Mammalian - PS	47.074	(2)	1,479	-	1,479
Kestresl and Clim. Change-REU	47.074		-	-	-
REU Site: Raptor Research	47.074	(2)	2,582	-	2,582
REU Site: Raptor Res-Part Sup.	47.074	(2)	81,155	-	81,155
Calibration of Stable Isotope	47.050	(2)	81,468	-	81,468

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BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
NATIONAL SCIENCE FOUNDATION (continued):				
Direct Programs (continued):				
Noyce Participant Support	47.076	-	191,050	191,050
Making Point Clouds Useful for	47.050 (2)	62,063	-	62,063
NSF Neuromorphic Computing2013	47.070 (2)	84,616	-	84,616
NSF RTOS	47.075 (2)	52,007	-	52,007
Complex Pattern Modeling	47.074 (2)	48,481	-	48,481
Metamorphic & Tectonic Evoluti	47.050 (2)	49,385	-	49,385
PERSIST: Promoting Ed Reform	47.076	-	400,177	400,177
CAREER: Achieving Tunable Nano	47.049 (2)	94,256	-	94,256
Access Ctrl/Obligation Testing	47.070 (2)	131,941	-	131,941
Scalable NanoManufacturing-MSE	47.041 (2)	254,179	-	254,179
Scalable NanoManufacturing-ECE	47.041 (2)	54,814	-	54,814
Scalable NanoManufacturing-PPA	47.041 (2)	28,825	-	28,825
CAREER: A Flores NSF	47.050 (2)	69,043	-	69,043
REU Energy & Sustainability	47.049 (2)	7,362	-	7,362
REU Energy Sustainability PS	47.049 (2)	54,762	-	54,762
REU - CAD	47.049 (2)	19,014	-	19,014
REU - CAD Part Support	47.049 (2)	59,275	-	59,275
Mobility Pyroclastic Dens Cmt	47.050 (2)	58,249	-	58,249
CS10K: IDoCode	47.070	-	246,158	246,158
Boise Extravaganza in Set Theo	47.049 (2)	6,491	-	6,491
Argentina MMCA Paleoclimate	47.050 (2)	21,294	-	21,294
S-STEM 2014	47.076	-	17,022	17,022
Participant Support-S-STEM	47.076	-	80,155	80,155
CS10K: IDoCode CIFS	47.070	-	11,418	11,418
Access Ctrl/Oblig Part Support	47.070 (2)	2,400	-	2,400
Coll Rsrch: Comp Tech Math	47.049 (2)	21,131	-	21,131
Mesoscale Watershed	47.050 (2)	44,546	-	44,546
A Parallel Algorithmic Framewo	47.049 (2)	9,382	-	9,382
SHF: EAGER	47.070 (2)	3,011	-	3,011
NSF I-Corps Teams	47.041 (2)	42,244	-	42,244
Irradiation - Electrochemical	47.049 (2)	73,592	-	73,592
Case Study of the Catlina Schi	47.050 (2)	21,337	-	21,337
Evolution of Innovation	47.074 (2)	34,014	-	34,014
SI2-SSE GEM3D ME	47.070 (2)	30,081	-	30,081
SI2-SSE GEM3D COAS	47.070 (2)	9,610	-	9,610
SI2-SSE GEM3D CS	47.070 (2)	3,921	-	3,921
Collaborative Research	47.050 (2)	32,576	-	32,576
CNH: Soundscapes of Coupled Sy	47.075 (2)	53,820	-	53,820
GreenTrACS	47.050 (2)	63,798	-	63,798
Aqueous Fullerene Colloids	47.049 (2)	95,225	-	95,225
Career: Mixed-Signal Photon	47.041 (2)	14,125	-	14,125
REU Site: Software Security	47.070 (2)	9,360	-	9,360
Defect-Driven Metal Oxides	47.049 (2)	3,233	-	3,233

(continued)



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
NATIONAL SCIENCE FOUNDATION (continued):					
Direct Programs (continued):					
REU: Site: Materials Part Supp	47.049	(2)	34,288	-	34,288
Boise Extravaganza - Participa	47.049	(2)	7,210	-	7,210
Climate Change and Birds	47.074	(2)	3,123	-	3,123
Workshop to extend the use of	47.074		-	5,068	5,068
REU Site: Software Security	47.070	(2)	26,239	-	26,239
NSF Grad Research Fellowship	47.076	(2)	3,160	-	3,160
Pass Through Payments:					
Pacific Northwest LSAMP	47.076	(2)	1,288	-	1,288
Pacific Northwest LSAMP PS	47.076	(2)	25,340	-	25,340
NSF EPSCoR Track II	47.081	(2)	(68)	-	(68)
Digitize Herbarium	47.074	(2)	25,905	-	25,905
POGIL	47.076		-	943	943
IPS Liquefaction Mitigation	47.041	(2)	-	-	-
Everyday Examples in ENGR	47.NA		-	-	-
EPSCoR-NSF Research	47.080	(2)	597,229	-	597,229
EPSCoR-NSF Diversity	47.080	(2)	97,892	-	97,892
EPSCoR-NSF Cyber	47.080	(2)	173,730	-	173,730
EPSCoR-NSF Sustainability	47.080	(2)	7,631	-	7,631
MRI Model Online Bank System	47.070	(2)	78,589	-	78,589
Courtship Negotiation in a Lif	47.074	(2)	19,885	-	19,885
Elem Teachers Engaged in Authe	47.076	(2)	25,083	-	25,083
WC - WAVE - Visualization	47.079	(2)	21,680	-	21,680
Reynolds Creek Carbon (BIO)	47.050	(2)	51,185	-	51,185
Reynolds Creek Carbon (PSC)	47.050	(2)	(3,000)	-	(3,000)
Reynolds Creek Carbon (GEO)	47.050	(2)	98,320	-	98,320
Mobile Games for Geoscience Ed	47.076	(2)	19,984	-	19,984
Lead It Yourself	47.076	(2)	7,223	-	7,223
WC-WAVE - Science	47.079	(2)	91,481	-	91,481
WC-WAVE-Workforce Development	47.079	(2)	8,129	-	8,129
Lead It Yourself PS	47.076	(2)	172	-	172
Cyber-enabled Learning	47.076	(2)	10,537	-	10,537
EPSCoR-NSF Engagement	47.080	(2)	32,883	-	32,883
EPSCoR-NSF Engagemnt-PartSpprt	47.080	(2)	13,611	-	13,611
EPSCoR-NSF Diversity-PartSpprt	47.080	(2)	98,681	-	98,681
LSAMP 2	47.076	(2)	47,551	-	47,551
LSAMP 2 Participants Costs	47.076	(2)	7,000	-	7,000
Reynolds Creek Carbon - RBIO2E	47.050	(2)	12,147	-	12,147
Intersections	47.076		-	13,750	13,750
Collaborative Research: The Zy	47.074	(2)	3,059	-	3,059
Hot Spring Gases in the Southe	47.050	(2)	20,704	-	20,704
Total National Science Foundation			5,554,202	1,064,297	6,618,499

(continued)



BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
SMALL BUSINESS ADMINISTRATION:					
Direct Programs:					
Energy Efficiency 2012	59.037		-	(613)	(613)
SBA 2014	59.037		-	475,866	475,866
ISBD: FAST Partnership Program	59.058		-	59,433	59,433
Idaho SBDC Calendar Year 2015	59.037		-	227,164	227,164
Total Small Business Administration			-	761,850	761,850
U.S. DEPARTMENT OF VETERANS AFFAIRS:					
Direct Programs:					
IPA Agreement FY15/16 for Eric	27.XXX	(2)	50,579	-	50,579
Total U.S. Department of Veterans Affairs			50,579	-	50,579
ENVIRONMENTAL PROTECTION AGENCY:					
Direct Programs:					
EFC Competition	66.203		-	(4,439)	(4,439)
Pass Through Payments:					
EPA Technical Assistance Grant	66.424		-	(63,138)	(63,138)
Total Environmental Protection Agency			-	(67,577)	(67,577)
NUCLEAR REGULATORY COMMISSION					
Direct Programs:					
U.S. NRC Fellowship Program	77.008		-	6,866	6,866
NRC Fac Dev Program: Wharry	77.008	(2)	77,839	-	77,839
Total Nuclear Regulatory Commission			77,839	6,866	84,705
U.S. DEPARTMENT OF ENERGY:					
Direct Programs:					
Wind for Schools	81.XXX		-	(39)	(39)
Fracture and Fatigue	81.049	(2)	25,709	-	25,709
SunShot: Solar Siting GIS Tool	81.117	(2)	81,649	-	81,649
Industrial Assessment Center	81.117		-	226,603	226,603
NEUP Power Harvesting Tech	81.121	(2)	110,129	-	110,129
IAC - Research Project	81.117		-	18,920	18,920
Pass Through Payments:					
Fundamental Fluid Physics	81.049	(2)	-	-	-
SuitabilityLayeredBasalt FY12	81.XXX	(2)	(259)	-	(259)
Dev. of Adv. U Density Fuels	81.XXX	(2)	105,556	-	105,556
Fuel Aging in Storage & Trans.	81.XXX	(2)	187,534	-	187,534
CAES Sr. Admin - FY13	81.XXX	(2)	1,001	-	1,001

(continued)



BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF ENERGY (continued):				
Pass Through Payments (continued):				
Adv Spark Plasma - FY13	81.XXX (2)	(763)	-	(763)
MaCS - ATR Utilization FY13	81.XXX (2)	48,892	-	48,892
GMZ Auto Waste Heat Recovery	81.086 (2)	117,065	-	117,065
X-Ray Tomographic Character	81.XXX (2)	6,586	-	6,586
Collegiate Wind Competition	81.XXX	-	(498)	(498)
Intergrated Approach to Al-Yr2	81.XXX (2)	31,005	-	31,005
EPI Joint Appt FY14	81.XXX (2)	21,670	-	21,670
Butt Joint Appointment FY14	81.XXX (2)	16,748	-	16,748
Adv Spark Plasma - FY14	81.XXX (2)	10,445	-	10,445
MaCS - ATR Utilization FY14	81.XXX (2)	207,884	-	207,884
MaCS - BEA FY14	81.XXX (2)	79,872	-	79,872
MaCS - General FY14	81.XXX (2)	24,913	-	24,913
Molten Salt Sensor Tech FY14	81.XXX (2)	4,181	-	4,181
Magnetic Separation FY14	81.XXX (2)	13,526	-	13,526
Salt and Metal Separation	81.XXX (2)	(265)	-	(265)
2014 EPRC	81.XXX (2)	20,000	-	20,000
CAES Program Devl FY14 Butt	81.XXX (2)	16,517	-	16,517
CAES Program Devl FY14 Gardner	81.XXX (2)	15,492	-	15,492
CAES Program Devl FY14 Solan	81.XXX (2)	20,054	-	20,054
CAES Program Devl FY14 Xiong	81.XXX (2)	20,187	-	20,187
Battery Assessment INL	81.XXX	-	29,148	29,148
Glenn Joint Appointment FY14	81.XXX (2)	25,299	-	25,299
INL CAES HES II	81.XXX (2)	81,364	-	81,364
Virtual Reality Volume Visual	81.XXX (2)	41,398	-	41,398
Integrated Approach to Algai	81.XXX (2)	37,167	-	37,167
SSL_INL Iron Nanoparticles	81.XXX (2)	3,959	-	3,959
David Solan CAES Joint Appoint	81.XXX (2)	64,565	-	64,565
Zircaloy Oxidation	81.XXX (2)	47,985	-	47,985
HR XRD of Graphite	81.XXX (2)	16,980	-	16,980
CAES Sr. Admin- FY 15	81.XXX (2)	10,521	-	10,521
Adv Spark Plasma- FY 15	81.XXX (2)	22,248	-	22,248
Butt Joint Appointment FY 15	81.XXX (2)	54,048	-	54,048
MaCS - BEA FY15	81.XXX (2)	112,485	-	112,485
MaCS - ATR Utilization FY15	81.XXX (2)	236,304	-	236,304
Play Fairway Analysis of the S	81.087 (2)	32,539	-	32,539
Magnetic Separation FY15	81.XXX (2)	10,931	-	10,931
CAES Program Devl FY15 Butt	81.XXX (2)	28,823	-	28,823
CAES Program Devl FY15 Gardner	81.XXX (2)	2,850	-	2,850
CAES Program Devl FY15 Solan	81.XXX (2)	7,374	-	7,374
Lab Corps	81.XXX	-	2,238	2,238
2015 EPRC PD Funds	81.XXX (2)	2,873	-	2,873
Multi-Scale Characterization	81.ADV (2)	6,624	-	6,624

(continued)



BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF ENERGY:				
ARRA:				
Nat. Geothermal Database-ARRA	81.087 (2)	(2,777)	-	(2,777)
Snake River Geothermal	81.087 (2)	(1,887)	-	(1,887)
Total U.S. Department of Energy		2,026,999	276,372	2,303,371
U.S. DEPARTMENT OF EDUCATION:				
Direct Programs:				
Federal Pell Grants	84.063 (1)	-	26,173,006	26,173,006
Federal Supplemental Educational Opportunity Grants	84.007 (1)	-	449,575	449,575
Federal Direct Subsidized Loans	84.268 (1)	-	29,610,556	29,610,556
Federal Direct Unsubsidized Loans	84.268 (1)	-	45,437,437	45,437,437
Federal Direct Parent Loans	84.268 (1)	-	5,723,471	5,723,471
Federal Perkins Loans	84.038 (1)	-	1,696,833	1,696,833
Federal College Work-Study (CWS)	84.033 (1)	-	469,311	469,311
Federal CWS Job Location Costs (JLC)	84.033 (1)	-	41,409	41,409
Federal ACG	84.375 (1)	-	2,659	2,659
TATERS	84.325T	-	(72)	(72)
CAMP 2011-2012	84.149A	-	(2)	(2)
UB I Canyon County 2011-2012	84.047A	-	(28)	(28)
HEP 2012-2013	84.141A	-	-	-
ETS I 2012-2013	84.044A	-	-	-
Teacher Monitoring PD	84.305A (2)	471,682	-	471,682
McNair Scholars Program 12-13	84.217A	-	(343)	(343)
UB III - Borah & Capital 13-14	84.047A	-	38	38
HEP 2013-2014	84.141A	-	35,616	35,616
Veterans Upward Bound 13-14	84.047V	-	44,475	44,475
UB IV Meridian 2013-2014	84.047A	-	89,782	89,782
UB I Canyon County 2013-2014	84.047A	-	143,155	143,155
ETS II 2013-2014	84.044A	-	33,096	33,096
ETS I 2013-2014	84.044A	-	85,480	85,480
UB II Duck Valley 2013-2014	84.047A	-	78,772	78,772
CAMP 2013-2014	84.149A	-	36,401	36,401
McNair Scholars Program 13-14	84.217A	-	72,379	72,379
Student Success Program 13-14	84.042A	-	53,232	53,232
UB III - Borah & Capital 14-15	84.047A	-	221,982	221,982
HEP 2014-2015	84.141	-	429,794	429,794
CAMP 2014-2015	84.149A	-	394,666	394,666
ETS I 2014-2015	84.044A	-	434,953	434,953
ETS II 2014-2015	84.044A	-	202,718	202,718
Student Success Program 14-15	84.042A	-	279,588	279,588
Veterans Upward Bound 14-15	84.047V	-	192,771	192,771
UB II Duck Valley 2014-2015	84.047A	-	165,854	165,854

(continued)



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF EDUCATION (continued):				
Direct Programs (continued):				
UB IV Meridian 2014-2015	84.047A	-	151,357	151,357
UB I Canyon County 2014-2015	84.047A	-	246,825	246,825
McNair Scholars Program 14-15	84.217A	-	150,889	150,889
UB III - Borah & Capital 15-16	84.ADV	-	38,682	38,682
Pass Through Payments:				
RESET 11-12	84.323A (2)	(150)	-	(150)
IBC 2012 A-Funds	84.010A	-	-	-
School Imp. 2012 A-Funds	84.010A	-	(2,694)	(2,694)
SESTA 12-13	84.027A	-	(5,129)	(5,129)
SW Regional 12-13	84.027A	-	1,023	1,023
PBIS 12-13	84.027A	-	(17,245)	(17,245)
NWP Teacher Leadership Develop	84.367D	-	(3,335)	(3,335)
RESET 12-13	84.323A (2)	(4,063)	-	(4,063)
NWP SEED Online Learning Exp	84.367D	-	2,602	2,602
ADI Support to States	84.283B	-	(8,090)	(8,090)
IBC A-Funds 13-14	84.010A	-	(2,006)	(2,006)
School Improvement 2013	84.010A	-	(258)	(258)
i-STEM Prof Dev Initiative	84.366	-	275,391	275,391
SW Regional Special Ed 13-14	84.027A	-	(945)	(945)
SESTA 13-14	84.027A	-	19,549	19,549
PBIS 13-14	84.027A	-	6,027	6,027
i-STEM Prof Dev Stipends	84.366	-	124,934	124,934
School Improvement 2014 Admin	84.388A	-	2,312	2,312
NWP Teacher Leadership 14-15	84.367D	-	19,894	19,894
MTSS	84.027A	-	720,463	720,463
IBC 14-15 1003a	84.010	-	412,538	412,538
School Improvement 14-15 Admin	84.010	-	90,038	90,038
Regional Instructional Coaches	84.ADV	-	233	233
IBC 14-15 1003g	84.010	-	86,116	86,116
NWP Teacher Leadership 14-15	84.367D	-	10,910	10,910
ARRA:				
State Fiscal Stabilization Funds	84.394A	-	-	-
IBC ARRA 13-14	84.388A	-	(1,551)	(1,551)
Total U.S. Department of Education		467,469	114,917,093	115,384,562
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Direct Programs:				
Oncostatin M-induced VEGF	93.396 (2)	(4,269)	-	(4,269)
Preferential Cytotoxic	93.395 (2)	64,724	-	64,724
NIH K25 Career Award	93.859 (2)	92,590	-	92,590
Ident and Char of Integrin	93.859 (2)	79,286	-	79,286

(continued)



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued):					
Direct Programs (continued):					
APoE4 Proteolysis Alzheimer's	93.866	(2)	100,013	-	100,013
COBRE - Admin	93.859	(2)	703,977	-	703,977
COBRE - BRC	93.859	(2)	520,047	-	520,047
COBRE - Albig	93.859	(2)	186,374	-	186,374
COBRE - Mitchell	93.859	(2)	179,581	-	179,581
COBRE - Lujan	93.859	(2)	161,641	-	161,641
COBRE - Vivarium	93.859	(2)	121,393	-	121,393
TEAM for Social Work	93.243		-	115,109	115,109
COBRE - Jorcyk	93.859	(2)	154,652	-	154,652
COBRE Admin	93.859	(2)	62,657	-	62,657
COBRE BRC	93.859	(2)	19,391	-	19,391
COBRE Vivarium	93.859	(2)	6,433	-	6,433
COBRE Albig	93.859	(2)	20,691	-	20,691
COBRE Jorcyk	93.859	(2)	5,878	-	5,878
COBRE Mitchell	93.859	(2)	12,558	-	12,558
COBRE Lujan	93.859	(2)	21,494	-	21,494
Pass Through Payments:					
Tobacco Prevention Program	93.XXX		-	1,215	1,215
Perceived Risk: Medical Error	93.226	(2)	-	-	-
ID Refugee CETI	93.576		-	(1,855)	(1,855)
ID CAH Lean Process Improve	93.241		-	(698)	(698)
INBRE II - Yr 5 Bioinformatics	93.389	(2)	-	-	-
INBRE II - Yr 5 Core	93.389	(2)	-	-	-
INBRE II - Yr 5 Cornell	93.389	(2)	-	-	-
INBRE II - Yr 5 Knowlton	93.389	(2)	-	-	-
INBRE II - Yr 5 Mitchell	93.389	(2)	-	-	-
INBRE II - Yr 5 Stevens	93.389	(2)	-	-	-
INBRE II - Yr 5 Team	93.389	(2)	-	-	-
Preclinical Eval of Sub Staph	93.350	(2)	-	-	-
Idaho Office for Refugees	93.576		-	5,149	5,149
Project SHINE	93.576		-	24,212	24,212
Nursing CAQ Phase IV	93.913	(2)	264	-	264
Novel Antibiotics - Giardia	93.XXX	(2)	5,485	-	5,485
Impact Scholars Coordinator	93.556		-	31,280	31,280
Diesel Exposure in Mines	93.262	(2)	30,580	-	30,580
Idaho Lifespan Respite Coaliti	93.XXX		-	32,978	32,978
Idaho Office of Drug Policy Ev	93.243		-	(147)	(147)
Diesel Exposure in Mines COEN	93.262	(2)	(933)	-	(933)
Suicide Prevention Grant	93.XXX	(2)	14,555	-	14,555
STAC-TEC Sustainable Technolog	93.143		-	22,163	22,163
Montana Critical Access Hospit	93.824		-	45,853	45,853
Gait Post Stroke	93.859	(2)	541	-	541

(continued)



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued):					
Pass Through Payments (continued):					
NK cell subset and beta-adrene	93.859	(2)	13,347	-	13,347
Maternal and Child Health Need	93.994		-	35,028	35,028
Association of Serum OSM Level	93.859	(2)	5,138	-	5,138
Utah Critical Access Hospital	93.XXX		-	9,147	9,147
Mtrnl & Child Hlth Need-Travel	93.994		-	7,138	7,138
IDeA - CTR Boise State	93.859	(2)	5,327	-	5,327
Devel of Breast Cancer Therapy	93.XXX	(2)	1,197	-	1,197
INBRE III - Year 1	93.859	(2)	142,677	-	142,677
Regional Alcohol Drug Awarenes	93.XXX		-	152,050	152,050
Indiana Community Apgar Progra	93.XXX		-	38,528	38,528
Idaho Community Apgar Prg Yr 2	93.XXX	(2)	10,889	-	10,889
Scholars Program	93.XXX		-	165,401	165,401
ID CAH Lean Process Year 2	93.241		-	12,600	12,600
IDeA - CTR Boise State-Year 2	93.859	(2)	22,573	-	22,573
Building Young Women's Health	93.859	(2)	58,527	-	58,527
Idaho MIECHV Program Evaluatio	93.XXX	(2)	123,923	-	123,923
Diesel Exposure in Mines	93.262	(2)	29,755	-	29,755
Diesel Exposure in Mines -COEN	93.262	(2)	14,402	-	14,402
Utah Critical Access Hospital	93.XXX		-	19,682	19,682
Suicide Prevention grant	93.XXX	(2)	10,274	-	10,274
Strategic Prevention Framework	93.XXX		-	3,442	3,442
Gait Variability Children ASD	93.859	(2)	14,459	-	14,459
Maternal Child Health Program	93.XXX	(2)	10,847	-	10,847
INBRE 3 - YR 2	93.859	(2)	65,934	-	65,934
Polymerizable Collagen Crossli	93.121	(2)	2,357	-	2,357
Visualizing & Mod vag. Microb.	93.859	(2)	1,308	-	1,308
ARRA:					
Construction of BSU BRV-ARRA	93.702	(2)	3,474,784	-	3,474,784
Total U.S. Department of Health and Human Services			6,567,318	718,275	7,285,593
U.S. DEPARTMENT OF HOMELAND SECURITY:					
Pass Through Payments:					
Conotoxin Chemical Forensics	97.XXX	(2)	68,818	-	68,818
Total U.S. Department of Homeland Security			68,818	-	68,818
Total Federal Expenditures			\$ 18,642,316	\$ 119,728,302	\$ 138,370,618

(1) Student Financial Aid Cluster is combined and displayed as a major program.

(2) Research and Development grant.



BOISE STATE UNIVERSITY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2015

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes federal grant activity of the University and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirement of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented on this schedule many differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule of expenditures of federal awards are recognized following the cost principles contained in OMB Circular A-21, *Educational Institutions* and Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. UNIVERSITY ADMINISTERED LOAN PROGRAMS

The University administers the following loan programs:

Loan Program	Number	Loan Balances
Federal Perkins	84.038	\$10,281,410
Nursing Student	93.364	\$6,233

Total loan expenditures and disbursements of the Department of Education (Perkins) student financial assistance programs for the year ended June 30, 2014 are identified below:

Loan Program	Number	Loan Disbursements
Federal Perkins	84.038	\$1,696,808

The expenditures reported in the Schedule of Expenditures of Federal Awards include the administrative cost allowances and the Federal Capital Contribution for the year ended June 30, 2015.



BOISE STATE UNIVERSITY

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015**

4. SUBRECIPIENTS

Of the federal expenditures presented in the schedule, the University provided federal awards to sub-recipients as follows:

Program	Federal CFDA Number	Amount Provided to Subrecipients
Bioenergy and soil C storage	10.310	\$ 90,708
GHG mitigation of AD systems	10.310	173,582
Novel Vaccines to Prevent Bovi	10.310	12,747
RBEG Implementation Program	10.769	8,215
EDA University Center FY15	11.302	36,695
FY13 EDA University Center	11.302	16,257
TechHelp 1B4ID	11.302	26,196
Idaho TechHelp NIST MEP	11.611	35,136
NIST FY15	11.611	246,951
Hydrologic Fluxes and States	12.431	(3)
Burrowing Owls, Fleas & Plague	15.655	352
Fossil Cores in the Kepler Dat	43.001	17,948
Modeling Vegetation Structure	43.001	66,652
Differential Cytotoxicity	47.041	37,198
Scalable NanoManufacturing-MSE	47.041	180,423
Point Defects in Perovskites	47.049	73,573
CNH: Soundscapes of Coupled Sy	47.075	4,435
Idaho SBDC Calendar Year 2015	59.037	38,399
SBA 2014	59.037	244,916
Nat. Geothermal Database-ARRA	81.087	26,067
Industrial Assessment Center	81.117	114,921
SunShot: Solar Siting GIS Tool	81.117	80,945
i-STEM Prof Dev Initiative	84.366	186,907
Montana Critical Access Hospit	93.824	17,146
M-TAC	11.XXX	23,208
Utah Critical Access Hospital	93.XXX	7,744
Utah Critical Access Hospital	93.XXX	6,962
		<u><u>\$ 1,774,280</u></u>