

# **BOISE STATE UNIVERSITY**

**REPORT OF  
INDEPENDENT AUDITORS  
AND FINANCIAL STATEMENTS  
JUNE 30, 2016 AND 2015  
INCLUDING SINGLE AUDIT REPORTS  
FOR THE YEAR ENDED JUNE 30, 2016**





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**BOISE STATE  
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## REPORT OF INDEPENDENT AUDITORS

The 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, 2016 and 2015, 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 an opinion 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, 2016 and 2015, 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 Pension*, 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) is presented for purposes of additional analysis and is 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 October 14, 2016 on our consideration of the 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 the University's internal control over financial reporting and compliance.

*Moss Adams LLP*

Eugene, Oregon  
October 14, 2016



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### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2016

The following management's discussion and analysis ("MD&A") provides an overview of Boise State University's (the "University") 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 its 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 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 22,113 for the fall semester of fiscal year 2016 (Fall 2015) as compared to 22,259 for fiscal year 2015 (Fall 2014).

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 676,000. Approximately 4,913 faculty and staff (including 1,520 student employees) were employed as of June 30, 2016. The University administers baccalaureate, masters, and doctoral programs through seven academic colleges - Arts and Sciences, Business and Economics, Education, Engineering, Graduate Studies, Health Sciences, and Innovation and Design. Within its seven academic colleges and Honors College, Boise State has an array of degree programs that foster student success, lifelong learning, community engagement, innovation, and creativity. The new College of Innovation and Design ("CID") is developing new models, methods, and approaches to how students can gain the most value from higher education by fundamentally rethinking approaches to teaching, learning and research, and reimagining ways to bring value to the workplace and connect with the Boise community. One of the new programs is the HBX Credential of Readiness (HBX CORE). Through Harvard Business School's ("HBS") digital learning initiative, known as HBX, students will engage with material through case-method instruction from HBS faculty and interact with participants from diverse backgrounds and experiences. In addition to the online material, in-person classes are led by Boise State instructors. These instructors help adapt the online material to local and regional real-world scenarios. More than 4,000 students graduated from Boise State University this academic year, representing a record number of graduates for an Idaho public university. The University was officially classified as a doctoral research institution by the Carnegie Classification of Institutions of Higher Education, reaching an important strategic milestone. The University is home to 29 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 the community and industry. Student



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athletes compete in National Collegiate Athletic Association intercollegiate athletics at the Division I-A level on 18 men's and women's teams in 13 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.

### Overview of the Financial Statements and Financial Analysis

The financial statements for fiscal years ended June 30, 2016 and June 30, 2015 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, 2016 and 2015. 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 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. Changes in net position over time are an indicator of whether University's financial condition is improving or declining.

Summary Statements of Net Position			
As of June 30			
(Dollars in Thousands)			
	2016	2015	2014
<b>ASSETS:</b>			
Current assets	\$ 135,173	\$ 145,133	\$ 141,625
Capital assets, net	482,627	492,805	501,928
Other assets	60,201	39,167	28,201
Total assets	678,001	677,105	671,754
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	17,281	8,696	3,659
<b>Total assets and deferred outflows of resources</b>	<u>\$ 695,282</u>	<u>\$ 685,801</u>	<u>\$ 675,413</u>
<b>LIABILITIES:</b>			
Current liabilities	\$ 57,420	\$ 59,082	\$ 52,357
Non-current liabilities	241,453	236,167	236,125
Total liabilities	298,873	295,249	288,482
<b>DEFERRED INFLOWS OF RESOURCES</b>	8,887	10,773	1,604
<b>NET POSITION:</b>			
Net investment in capital assets	265,651	271,499	271,585
Restricted, expendable	18,110	14,641	14,344
Unrestricted	103,761	93,639	99,398
Total net position	387,522	379,779	385,327
<b>Total liabilities, deferred inflows of resources and net position</b>	<u>\$ 695,282</u>	<u>\$ 685,801</u>	<u>\$ 675,413</u>



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The University's total assets and deferred outflows of resources increased during fiscal year 2016 by \$9,481,158 from \$685,801,122 as of June 30, 2015 to \$695,282,280 as of June 30, 2016. The increase is attributed to an increase of assets of approximately \$895,000 and an increase of deferred outflows of resources of \$8.6 million. The asset increase is driven by increases in third party receivables, cash with treasurer and 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 \$10.2 million. The increase seen in deferred outflows of resources consists of \$4.6 million of deferred outflows related to pensions as a result of implementing GASB 68 and \$4 million related to the Series 2016A bond refunding.

The University's total liabilities increased during fiscal year 2016 by \$3,624,664 from \$295,249,188 as of June 30, 2015 to \$298,873,852 as of June 30, 2016. The change is driven by increases in the net pension liability of \$5.5 million, and capital leases of \$4.2 million, offset by decreases in both bonds payable of \$4 million and current liabilities of \$1.7 million. Capital leases increased as a result of the addition of the Alumni and Friends Center. The decrease in bonds payable is a combination of the Series 2016A refunding bond issuance and debt service payments while the decrease in current liabilities is related to the timing of employee benefit payments.

Total deferred inflows of resources decreased during fiscal year 2016 by \$1,886,368 from \$10,773,078 as of June 30, 2015 to \$8,886,710 as of June 30, 2016 which was primarily related to pensions.

Total net position increased during fiscal year 2016 by \$7,742,862 from \$379,778,856 as of June 30, 2015 to \$387,521,718 as of June 30, 2016. Net investment in capital assets decreased \$5,848,508 and restricted expendable net position increased by \$3,469,271, while unrestricted net position increased \$10,122,099. The change in unrestricted net position is primarily related to an increase in student fees deposited with the State of Idaho of approximately \$4 million, an increase in unrestricted receivables of approximately \$2.9 million, and a decrease in accounts payable and accrued liabilities of approximately \$1.2 million. The University utilizes unrestricted reserves to support debt loads and to fund maintenance and growth initiatives.



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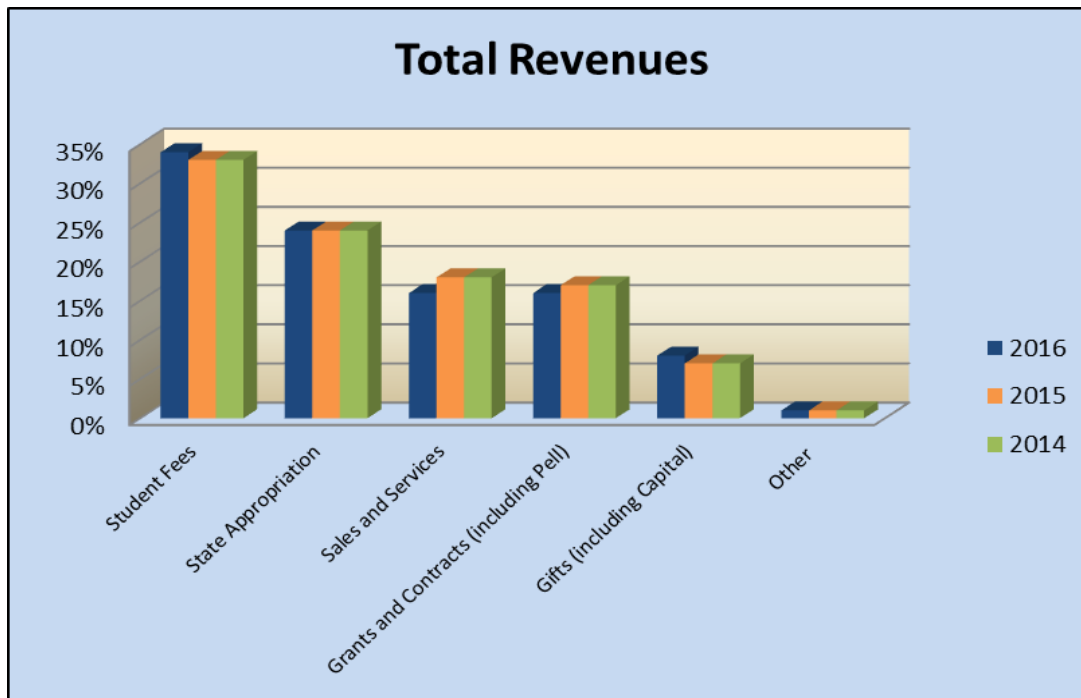
### **Statements of Revenues, Expenses, and Changes in Net Position**

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 students, and the various customers, 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.





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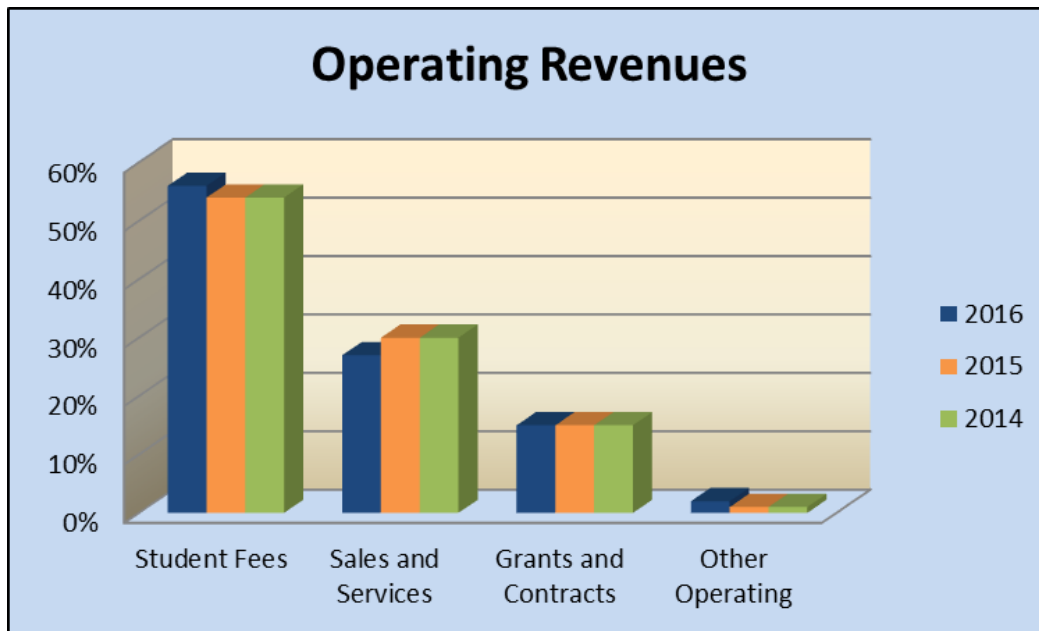
	2016	2015	2014
Operating revenues	\$ 228,907	\$ 219,193	\$ 207,698
Operating expenses	356,909	341,023	330,278
Operating loss	(128,002)	(121,830)	(122,580)
Non-operating revenues and expenses	133,524	124,693	120,622
Income (loss) before other revenues, expenses, gains or losses	5,522	2,863	(1,958)
Other revenues and expenses	2,221	7,091	3,855
<b>Increase in net position</b>	<b>\$ 7,743</b>	<b>\$ 9,954</b>	<b>\$ 1,897</b>
<b>Net position—Beginning of year</b>	<b>\$ 379,779</b>	<b>\$ 385,327</b>	<b>\$ 383,430</b>
<b>Cumulative Effect of Implementing GASB 68</b>	<b>-</b>	<b>(15,502)</b>	<b>-</b>
<b>Net position—Beginning of year (as restated)</b>	<b>379,779</b>	<b>369,825</b>	<b>383,430</b>
<b>Increase in net position</b>	<b>7,743</b>	<b>9,954</b>	<b>1,897</b>
<b>Net position—End of year</b>	<b>\$ 387,522</b>	<b>\$ 379,779</b>	<b>\$ 385,327</b>

The statements of revenues, expenses, and changes in net position reflect an overall increase in net position during fiscal year 2016 of \$7,742,862. Increases in operating and non-operating revenues were offset by an increase in operating expense and a decrease in other revenues and expenses.





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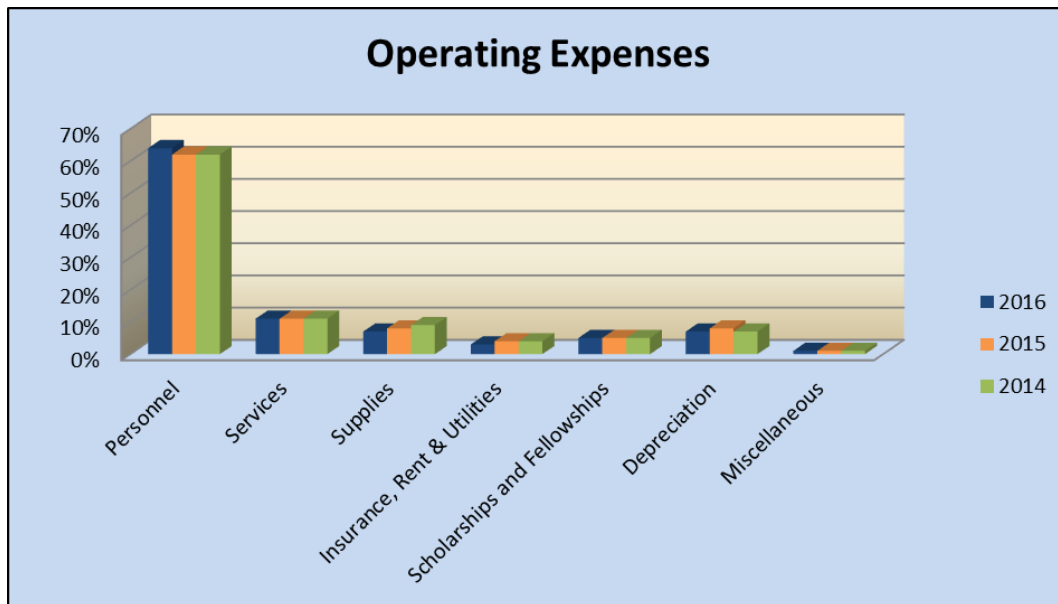


Operating revenues increased by \$9,714,418 from \$219,192,828 in fiscal year 2015 to \$228,907,246 in fiscal year 2016. This increase was generated through additional student fee revenue, federal and state grant revenue, offset by reductions in sales and services of educational and auxiliary activities.





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Operating expenses increased by \$15,886,008 from \$341,022,792 in 2015 to \$356,908,800 in fiscal year 2016. Personnel expenses increased \$16.2 million. Salary related personnel costs attributed to \$9.5 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 personnel cost increases are primarily related to an increase in benefit premiums of \$3 million and an increase of \$2 million in pension plan expense. Reductions in expenditures were seen in supplies, and insurance, utilities and rent. The net result was a \$6.2 million increase in operating loss. However, the net increase in non-operating revenues and expenses of \$8.8 million offset the operating loss resulting in income before other revenues and expenses of \$5.5 million.







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Football vs Washington, Photo Patrick Sweeney



### 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 addresses 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.



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Overall, cash increased by \$2,392,872 during fiscal year 2016 compared to a cash increase of \$956,367 during fiscal year 2015. Cash used in operating activities increased \$19,195,663 in fiscal year 2016 compared to fiscal year 2015. Increases in payments to employees, and scholarships and fellowships and a reduction in sales and services of auxiliary enterprises revenue combined with an increase in student fee revenue attributed to the increase. Cash provided by non-capital financing activities increased \$6,515,473 in fiscal year 2016. Cash provided by gifts increased \$5.4 million, state appropriations increased by \$3.3 million in fiscal year 2016, and was offset by a reduction in Pell grant revenue of \$2 million. Although activity is slowing, the University continued to invest in facilities, utilizing unrestricted reserves, donations, and invested assets.

<b>Summary Statements of Cash Flows</b> <b>Fiscal Years Ended June 30</b> (Dollars in Thousands)			
	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Cash provided (used) by:</b>			
Operating activities	\$ (109,482)	\$ (90,287)	\$ (91,027)
Non-capital financing activities	140,815	134,299	130,802
Capital and related financing activities	(27,124)	(27,671)	(41,389)
Investing activities	(1,815)	(15,385)	7,417
<b>Net change in cash and cash equivalents and cash with Treasurer</b>	<b>2,394</b>	<b>956</b>	<b>5,803</b>
<b>Cash—Beginning of year</b>	<b>45,284</b>	<b>44,328</b>	<b>38,525</b>
<b>Cash—End of year</b>	<b>\$ 47,678</b>	<b>\$ 45,284</b>	<b>\$ 44,328</b>



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### Capital Asset and Debt Administration

The University's capital assets, (prior to depreciation) increased by \$10,969,024 from \$769,595,672 in 2015 to \$780,564,695 in 2016. The University continued to improve infrastructure and acquire property consistent with the Campus Master Plan. These improvements included \$5.2 million related to the Research Vivarium building improvement that was completed and transferred from construction in progress. In addition, the University entered into a \$5 million capital lease associated with the Alumni and Friends Center. The University issued \$66,145,000, at par, of tax exempt, General Revenue Refunding Bonds, Series 2016A. The proceeds, after issuance costs, were deposited into an irrevocable trust to advance refund portions of the 2007A General Revenue Bonds and 2009A General Revenue Bonds. The University achieved 14.1% net present value savings on the refunding transaction totaling approximately \$9.3 million. Moody's Investor Services and Standard and Poor's Rating Services rated the 2016 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, 2016, is 4.8%, representing a decrease from the June 30, 2015 ratio of 5.6%. Management's policy, in accordance with the State Board of Education policy, is to maintain this ratio below 8%.







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### Economic Outlook

Overall, the State of Idaho finished fiscal year 2016 with \$3.2 billion in general fund receipts, which was a 4.2% increase from fiscal year 2015. According to the April 2016 Idaho Economic Forecast, published by the Division of Financial Management, after posting a strong year in 2015, Idaho's economy is forecast to settle into a slower pace over this upcoming forecast period. For the first time, the University's fiscal year 2016 state general fund appropriation of \$87,182,600 exceeded pre-recession levels of 2009. However, management continues to expect higher education to compete with other education and service agencies for future budget dollars.

The University is in the midst of moving 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 initiatives.

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 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 an innovative university of the future.





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## BOISE STATE UNIVERSITY

### BOISE STATE UNIVERSITY STATEMENTS OF NET POSITION JUNE 30, 2016 AND JUNE 30, 2015

	University 2016	University 2015
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash with treasurer	\$ 43,322,119	\$ 39,342,382
Cash and cash equivalents	4,355,421	5,942,286
Student loan receivable	2,190,241	1,887,500
Accounts receivable and unbilled charges, net	22,525,590	17,782,084
Prepaid expense	2,459,258	2,051,520
Inventories	3,399,121	2,580,531
Investments	55,181,028	73,733,246
Due from component units	1,486,354	1,647,499
Other current assets	253,470	165,781
<b>Total current assets</b>	<b>135,172,602</b>	<b>145,132,829</b>
<b>NON-CURRENT ASSETS:</b>		
Student loans receivable, net	8,546,990	8,553,718
Investments	51,384,959	30,143,377
Prepaid bond insurance costs	107,418	222,098
Capital assets, net	482,627,231	492,805,296
Other assets	161,411	248,118
<b>Total non-current assets</b>	<b>542,828,009</b>	<b>531,972,607</b>
<b>Total assets</b>	<b>678,000,611</b>	<b>677,105,436</b>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>		
Refunding of debt	9,025,656	5,058,341
Deferred outflows related to pensions	8,256,013	3,637,345
<b>Total deferred outflows of resources</b>	<b>17,281,669</b>	<b>8,695,686</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 695,282,280</b>	<b>\$ 685,801,122</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY  
STATEMENTS OF NET POSITION (CONTINUED)  
JUNE 30, 2016 AND JUNE 30, 2015**

	University 2016	University 2015
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued liabilities	\$ 5,245,375	\$ 5,440,626
Due to state agencies	168,710	391,492
Accrued salaries and benefits payable	15,156,975	16,033,034
Compensated absences payable	7,345,667	6,989,767
Interest payable	2,022,672	2,281,894
Unearned revenue	12,259,713	12,075,798
Bonds payable	8,505,000	8,235,000
Notes payable	-	373,823
Obligations under capital lease - component unit	830,756	380,000
Other liabilities	5,885,728	6,880,388
<b>Total current liabilities</b>	<b>57,420,596</b>	<b>59,081,822</b>
<b>NON-CURRENT LIABILITIES:</b>		
Unearned revenue	997,280	1,144,070
Bonds payable	212,263,896	216,574,586
Notes payable	-	259,742
Obligations under capital lease - component unit	4,092,880	371,798
Net other post employment benefits obligation	10,519,000	9,574,138
Net pension liability	12,652,677	7,104,041
Other liabilities	927,523	1,138,991
<b>Total non-current liabilities</b>	<b>241,453,256</b>	<b>236,167,366</b>
<b>Total liabilities</b>	<b>298,873,852</b>	<b>295,249,188</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>		
Grants received in advance	725,552	993,522
Deferred inflows related to pensions	8,161,158	9,779,556
<b>Total deferred inflows of resources</b>	<b>8,886,710</b>	<b>10,773,078</b>
<b>NET POSITION:</b>		
Net investment in capital assets	265,650,785	271,499,293
Restricted, expendable	18,109,878	14,640,607
Unrestricted	103,761,055	93,638,956
<b>Total net position</b>	<b>387,521,718</b>	<b>379,778,856</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<b>\$ 695,282,280</b>	<b>\$ 685,801,122</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY COMPONENT UNIT  
BOISE STATE UNIVERSITY FOUNDATION, INC.  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2016 AND JUNE 30, 2015

	Foundation 2016	Foundation 2015 - Restated
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 2,438,623	\$ 8,391,882
Accrued interest and other receivables	448,631	436,600
Promises to give, net	13,305,208	5,765,523
Funds held by lender	4,175,271	6,273,271
Investment in lease - technology building current portion	407,117	405,815
<b>Total current assets</b>	<b>20,774,850</b>	<b>21,273,091</b>
<b>NON-CURRENT ASSETS:</b>		
Restricted cash and cash equivalents	8,845,346	3,625,541
Promises to give, net	20,077,043	9,089,938
Investments	127,385,569	131,593,267
Interest in perpetual trusts	2,556,305	2,767,125
Investments in real estate	13,399,739	3,586,848
Funds held by trustee	556,499	556,489
Investment in lease - technology building	-	407,117
Other assets	950,111	987,615
<b>Total non-current assets</b>	<b>173,770,612</b>	<b>152,613,940</b>
<b>TOTAL ASSETS</b>	<b>\$ 194,545,462</b>	<b>\$ 173,887,031</b>

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, 2016 AND JUNE 30, 2015

	Foundation 2016	Foundation 2015 - Restated
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 1,702,881	\$ 1,611,017
Interest payable	19,754	25,538
Prepaid suites	490,801	497,702
Liability for split interest trusts	154,831	150,498
Trust earnings payable to trust beneficiaries	20,364	20,364
Certificates payable - current portion	2,859,975	829,168
Deferred revenue - current portion	165,515	190,515
<b>Total current liabilities</b>	<b>5,414,121</b>	<b>3,324,802</b>
<b>NON-CURRENT LIABILITIES:</b>		
Certificates payable	415,000	815,000
Other long-term debt	4,054,566	6,514,541
Donation due to Boise State University	13,494,550	13,494,550
Deferred revenue	128,921	358,703
Deferred suites revenue	191,185	271,592
Liability under split interest trust agreements	1,902,445	1,811,633
Amounts held in custody for others	756,767	765,716
Trust earnings payable to trust beneficiaries	132,810	193,246
<b>Total non-current liabilities</b>	<b>21,076,244</b>	<b>24,224,981</b>
<b>Total liabilities</b>	<b>26,490,365</b>	<b>27,549,783</b>
<b>NET ASSETS:</b>		
Permanently restricted	82,602,000	79,092,445
Temporarily restricted	72,576,131	59,571,829
Unrestricted	12,876,966	7,672,974
<b>Total net assets</b>	<b>168,055,097</b>	<b>146,337,248</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 194,545,462</b>	<b>\$ 173,887,031</b>

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, 2016 AND JUNE 30, 2015**

	<b>University 2016</b>	<b>University 2015</b>
<b>OPERATING REVENUES:</b>		
Student fees, pledged for bonds	\$ 149,997,777	\$ 142,445,827
Scholarship allowance	<u>(22,497,800)</u>	<u>(24,597,200)</u>
Student fees, net	127,499,977	117,848,627
Federal grants and contracts (including \$4,464,012 and \$3,843,374 of revenues pledged for bonds in 2016 and 2015, respectively)	28,815,430	25,987,687
State and local grants and contracts (including \$444,135 and \$126,096 of revenues pledged for bonds in 2016 and 2015, respectively)	4,301,752	3,344,399
Private grants and contracts (including \$300,390 and \$339,043 of revenues pledged for bonds in 2016 and 2015, respectively)	3,229,288	4,071,040
Sales and services of educational activities, pledged for bonds	3,445,758	3,729,493
Sales and services of auxiliary enterprises, pledged for bonds	58,196,118	61,836,973
Other, pledged for bonds	<u>3,418,923</u>	<u>2,374,609</u>
<b>Total operating revenues</b>	<u>228,907,246</u>	<u>219,192,828</u>
<b>OPERATING EXPENSES:</b>		
Personnel cost	227,553,733	211,363,262
Services	38,361,117	37,985,112
Supplies	28,631,302	30,328,446
Insurance, utilities and rent	12,101,486	12,452,974
Scholarships and fellowships	20,721,776	19,554,717
Depreciation	25,997,744	25,658,622
Miscellaneous	<u>3,541,642</u>	<u>3,679,659</u>
<b>Total operating expenses</b>	<u>356,908,800</u>	<u>341,022,792</u>
<b>OPERATING LOSS</b>	<u>(128,001,554)</u>	<u>(121,829,964)</u>

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, 2016 AND JUNE 30, 2015**

	<b>University 2016</b>	<b>University 2015</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
State appropriations	\$ 89,985,661	\$ 87,159,073
Pell grants	24,169,872	26,175,741
Gifts (includes gifts from component unit equal to \$18,674,355 and \$14,058,839 in 2016 and 2015, respectively)	28,212,370	21,435,600
Net investment income (including \$815,931 and \$396,947 of revenues pledged by the University for bonds in 2016 and 2015, respectively)	815,931	396,947
Change in fair value of investments (including \$6,147 and \$0 of revenues pledged by the University for bonds in 2016 and 2015, respectively)	145,985	(28,161)
Interest (net of capitalized interest by the University of \$15,285 and \$71,863 in 2016 and 2015, respectively)	(9,243,292)	(9,533,339)
Loss on retirement of capital assets	(495,877)	(1,008,377)
Other	(67,148)	95,757
<b>Net non-operating revenues</b>	<b>133,523,502</b>	<b>124,693,241</b>
<b>INCOME BEFORE OTHER REVENUES AND EXPENSES</b>	<b>5,521,948</b>	<b>2,863,277</b>
<b>OTHER REVENUES AND EXPENSES:</b>		
Capital appropriations	935,431	2,275,920
Capital grants and gifts (includes gifts from component unit equal to \$850,970 and \$2,867,952 in 2016 and 2015, respectively)	1,285,483	4,814,788
<b>Total other revenue</b>	<b>2,220,914</b>	<b>7,090,708</b>
<b>INCREASE IN NET POSITION</b>	<b>7,742,862</b>	<b>9,953,985</b>
<b>NET POSITION—Beginning of year</b>	<b>379,778,856</b>	<b>385,326,898</b>
<b>CUMULATIVE EFFECT OF IMPLEMENTING GASB 68</b>	<b>-</b>	<b>(15,502,027)</b>
<b>NET POSITION—Beginning of year (as restated)</b>		<b>369,824,871</b>
<b>INCREASE IN NET POSITION</b>	<b>7,742,862</b>	<b>9,953,985</b>
<b>NET POSITION—End of year</b>	<b>\$ 387,521,718</b>	<b>\$ 379,778,856</b>

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, 2016**

	<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Permanently Restricted</b>	<b>Foundation 2016</b>
<b>OPERATING REVENUES:</b>				
Gifts	\$ 2,642,751	\$ 33,936,479	\$ 3,620,189	\$ 40,199,419
Non-cash donations	14,680	-	-	14,680
Non-charitable income	1,565,604	2,263,747	109,452	3,938,803
Interest and dividends	957,867	2,098,101	-	3,055,968
Change in split interest trusts	-	(13,226)	4,607	(8,619)
Change in fair value of investments	(31,906)	(2,651,378)	-	(2,683,284)
<b>Total revenues</b>	<b>5,148,996</b>	<b>35,633,723</b>	<b>3,734,248</b>	<b>44,516,967</b>
Net assets released from restrictions through satisfaction of:				
Program restrictions	22,491,303	(22,491,303)	-	-
Write-off of promises to give	397,541	(372,424)	(25,117)	-
Board and donor designated transfers	-	199,576	(199,576)	-
<b>Total operating revenues</b>	<b>28,037,840</b>	<b>12,969,572</b>	<b>3,509,555</b>	<b>44,516,967</b>
<b>OPERATING EXPENSES:</b>				
Distribution of scholarships and general endowments	4,327,448	-	-	4,327,448
Distribution of funds for academic programs	4,384,164	-	-	4,384,164
Distribution of funds for athletic programs:				
Program services	10,387,843	-	-	10,387,843
Fundraising expenses	21,825	-	-	21,825
Management and general	404,045	-	-	404,045
Uncollectable pledge expense	406,980	-	-	406,980
Administrative expense:				
Program services	478,748	-	-	478,748
Fundraising expenses	1,777,789	-	-	1,777,789
Management and general	1,262,760	-	-	1,262,760
<b>Total operating expenses</b>	<b>23,451,602</b>	<b>-</b>	<b>-</b>	<b>23,451,602</b>
<b>OPERATING INCOME (LOSS)</b>	<b>4,586,238</b>	<b>12,969,572</b>	<b>3,509,555</b>	<b>21,065,365</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
Alumni center building expense	-	(5,785)	-	(5,785)
Amortization of deferred income	-	40,515	-	40,515
Gain on distribution of assets	689,204	-	-	689,204
Interest expense	(48,095)	-	-	(48,095)
Amortization expense	(23,355)	-	-	(23,355)
<b>Total non-operating revenue</b>	<b>617,754</b>	<b>34,730</b>	<b>-</b>	<b>652,484</b>
<b>CHANGE IN NET ASSETS</b>	<b>5,203,992</b>	<b>13,004,302</b>	<b>3,509,555</b>	<b>21,717,849</b>
<b>NET ASSETS - Beginning of year</b>	<b>7,672,974</b>	<b>59,571,829</b>	<b>79,092,445</b>	<b>146,337,248</b>
<b>NET ASSETS - End of year</b>	<b>\$ 12,876,966</b>	<b>\$ 72,576,131</b>	<b>\$ 82,602,000</b>	<b>\$ 168,055,097</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

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

	Unrestricted	Temporarily Restricted	Permanently Restricted	Foundation 2015
<b>OPERATING REVENUES:</b>				
Gifts	\$ 2,760,949	\$ 14,817,567	\$ 5,167,877	\$ 22,746,393
Non-cash donations	14,680	583,046	76,670	674,396
Non-charitable income	1,610,724	3,020,971	709,439	5,341,134
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
<b>Total revenues</b>	<b>6,436,207</b>	<b>19,687,470</b>	<b>5,967,765</b>	<b>32,091,442</b>
Net assets released from restrictions through satisfaction of:				
Program restrictions	23,570,685	(23,570,685)	-	-
Write-off of promises to give	(205,656)	205,656	-	-
Board and donor designated transfers	(3,495,705)	2,155,649	1,340,056	-
<b>Total operating revenues</b>	<b>26,305,531</b>	<b>(1,521,910)</b>	<b>7,307,821</b>	<b>32,091,442</b>
<b>OPERATING EXPENSES:</b>				
Distribution of scholarships and general endowments	4,230,160	-	-	4,230,160
Distribution of funds for academic programs	4,930,264	-	-	4,930,264
Distribution of land to Boise State University	2,867,952	-	-	2,867,952
Distribution of building to Boise State University	13,494,550	-	-	13,494,550
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
<b>Total operating expenses</b>	<b>33,709,219</b>	<b>-</b>	<b>-</b>	<b>33,709,219</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(7,403,688)</b>	<b>(1,521,910)</b>	<b>7,307,821</b>	<b>(1,617,777)</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
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)
<b>Total non-operating revenue</b>	<b>2,744,033</b>	<b>48,940</b>	<b>-</b>	<b>2,792,973</b>
<b>CHANGE IN NET ASSETS</b>	<b>(4,659,655)</b>	<b>(1,472,970)</b>	<b>7,307,821</b>	<b>1,175,196</b>
<b>NET ASSETS - Beginning of year</b>	<b>12,332,629</b>	<b>61,044,799</b>	<b>71,784,624</b>	<b>145,162,052</b>
<b>NET ASSETS - End of year</b>	<b>\$ 7,672,974</b>	<b>\$ 59,571,829</b>	<b>\$ 79,092,445</b>	<b>\$146,337,248</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY  
STATEMENTS OF CASH FLOWS  
FISCAL YEARS ENDED JUNE 30, 2016 AND JUNE 30, 2015**

	<b>University 2016</b>	<b>University 2015</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Student fees	\$ 124,463,401	\$ 118,857,791
Grants and contracts	34,229,595	34,601,366
Sales and services of educational activities	3,489,327	3,751,362
Sales and services of auxiliary enterprises	57,933,188	65,718,520
Other operating receipts	3,067,420	1,938,941
Payments to employees	(227,747,703)	(211,265,073)
Payments for services	(38,319,001)	(38,534,725)
Payments for supplies	(29,464,178)	(30,136,163)
Payments for insurance, utilities and rent	(12,389,677)	(12,411,954)
Payments for scholarships and fellowships	(20,792,843)	(19,509,568)
Loans issued to students	(2,140,303)	(1,745,162)
Collections of loans to students	1,728,919	1,709,938
Other payments	(3,540,445)	(3,261,910)
<b>Net cash used in operating activities</b>	<b>(109,482,300)</b>	<b>(90,286,637)</b>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>		
State appropriations	88,419,108	85,160,497
Pell grants	24,169,872	26,175,742
Gifts	28,402,125	22,991,591
Direct lending receipts	81,607,237	85,202,537
Direct lending payments	(81,607,237)	(85,202,537)
Other Payments	(176,402)	(28,600)
<b>Net cash provided by non-capital financing activities</b>	<b>140,814,703</b>	<b>134,299,230</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Capital grants and gifts	685,041	3,832,247
Purchases of capital assets	(13,769,962)	(12,649,551)
Proceeds from notes and bonds payable	10,448,984	32,927,158
Principal paid on notes and bonds payable and capital leases	(14,407,307)	(41,361,742)
Interest paid on notes and bonds payable and capital leases	(9,633,923)	(9,623,709)
Payments for bond issuance costs	(352,934)	(110,908)
Other	(94,294)	(684,576)
<b>Net cash used in capital and related financing activities</b>	<b>(27,124,395)</b>	<b>(27,671,081)</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

**BOISE STATE UNIVERSITY**  
**STATEMENTS OF CASH FLOWS (CONTINUED)**  
**FISCAL YEARS ENDED JUNE 30, 2016 AND JUNE 30, 2015**

	University 2016	University 2015
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of investments	\$ (236,359,273)	\$ (287,905,353)
Proceeds from sales and maturities of investments	233,286,078	271,067,343
Investment income	1,258,059	1,452,865
<b>Net cash used in investing activities</b>	<b>(1,815,136)</b>	<b>(15,385,145)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER</b>	<b>2,392,872</b>	<b>956,367</b>
<b>CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—Beginning of year</b>	<b>45,284,668</b>	<b>44,328,301</b>
<b>CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—End of year</b>	<b>\$ 47,677,540</b>	<b>\$ 45,284,668</b>
<b>RECONCILIATION OF NET OPERATING REVENUES (EXPENSES) TO NET CASH AND CASH EQUIVALENTS USED IN OPERATING ACTIVITIES:</b>		
Operating loss	\$ (128,001,554)	\$ (121,829,964)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation and amortization	26,002,301	25,672,293
Changes in assets and liabilities:		
Accounts receivable and unbilled charges, net	(4,749,311)	742,449
Student loans receivable, net	(296,013)	200,414
Inventories	(818,594)	(281,892)
Other assets	(86,361)	(335,845)
Deferred outflows related to pensions	(4,618,668)	(3,637,345)
Deferred inflows	(1,886,367)	9,169,172
Accounts payable and accrued liabilities	(5,647)	1,202,670
Accrued salaries and benefits payable	(876,059)	1,573,350
Compensated absences payable	355,900	(224,593)
Unearned revenue	34,299	411,872
Net Pension Liability	5,548,636	7,104,041
Other post employment benefits obligation	944,862	960,000
Cummulative effect of implementing GASB 68	-	(15,502,027)
Other liabilities	(1,029,724)	4,488,768
<b>Net cash used in operating activities</b>	<b>\$ (109,482,300)</b>	<b>\$ (90,286,637)</b>
<b>SUPPLEMENTAL DISCLOSURE OF NON-CASH TRANSACTIONS:</b>		
Assets donated to the University	730,834	3,258,461
Donated building maintenance	993,608	1,998,576
Cummulative effect of implementing GASB 68	-	(15,502,027)
<b>Total non-cash transactions</b>	<b>\$ 1,724,442</b>	<b>\$ (10,244,990)</b>

See notes to financial statements.



## BOISE STATE UNIVERSITY

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### 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" or "Board"), 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](http://www.sco.idaho.gov)

The financial statements for fiscal years ended June 30, 2016 and June 30, 2015 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, 2016 and 2015. 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





## BOISE STATE UNIVERSITY

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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.

**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 statements 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 it does not capitalize, including the Nell Shipman Film Collection and Albertsons 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.



## BOISE STATE UNIVERSITY

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

***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.

***Pensions*** - For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

***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.

### Boise State Football, vs Hawaii, Albertsons Stadium, Brian Angers Photos





## BOISE STATE UNIVERSITY

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**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 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.



## BOISE STATE UNIVERSITY

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**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 paid by students and/or 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.

**New Accounting Standards** – The University implemented the provisions of GASB 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. GASB Statement No. 72 requires disclosures about fair value measurements, the level of fair value hierarchy, and valuation techniques.

In December 2015, the GASB issued Statement No. 79, "*Certain External Investment Pools and Pool Participants*". This Statement establishes criteria that would permit a qualifying external investment pool to measure its investments at amortized cost for financial reporting purposes. An external investment pool is an arrangement that commingles (pools) the moneys of more than one legally separate entity and invests, on the participants' behalf, in an investment portfolio. These investment funds pool the resources of participants for the purposes of investing in short-term, high quality securities as permitted under state law.

GASB No. 79 is effective for the fiscal year ending June 30, 2016, except for certain provisions on portfolio quality, custodial credit risk, and shadow pricing (paragraphs 18, 19, 23-26, and 40). These provisions are effective for the fiscal year ending June 30, 2017. This Statement addresses the accounting and financial reporting implications that result from changes in the regulatory provisions referenced by previous accounting and financial reporting standards.



## **BOISE STATE UNIVERSITY**

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In June of 2015, the GASB issued Statement No. 75, “Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans “. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or “OPEB”). The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. Management has not yet determined the impact this standard will have on the University’s financial statements.





## 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 \$95,491 and \$84,504 as of June 30, 2016 and 2015, 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		
	2016	2015
Insured	\$ 250,000	\$ 250,000
Uncollateralized	-	199,569
Federally insured cash account	-	1,002,539
Collateralized by securities held by the pledging financial institution	4,009,930	4,405,674
<b>Total cash and cash equivalents</b>	<b>\$ 4,259,930</b>	<b>\$ 5,857,782</b>

**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 to 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 the 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 \$61,430,780 and \$58,069,697 invested in the State's external pools as of June 30, 2016 and 2015, respectively.





## BOISE STATE UNIVERSITY

**Credit Risk of Debt Securities** – The University’s investment policy addresses the credit quality of investments in 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. Ratings, as of June 30, are presented below using the Moody’s scale. AAA ratings signify 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, 2016 (Dollars in Thousands)					
Investment Type	Fair Value	AAA	AA	A	Unrated
External investment pool - LGIP	\$ 58,324	\$ -	\$ -	\$ -	\$ 58,324
External investment pool - DBF	3,107	-	-	-	3,107
Corporate notes and bonds	36,648	2,382	24,227	10,034	5
Federal Agency Coupon Securities	5,356	5,356	-	-	-
Certificates of Deposits	2,483	-	-	-	2,483
	<u>105,918</u>	<u>7,738</u>	<u>24,227</u>	<u>10,034</u>	<u>63,919</u>
Investments held on behalf of employee benefit plans:					
- Bond/equity mutual funds	311	-	-	-	311
- Equity mutual funds	275	-	-	-	275
- Income mutual funds	62	-	-	-	62
	<u>648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>648</u>
<b>Total investments</b>	<u>\$106,566</u>	<u>\$ 7,738</u>	<u>\$ 24,227</u>	<u>\$ 10,034</u>	<u>\$ 64,567</u>
<b>% of Total</b>	100%	7%	23%	9%	61%

Credit Risk of Debt Securities As of June 30, 2015 (Dollars in Thousands)					
Investment Type	Fair Value	AAA	AA	A	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	-	-	-
	<u>103,195</u>	<u>4,493</u>	<u>8,452</u>	<u>32,180</u>	<u>58,070</u>
Investments held on behalf of employee benefit plans:					
- Bond/equity mutual funds	322	-	-	-	322
- Equity mutual funds	298	-	-	-	298
- Income mutual funds	62	-	-	-	62
	<u>682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>682</u>
<b>Total investments</b>	<u>\$103,877</u>	<u>\$ 4,493</u>	<u>\$ 8,452</u>	<u>\$ 32,180</u>	<u>\$ 58,752</u>
<b>% of Total</b>	100%	4%	8%	31%	57%



## BOISE STATE UNIVERSITY

**Concentration of Credit Risk** – The University’s investment policy addresses diversification of investments. 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, 2016 and 2015, the University had no 5% issuer concentrations.

**Interest Rate Risk** - The University’s investment policy provides the maximum maturity of any security purchased will be five (5) years and the average weighted maturity of any managed portfolio will not exceed thirty-six (36) months. 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 63% of total investments are invested in securities with maturities longer than 1 year as of June 30, 2016.

Investment Maturities In Years As of June 30, 2016 (Dollars in Thousands)			
Investment Type	Fair Value	Less than 1	1 to 5
External investment pool	\$ 61,431	\$ 32,521	\$ 28,910
Corporate notes and bonds	36,648	5,524	31,124
Federal Agency Coupon Securities	5,356	-	5,356
Certificates of Deposit	2,483	491	1,992
	105,918	38,536	67,382
Investments held on behalf of employee benefit plans:			
- Bond/equity mutual funds	311	311	-
- Equity mutual funds	275	275	-
- Income mutual funds	62	62	-
	648	648	-
<b>Total investments</b>	<b>\$ 106,566</b>	<b>\$ 39,184</b>	<b>\$ 67,382</b>

Investment Maturities In Years As of June 30, 2015 (Dollars in Thousands)			
Investment Type	Fair Value	Less than 1	1 to 5
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	-
<b>Total investments</b>	<b>\$ 103,877</b>	<b>\$ 95,383</b>	<b>\$ 8,494</b>





## BOISE STATE UNIVERSITY

**Investment Custodial Credit Risk** - The University's investment policy addresses the safekeeping of investments. 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.

**Fair Value Measurement** - The University categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The University has the following recurring fair value measurements as of June 30, 2016:

Fair Value Measurement (Dollars in Thousands)					
Investment Type	06/30/16	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Corporate notes and bonds	\$ 36,648	\$ -	\$ 36,648	\$ -	
Federal Agency Coupon Securities	5,356	-	5,356	-	
Certificates of Deposits	2,483	-	2,483	-	
Investments held on behalf of employee benefit plans:					
- Bond/equity mutual funds	311	311	-	-	
- Equity mutual funds	275	275	-	-	
- Income mutual funds	62	62	-	-	
Total investments measured at fair value	45,135	\$ 648	\$ 44,487	\$ -	
Investments measured at NAV:					
External investment pool - Diversified Bond Fund	3,107				
Total investments measured at NAV	3,107				
Total investments measured at fair value	\$ 48,242				



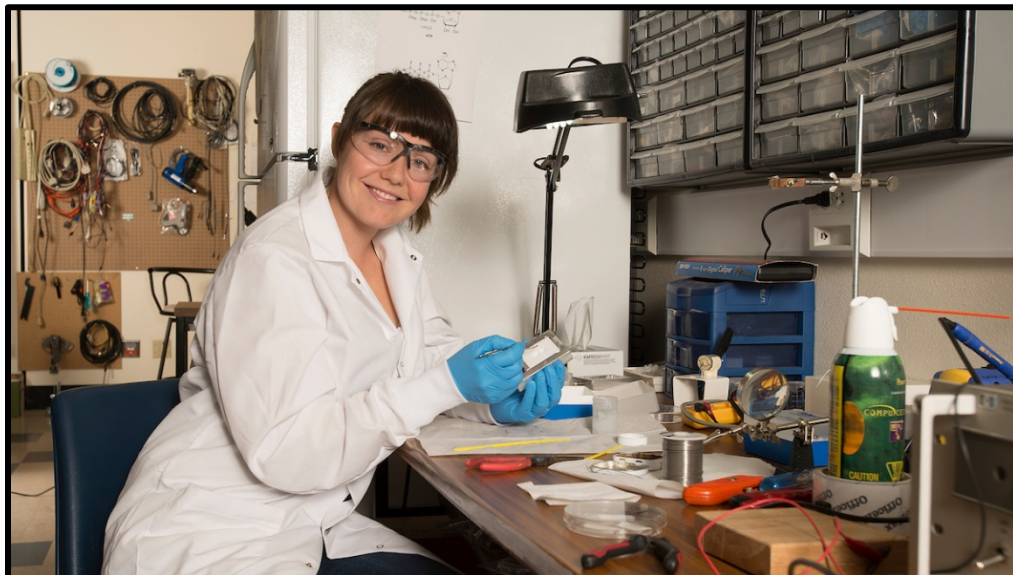
## BOISE STATE UNIVERSITY

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The fair value of the Diversified Bond Fund (“DBF”) has been determined using net asset value (“NAV”) per share (or its equivalent) of the investment. DBF was created by Idaho State Treasurer’s Office as the alternative investment to the short term investment funds such as Local Government Investment Pool (“LGIP”). The University’s investment in the DBF, assume less liquidity and more price volatility for the potential of greater return over the long run. As of June 30, 2016, the investment has no unfunded commitments, and no restriction of redemption. The redemption notice period is 5-25 days prior to last day of the month.

The Local Government Investment Pool (LGIP) investment of \$58,324,256 has been determined using amortized cost. LGIP is an investment pool with the primary purpose of providing a safe liquid vehicle for investing idle funds and to obtain the best interest rate available at the time of investment. LGIP deposits may be withdrawn at any time. The pool itself has a weighted average maturity of 83 days and 118 days as of June 30, 2016 and 2015 respectively. It is currently excluded from the fair value measurement.

Sheenah Bryant, Biomolecular Sciences, NASA Harriett G. Jenkins Graduate Fellow. Photo by Allison Corona





## BOISE STATE UNIVERSITY

### 3. ACCOUNTS RECEIVABLE AND UNBILLED CHARGES, NET

Accounts receivable and unbilled charges refer to the portion due to the University, as of June 30, 2016, by students, various customers, 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	2016	2015
Student fees & third party receivables	\$ 15,173,549	\$ 10,961,895
Unbilled charges	7,726,858	6,161,657
Auxiliary enterprises and other operating activities	1,651,061	2,766,029
Federal, state, and private grants and contracts	1,563,848	1,422,924
<b>Accounts receivable and unbilled charges</b>	<b>26,115,316</b>	<b>21,312,505</b>
Less allowance for doubtful accounts	(3,589,726)	(3,530,421)
<b>Accounts receivable and unbilled charges, net</b>	<b>\$ 22,525,590</b>	<b>\$ 17,782,084</b>

IBO and Boise State Raptor Research visit to Gorongosa National Park, John Kelly photo.





## 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, 2016 and 2015. 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 cancelled the Program, the University would be required to repay \$8,209,463 as of June 30, 2016.

Student Loans Receivable as of June 30	2016	2015
Student loans receivable - current	\$ 2,190,241	\$ 1,887,500
Student loans receivable - non-current	8,639,580	8,660,708
<b>Student loans receivable</b>	<b>10,829,821</b>	<b>10,548,208</b>
Less allowance for doubtful accounts	(92,590)	(106,990)
<b>Student loans receivable, net</b>	<b>\$ 10,737,231</b>	<b>\$ 10,441,218</b>





## BOISE STATE UNIVERSITY

### 5. CAPITAL ASSETS, NET

Following are the changes in capital assets for the fiscal year ended June 30, 2016:

	2016 (Dollars in Thousands)				
	Balance June 30, 2015	Additions	Transfers	Retirements	Balance June 30, 2016
<b>Capital assets not being depreciated:</b>					
Land	\$ 66,477	\$ 950	\$ -	\$ -	\$ 67,427
Construction in progress	7,009	2,063	(7,189)	-	1,883
<b>Total assets not being depreciated</b>	<b>\$ 73,486</b>	<b>\$ 3,013</b>	<b>\$ (7,189)</b>	<b>\$ -</b>	<b>\$ 69,310</b>
<b>Other capital assets:</b>					
Buildings and improvements	\$ 568,463	\$ 5,050	\$ 6,069	\$ (452)	\$ 579,130
Furniture and equipment	66,996	6,473	1,008	(2,864)	71,613
Library materials	32,575	1,930	-	(2,181)	32,324
Intangibles	28,075	-	112	-	28,187
<b>Total other capital assets</b>	<b>696,109</b>	<b>13,453</b>	<b>7,189</b>	<b>(5,497)</b>	<b>711,254</b>
<b>Less accumulated depreciation:</b>					
Buildings and improvements	(185,532)	(16,613)	-	337	(201,808)
Furniture and equipment	(48,030)	(5,713)	-	2,681	(51,062)
Library materials	(24,848)	(1,608)	-	1,833	(24,623)
Intangibles	(18,380)	(2,064)	-	-	(20,444)
<b>Total accumulated depreciation</b>	<b>(276,790)</b>	<b>(25,998)</b>	<b>-</b>	<b>4,851</b>	<b>(297,937)</b>
<b>Other capital assets, net</b>	<b>\$ 419,319</b>	<b>\$ (12,545)</b>	<b>\$ 7,189</b>	<b>\$ (646)</b>	<b>\$ 413,317</b>
<b>Capital assets summary:</b>					
Capital assets not being depreciated	\$ 73,486	\$ 3,013	\$ (7,189)	\$ -	\$ 69,310
Other capital assets at cost	696,109	13,453	7,189	(5,497)	711,254
<b>Total cost of capital assets</b>	<b>769,595</b>	<b>16,466</b>	<b>-</b>	<b>(5,497)</b>	<b>780,564</b>
<b>Less accumulated depreciation</b>	<b>(276,790)</b>	<b>(25,998)</b>	<b>-</b>	<b>4,851</b>	<b>(297,937)</b>
<b>Capital assets, net</b>	<b>\$ 492,805</b>	<b>\$ (9,532)</b>	<b>\$ -</b>	<b>\$ (646)</b>	<b>\$ 482,627</b>

In addition to accounts payable for construction costs, the estimated cost to complete property authorized or under construction at June 30, 2016, is \$ 4,311,145. These costs will be funded by gifts held by the Foundation and available reserves.



## BOISE STATE UNIVERSITY

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

	2015 (Dollars in Thousands)				
	Balance June 30, 2014	Additions	Transfers	Retirements	Balance June 30, 2015
<b>Capital assets not being depreciated:</b>					
Land	\$ 64,497	\$ 3,969	\$ -	\$ (1,989)	\$ 66,477
Construction in progress	7,714	8,183	(8,888)	-	7,009
<b>Total assets not being depreciated</b>	<b>\$ 72,211</b>	<b>\$ 12,152</b>	<b>\$ (8,888)</b>	<b>\$ (1,989)</b>	<b>\$ 73,486</b>
<b>Other capital assets:</b>					
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
<b>Total other capital assets</b>	<b>684,207</b>	<b>6,918</b>	<b>8,888</b>	<b>(3,904)</b>	<b>696,109</b>
<b>Less accumulated depreciation:</b>					
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)
<b>Total accumulated depreciation</b>	<b>(254,490)</b>	<b>(25,659)</b>	<b>-</b>	<b>3,359</b>	<b>(276,790)</b>
<b>Other capital assets, net</b>	<b>\$ 429,717</b>	<b>\$ (18,741)</b>	<b>\$ 8,888</b>	<b>\$ (545)</b>	<b>\$ 419,319</b>
<b>Capital assets summary:</b>					
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
<b>Total cost of capital assets</b>	<b>756,418</b>	<b>19,070</b>	<b>-</b>	<b>(5,893)</b>	<b>769,595</b>
<b>Less accumulated depreciation</b>	<b>(254,490)</b>	<b>(25,659)</b>	<b>-</b>	<b>3,359</b>	<b>(276,790)</b>
<b>Capital assets, net</b>	<b>\$ 501,928</b>	<b>\$ (6,589)</b>	<b>\$ -</b>	<b>\$ (2,534)</b>	<b>\$ 492,805</b>



## 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, and other amounts received prior to the end of the fiscal year that will be earned in subsequent years. 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	2016	2015
Prepaid ticket sales and auxiliary enterprises	\$ 5,969,571	\$ 6,332,394
Student fees	5,940,192	4,809,420
Grants and contracts	894,095	1,036,874
Other unearned revenue	453,135	1,041,180
<b>Unearned revenue</b>	<b>\$ 13,256,993</b>	<b>\$ 13,219,868</b>

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	2016	2015
Grants received in advance	\$ 725,552	\$ 993,522
Deferred inflows of resources related to pensions	8,161,158	9,779,556
<b>Deferred inflows of resources</b>	<b>\$ 8,886,710</b>	<b>\$ 10,773,078</b>





## 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, 2016 and 2015:

	2016 (Dollars in Thousands)				
	Ending Balance June 30, 2015	Additions	Reductions	Ending Balance June 30, 2016	Amounts due within one year
<b>Deferred outflows of resources:</b>					
2004-2012A Bond refunding	\$ 1,087	\$ -	\$ (61)	\$ 1,026	
2007A Bond refunding	1,148	-	(590)	558	
2005-2013A Bond refunding	475	-	(27)	448	
2005-2013B Bond refunding	472	-	(61)	411	
2007A-2015 Bond refunding	662	-	(30)	632	
2007B-2015 Bond refunding	1,214	-	(676)	538	
2007A-2016 Bond refunding	-	2,219	(19)	2,200	
2009A-2016 Bond refunding	-	3,416	(204)	3,212	
Refunding of debt	<u>5,058</u>	<u>5,635</u>	<u>(1,668)</u>	<u>9,025</u>	
Deferred outflows of resources related to pensions	<u>3,637</u>	<u>4,619</u>	<u>-</u>	<u>8,256</u>	
<b>Total deferred outflows of resources</b>	<u>\$ 8,695</u>	<u>\$ 10,254</u>	<u>\$ (1,668)</u>	<u>\$ 17,281</u>	
<b>Long-term debt:</b>					
Bonds payable	\$ 217,990	\$ 66,145	\$ (77,210)	\$ 206,925	\$ 8,505
Premium on bonds	6,819	7,964	(939)	13,844	-
Notes payable	634	-	(634)	-	-
Capital lease obligations - component unit	<u>752</u>	<u>5,000</u>	<u>(828)</u>	<u>4,924</u>	<u>831</u>
<b>Total long-term debt</b>	<u>226,195</u>	<u>79,109</u>	<u>(79,611)</u>	<u>225,693</u>	<u>9,336</u>
<b>Other liabilities:</b>					
Non-current unearned revenue	1,144	-	(147)	997	-
Net other post employment benefits	9,574	945	-	10,519	-
Net pension liability	7,104	5,549	-	12,653	-
Non-current other	<u>1,139</u>	<u>-</u>	<u>(211)</u>	<u>928</u>	<u>140</u>
<b>Total other liabilities</b>	<u>18,961</u>	<u>6,494</u>	<u>(358)</u>	<u>25,097</u>	<u>140</u>
<b>Long-term liabilities</b>	<u>\$ 245,156</u>	<u>\$ 85,603</u>	<u>\$ (79,969)</u>	<u>\$ 250,790</u>	<u>\$ 9,476</u>





# BOISE STATE UNIVERSITY

	2015 (Dollars in Thousands)				
	Ending Balance	Additions	Reductions	Ending Balance	Amounts due within one year
	June 30, 2014			June 30, 2015	
<b>Deferred outflows of resources:</b>					
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	
<b>Total deferred outflows of resources</b>	<b>\$ 3,659</b>	<b>\$ 8,639</b>	<b>\$ (3,603)</b>	<b>\$ 8,695</b>	
<b>Long-term debt:</b>					
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
<b>Total long-term debt</b>	<b>233,394</b>	<b>35,576</b>	<b>(42,775)</b>	<b>226,195</b>	<b>8,989</b>
<b>Other liabilities:</b>					
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
<b>Total other liabilities</b>	<b>11,218</b>	<b>8,064</b>	<b>(321)</b>	<b>18,961</b>	<b>140</b>
<b>Long-term liabilities</b>	<b>\$ 244,612</b>	<b>\$ 43,640</b>	<b>\$ (43,096)</b>	<b>\$ 245,156</b>	<b>\$ 9,129</b>



## 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, 2016 and 2015. 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, 2016 and 2015. During the fiscal year ended June 30, 2016, the University issued \$66,145,000, at par, of tax-exempt General Revenue Refunding Bonds, Series 2016A. The proceeds, after issuance costs, were deposited into an irrevocable trust to advance refund portions of the 2007A General Revenue Bonds and the 2009A General Revenue Bonds. The aggregate difference in debt service between the refunding debt and refunded debt was \$12,274,951 and the net present value of the savings due to refunding was \$9,335,277.

#### ***Bonds Payable*** - Outstanding:

Bond Issue	June 30, 2016 (Dollars in Thousands)					
	Original Face Value	Range of Annual Principal Amounts	Range of Semi-Annual Interest Percentages	Maturity Date	Outstanding Balance 2016	Outstanding Balance 2015
General Revenue Bonds, Series 2016A	\$ 66,145	\$ 930 - \$5,470	3.000% - 5.000%	2039	\$ 66,145	\$ -
General Revenue Bonds, Series 2015A	\$ 31,210	\$ 700 - \$2,280	2.000% - 5.000%	2037	29,380	\$ 31,210
General Revenue Bonds, Series 2013A	\$ 14,195	\$ 65 - \$1,300	2.000% - 5.000%	2033	12,260	12,830
General Revenue Bonds, Series 2013B	\$ 11,760	\$ 550 - \$2,575	0.670% - 2.836%	2023	9,870	10,515
General Revenue Bonds, Series 2012A	\$ 33,330	\$ 305 - \$3,455	2.000% - 5.000%	2042	28,525	31,810
General Revenue Bonds, Series 2010B	\$ 12,895	\$ 325 - \$ 795	3.940% - 6.310%	2040	12,570	12,895
General Revenue Bonds, Series 2009A	\$ 42,595	\$ 720 - \$2,870	3.250% - 5.000%	2039	2,305	28,220
General Revenue Bonds, Series 2007A	\$ 96,365	\$ 145 - \$7,880	4.000% - 5.000%	2037	45,155	89,110
General Revenue Bonds, Series 2007B	\$ 25,860	\$ 510 - \$1,760	4.000% - 5.000%	2037	715	1,400
Bonds before premium					206,925	217,990
Premium on bonds					13,844	6,819
<b>Total bonds outstanding</b>					<b>\$ 220,769</b>	<b>\$ 224,809</b>



## BOISE STATE UNIVERSITY

**Bonds Payable** --Principal and interest maturities as of June 30, 2016, are as follows:

	Bonds Payable 2016 (Dollars in Thousands)		
	Principal	Interest	Total
2017	\$ 8,505	\$ 8,684	\$ 17,189
2018	8,805	8,569	17,374
2019	9,180	8,264	17,444
2020	9,650	7,922	17,572
2021	9,555	7,497	17,052
2022-2026	40,435	31,433	71,868
2027-2031	43,925	22,246	66,171
2032-2036	58,340	11,676	70,016
2037-2041	17,595	1,833	19,428
2042-2046	935	47	982
<b>Total</b>	<b>\$ 206,925</b>	<b>\$ 108,171</b>	<b>\$ 315,096</b>

**Extinguished Debt** - As of June 30, 2016, debt in the amount of \$98,885,000 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 \$104,583,218 for the payment of maturities on refunded bonds.

	Bonds Payable 2016 (Dollars in Thousands)			
	Original Issue Amount	Principal Payments	Defeased Amount	Defeased Liability Outstanding
<b>Refunded Bond Issue</b>				
2007A General Revenue Bond	\$ 96,365	\$ 175	\$ 43,780	\$ 50,400
2007B General Revenue Bond	25,860	685	-	23,290
2009A General Revenue Bond	42,595	720	25,195	25,195
<b>Total</b>	<b>\$ 164,820</b>	<b>\$ 1,580</b>	<b>\$ 68,975</b>	<b>\$ 98,885</b>

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



## BOISE STATE UNIVERSITY

**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, 2016:

<b>Pledged revenues:</b>	<b>2016</b>
Student fees	\$ 149,997,777
Rentals	11,512,957
Residence dining income	4,701,927
Other	3,418,923
Sales & service	45,426,993
F&A recovery	5,208,537
Investment income	822,078
<b>Total pledged revenue</b>	<b>221,089,192</b>
Less operations and maintenance	(68,802,556)
<b>Pledged revenues, net</b>	<b>\$ 152,286,636</b>
<b>Debt service</b>	<b>\$ 17,445,846</b>
<b>Debt service coverage</b>	<b>873%</b>
<b>Coverage requirement</b>	<b>110%</b>

**Notes Payable** - The University did not have any outstanding Notes Payable as of June 30, 2016:

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



## BOISE STATE UNIVERSITY

### 9. LEASE OBLIGATIONS

**Capital Lease Obligations** - The University has entered into two capital lease agreements covering buildings the University leases from the Foundation. In July 2015, the University entered into a \$5,000,000 ten-year lease agreement with the Foundation to occupy and lease a portion of the Alumni and Friends Center. At the end of the lease agreement title will transfer to the University. The facility is currently under construction with an expected occupancy date of October 2016.

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, 2016, are as follows:

2016 (Dollars in Thousands)	
Future minimum capital lease obligations	
2017	\$ 967
2018	574
2019	562
2020	562
2021	562
Thereafter	<u>2,250</u>
<b>Total minimum obligations</b>	<b>5,477</b>
Less interest	<u>(554)</u>
<b>Present value of minimum obligations</b>	<b><u>\$ 4,923</u></b>

The book value, accumulated depreciation, and net book value for capitalized leased assets as of June 30, 2016, are as follows:

Assets under capital leases:	Book Value	Accumulated Depreciation	Net Book Value
Buildings and improvements	\$ 13,048	\$ (4,841)	\$ 8,207

**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 \$1,585,630 for the year ended June 30, 2016 and \$1,188,895 for the year ended June 30, 2015.



## BOISE STATE UNIVERSITY

Future minimum lease payments on non-cancellable operating leases at June 30, 2016, are as follows:

Future minimum operating lease obligations (Dollars in Thousands)		
2017	\$	1,430
2018		1,221
2019		905
2020		612
2021		611
Thereafter		2,203
<b>Total future minimum operating lease obligations</b>	<b>\$</b>	<b>6,982</b>





## BOISE STATE UNIVERSITY

### 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](http://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.

Pirates of Penzance dress rehearsal, Photo by Allison Corona





## BOISE STATE UNIVERSITY

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:	2016	2015	2014
University contributions required and paid	\$ 3,138,685	\$ 3,045,994	\$ 2,963,747
Employee contributions	1,882,853	1,827,231	1,777,617
Total contributions	<u>\$ 5,021,538</u>	<u>\$ 4,873,225</u>	<u>\$ 4,741,364</u>
University required contribution rate	11.32%	11.32%	11.32%
Percentage of covered payroll for employees	6.79%	6.79%	6.79%

**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 ("TIAA") 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. The expense related to the additional contributions has been recognized and included in the net pension liability ("NPL"). As such, these contributions are recognized as a reduction to the NPL. During the fiscal years ended June 30, 2016, 2015, and 2014 this supplemental funding payment to PERSI was \$1,681,494, \$1,596,035, and \$1,482,337, respectively. This amount is not included in the regular University PERSI Base Plan contribution discussed previously.





## BOISE STATE UNIVERSITY

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

ORP:	2016	2015	2014
University contribution	\$ 10,480,089	\$ 9,957,020	\$ 9,245,096
Employee contribution	7,891,178	7,498,226	6,960,321
Total contribution	\$ 18,371,267	\$ 17,455,246	\$ 16,205,417
University contribution rate	9.26%	9.26%	9.26%
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.

**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.



## BOISE STATE UNIVERSITY

### ***Supplemental Retirement 403(b) Plan:***

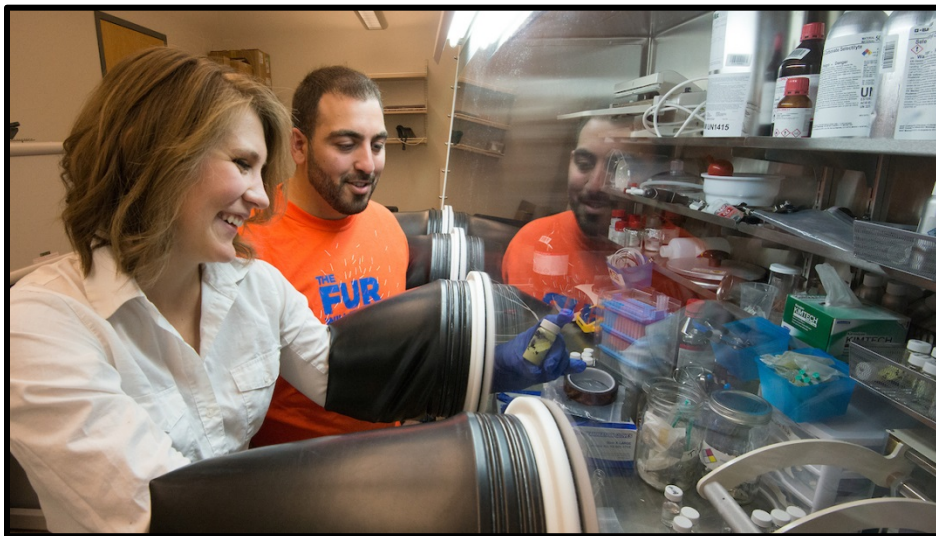
The Supplemental 403(b) plan was established by the Idaho State Board of Education as of June 23, 2011 for the benefit of a limited group of participants. The plan is funded by participant-specific contributions from the employees and the respective institutions.

Supplemental Retirement Plan Contributions - Fiscal Year 2016:

Supplemental Contributions:	401(k)-PCP	403(b)	457(b)	Roth 403(b)	Supplemental 403(b)
Employee contribution	\$ 377,199	\$ 2,187,916	\$ 1,034,672	\$ 242,756	\$ 26,462
University contribution	N/A	N/A	N/A	N/A	\$ 37,047

***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, 2016, 2015, and 2014 were \$928,751, \$884,848, and \$833,227, respectively.

Materials Science, Lab, Photo by Allison Corona





## BOISE STATE UNIVERSITY

### 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](http://www.persi.idaho.gov).

Responsibility for administration of the Base Plan is assigned to the Retirement Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Retirement Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens 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, 2015 was as follows:

	2015
Retirees and beneficiaries currently receiving benefits	42,657
Terminated employees entitled to but not yet receiving benefits	11,859
Active plan members	67,008

**Pension Benefits** – The Base Plan provides retirement, disability, 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% (2.3% for police/firefighters) 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 PERSI 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.



## BOISE STATE UNIVERSITY

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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, 2015 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 \$3,138,685 for the year ended June 30, 2016.

PERSI's current fiscal year ended with a net investment return of approximately 1.53%. In order to bring the amortization period to pay the unfunded liability of the fund below 25 years as required by law, the PERSI Board anticipates an estimated rate increase of .75% rate increase (shared between employees and employers) will be necessary.





## BOISE STATE UNIVERSITY

***Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*** - At June 30, 2016, the University reported a liability of \$12,652,677 for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2015, 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, 2015, the University proportion was 0.961%.

For the year ended June 30, 2016, the University recognized pension expense of \$2,521,350. At June 30, 2016, 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	\$ -	\$ 1,516,784
Changes in assumptions or other inputs	460,790	-
Net difference between projected and actual earnings on pension plan investments	4,656,538	6,644,374
The University contributions subsequent to the measurement date	3,138,685	-
<b>Total</b>	<b>\$ 8,256,013</b>	<b>\$ 8,161,158</b>

\$3,138,685 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, 2017.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) were determined at July 1, 2014, the beginning of the measurement period ended June 30, 2015, is 5.5 years and 5.6 for the measurement period June 30, 2014.



## BOISE STATE UNIVERSITY

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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	(\$1,297,898)
2017	(\$1,297,898)
2018	(\$1,297,898)
2019	\$942,045
2020	(\$92,180)

**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, 2015 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	4.25 – 10.00 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





## BOISE STATE UNIVERSITY

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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, 2015 is based on the results of an actuarial valuation for that date.

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.

Nursing, AGNP students in Simulation Lab, John Kelly photo





## BOISE STATE UNIVERSITY

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.

		Target Allocation	Long-Term Expected Real Rate of Return*
<b><u>Asset Class:</u></b>	<b><u>Index:</u></b>		
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI ACWI ex USA	15.00%	7.55%
*Arithmetic return			
<b><u>Actuarial Assumptions:</u></b>			
Assumed Inflation - Mean			3.25%
Assumed Inflation - Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Long-Term Expected Rate of Return			7.50%
Assumed Investment Expenses			0.40%
<b>Long-Term Expected Rate of Return, Net of Investment Expenses</b>			<b>7.10%</b>

**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 plan's 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.





## BOISE STATE UNIVERSITY

**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)	30,817,329	\$ 12,652,677	\$ (2,448,818)

**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](http://www.persi.idaho.gov).

**Payables to the pension plan** - At June 30, 2016 the University reported payables to the defined benefit pension plan of \$8,196 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

### Required Supplementary Information:

Schedule of Employer's Proportionate Share of Net Pension Liability					
PERSI - Base Plan					
Last 10 - Fiscal Years*					
Employer's Fiscal Year	Employer's portion of net the pension liability	Employer's proportionate share of the net pension liability	Employer's covered- employee payroll	Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2016	0.009608384	\$12,652,677	\$27,726,901	45.63%	91.38%
2015	0.009650177	\$7,104,041	\$26,908,074	26.40%	94.95%
Data reported is measured as of June 30, 2015					



## BOISE STATE UNIVERSITY

\*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the University will present information for those years for which information is available.

Schedule of Employer Contributions					
PERSI - Base Plan					
Last 10 - Fiscal Years*					
Employer's Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution (deficiency) excess	Employer's covered- employee payroll	Contributions as a percentage of covered- employee payroll
2016	\$3,138,685	\$3,138,685	-	\$27,726,901	11.32%
2015	\$3,045,994	\$3,045,994	-	\$26,908,074	11.32%
Data reported is measured as of June 30, 2015					

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the University will present information for those years for which information is available.

Merlin White and Mike McCormick for Explore Magazine,  
Biology, Photo by Allison Corona





## BOISE STATE UNIVERSITY

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### 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, 2015. 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 Financial 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 \$13.39 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 weeks of total disability or exhaustion of accrued sick leave must be met.



## BOISE STATE UNIVERSITY

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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 \$9.60 per active employee per month in fiscal year 2016.

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 2016. 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.



## BOISE STATE UNIVERSITY

**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.

**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.

2016 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	\$ 423	\$ 146	\$ 125	\$ 74	\$ 1,392
Interest	124	3	-	1	237
Adjustment to ARC	(226)	(5)	-	(2)	(433)
Annual OPEB cost	321	144	125	73	1,196
Contributions made	(399)	(169)	(84)	(52)	(202)
Increase (decrease) in net OPEB obligation	(78)	(25)	41	21	994
Net OPEB obligation – beginning of year	3,070	58	(8)	46	6,400
Net OPEB obligation (funding excess) – end of year	\$ 2,992	\$ 33	\$ 33	\$ 67	\$ 7,394
Percentage of AOC contributed	124.30%	117.40%	67.20%	71.20%	16.90%



## BOISE STATE UNIVERSITY

**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	2014	\$ 141	\$ 121	\$ 176	\$ 93	\$ 1,003	
	2015	\$ 364	\$ 146	\$ 127	\$ 74	\$ 1,089	
	2016	\$ 321	\$ 144	\$ 125	\$ 73	\$ 1,196	
Percentage of AOC contributed	2014	150.35%	139.67%	75.00%	68.82%	15.55%	
	2015	74.50%	138.40%	82.70%	81.10%	16.80%	
	2016	124.30%	117.40%	67.20%	71.20%	16.90%	
NOO (funding excess) – end of year	2014	\$ 2,975	\$ 113	\$ (30)	\$ 32	\$ 5,494	
	2015	\$ 3,070	\$ 58	\$ (8)	\$ 46	\$ 6,400	
	2016	\$ 2,992	\$ 33	\$ 33	\$ 67	\$ 7,394	

**Funded Status and Funding Progress** - The following table illustrates the funded status and the funding progress for the University as of June 30, 2016:

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	07/01/15	\$0	\$ 2,872	\$ 2,872	0.00%	\$ 170,359	1.7%
Long-term disability plan:							
Healthcare	07/01/15	\$0	\$ 942	\$ 942	0.00%	\$ 170,359	0.6%
Life insurance	07/01/15	\$0	\$ 458	\$ 458	0.00%	\$ 170,359	0.3%
Income	07/01/15	\$0	\$ 331	\$ 331	0.00%	\$ 170,359	0.2%
Retiree life insurance plan	07/01/15	\$0	\$ 18,248	\$ 18,248	0.00%	\$ 170,359	10.7%



## BOISE STATE UNIVERSITY

**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.

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	11 years Open	30 years Open	4 years Open	5 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	5.50%	5.50%	N/A	N/A	N/A
Healthcare cost ultimate					
Trend rate	4.70%	4.70%	N/A	N/A	N/A



## BOISE STATE UNIVERSITY

### 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	7/1/2012	\$0	\$ 1,793	\$ 1,793	0.00%	\$ 146,216	1.2%
	7/1/2014	\$0	\$ 2,999	\$ 2,999	0.00%	\$ 160,896	1.9%
	7/1/2015	\$0	\$ 2,872	\$ 2,872	0.00%	\$ 170,359	1.7%
Long-term disability plan:							
Healthcare	7/1/2012	\$0	\$ 816	\$ 816	0.00%	\$ 146,216	0.5%
	7/1/2014	\$0	\$ 1,026	\$ 1,026	0.00%	\$ 160,896	0.6%
	7/1/2015	\$0	\$ 942	\$ 942	0.00%	\$ 170,359	0.6%
Life Insurance	7/1/2012	\$0	\$ 637	\$ 637	0.00%	\$ 146,216	0.4%
	7/1/2014	\$0	\$ 568	\$ 568	0.00%	\$ 160,896	0.4%
	7/1/2015	\$0	\$ 458	\$ 458	0.00%	\$ 170,359	0.3%
Income	7/1/2012	\$0	\$ 414	\$ 414	0.00%	\$ 146,216	0.3%
	7/1/2014	\$0	\$ 398	\$ 398	0.00%	\$ 160,896	0.2%
	7/1/2015	\$0	\$ 331	\$ 331	0.00%	\$ 170,359	0.2%
Retiree life insurance plan	7/1/2012	\$0	\$ 13,994	\$ 13,994	0.00%	\$ 146,216	9.2%
	7/1/2014	\$0	\$ 16,346	\$ 16,346	0.00%	\$ 160,896	10.2%
	7/1/2015	\$0	\$ 18,248	\$ 18,248	0.00%	\$ 170,359	10.7%

#### 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
Retiree Life insurance	06/30/16	\$1,392	\$202	15%
	06/30/15	\$1,261	\$183	15%
	06/30/14	\$1,151	\$156	14%





## BOISE STATE UNIVERSITY

### 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.

University Seal, Bronze Pour, Francis Fox, Photo by Allison Corona





## BOISE STATE UNIVERSITY

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### 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.



## **BOISE STATE UNIVERSITY**

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### ***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, 2016 and 2015, 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.

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	2016	2015	Percent of Total
US treasury bonds	\$ 6,831,730	\$ 7,375,435	5.4%
Corporate bonds	23,309,724	23,523,235	18.3%
Bond mutual funds	25,849,699	26,597,940	20.3%
Equity funds	32,559,002	30,812,091	25.6%
International equity funds	32,996,441	32,630,216	25.9%
Private equity investments	2,760,379	3,031,967	2.2%
Real estate and specialty assets	2,005,049	6,224,687	1.6%
Hedge funds	706,868	1,025,105	0.6%
Insurance annuities	366,677	372,591	0.3%
<b>Total investments</b>	<b>\$ 127,385,569</b>	<b>\$ 131,593,267</b>	<b>100%</b>





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UNIVERSITY**



## BOISE STATE UNIVERSITY

*Fair Value of Assets and Liabilities* - measured on a recurring basis as of June 30:

	Quoted Prices in Active Markets (Level 1)	Quoted Prices in Active Markets (Level 2)	Quoted Prices in Active Markets (Level 3)	2016
<b>Assets</b>				
<b>Investments:</b>				
<b>Growth investments</b>				
US equities	\$ 32,559,002	\$ 225,950	\$ -	\$ 32,784,952
International equities	27,169,175	5,827,266	-	32,996,441
Private equity/special situations	-	-	2,760,379	2,760,379
<b>Risk reduction investments:</b>				
Cash and certificates of deposit	8,845,346	-	-	8,845,346
US/Global fixed income	39,222,319	16,909,561	-	56,131,880
Hedge funds	53,075	-	653,793	706,868
Real estate	1,924,773	-	80,276	2,005,049
<b>Investments total</b>	<b>109,773,690</b>	<b>22,962,777</b>	<b>3,494,448</b>	<b>136,230,915</b>
<b>Investments in perpetual trusts:</b>				
<b>Growth investments</b>				
US equities	915,759	-	-	915,759
International equities	427,413	-	-	427,413
<b>Risk reduction investments:</b>				
Cash and certificates of deposit	108,727	-	-	108,727
US/Global fixed income	538,679	-	-	538,679
Hedge funds	287,633	-	-	287,633
Real estate	278,094	-	-	278,094
<b>Investments in perpetual trusts total</b>	<b>2,556,305</b>	<b>-</b>	<b>-</b>	<b>2,556,305</b>
<b>Total assets, at fair value</b>	<b>\$112,329,995</b>	<b>\$ 22,962,777</b>	<b>\$ 3,494,448</b>	<b>\$ 138,787,220</b>
<b>Liabilities</b>				
<b>Liabilities under split interest</b>				
trust agreements	\$ -	\$ -	\$ 2,057,276	\$ 2,057,276
<b>Trust earnings payable to</b>				
trust beneficiary	-	-	153,174	153,174
<b>Total liabilities, at fair value</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,210,450</b>	<b>\$ 2,210,450</b>



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	Quoted Prices in Active Markets (Level 1)	Quoted Prices in Active Markets (Level 2)	Quoted Prices in Active Markets (Level 3)	2015
<b>Assets</b>				
<b>Investments:</b>				
<b>Growth investments</b>				
US equities	\$ 30,812,091	\$ 238,565	\$ -	\$ 31,050,656
International equities	25,686,323	6,943,893	-	32,630,216
Private equity/special situations	-	-	3,031,967	3,031,967
<b>Risk reduction investments:</b>				
Cash and certificates of deposit	3,625,541	-	-	3,625,541
US/Global fixed income	41,700,695	15,929,941	-	57,630,636
Hedge funds	75,758	-	949,347	1,025,105
Real estate	5,729,532	-	495,155	6,224,687
<b>Investments total</b>	<b>107,629,940</b>	<b>23,112,399</b>	<b>4,476,469</b>	<b>135,218,808</b>
<b>Investments in perpetual trusts:</b>				
<b>Growth investments</b>				
US equities	947,959	-	-	947,959
International equities	637,974	-	-	637,974
<b>Risk reduction investments:</b>				
Cash and certificates of deposit	111,303	-	-	111,303
US/Global fixed income	435,828	-	-	435,828
Hedge funds	314,629	-	-	314,629
Real estate	319,432	-	-	319,432
<b>Investments in perpetual trusts total</b>	<b>2,767,125</b>	<b>-</b>	<b>-</b>	<b>2,767,125</b>
<b>Total assets, at fair value</b>	<b>\$110,397,065</b>	<b>\$ 23,112,399</b>	<b>\$ 4,476,469</b>	<b>\$ 137,985,933</b>
<b>Liabilities</b>				
Liabilities under split interest				
trust agreements	\$ -	\$ -	\$ 1,962,131	\$ 1,962,131
Trust earnings payable to				
trust beneficiary	-	-	213,610	213,610
<b>Total liabilities, at fair value</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,175,741</b>	<b>\$ 2,175,741</b>



## 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	2016	2015
Uninsured and uncollateralized	\$ 5,490,754	\$ 13,307,695

Investments of the Foundation 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.

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.





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The ratings presented below use the Moody's scale for balances as of June 30, 2016.

Moody's Scale Rating	US Treasury Bonds	Corporate Bonds	Bond Mutual Funds	Total
Aaa	\$ 6,831,730	\$ 2,193,585	\$ 2,647,459	\$ 11,672,774
Aa1	-	662,745	-	662,745
Aa2	-	2,309,841	18,035,944	20,345,785
Aa3	-	1,602,927	-	1,602,927
A1	-	3,127,354	-	3,127,354
A2	-	3,425,440	316,778	3,742,218
A3	-	3,575,220	-	3,575,220
Baa1	-	4,883,058	-	4,883,058
Baa2	-	1,529,554	226,885	1,756,439
Ba2	-	-	4,501,831	4,501,831
B2	-	-	120,802	120,802
<b>Total</b>	<b>\$ 6,831,730</b>	<b>\$ 23,309,724</b>	<b>\$ 25,849,699</b>	<b>\$ 55,991,153</b>

**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	\$ 6,831,730	\$ -	\$ 2,211,996	\$ 4,619,734	\$ -
Corporate bonds	23,309,724	4,392,608	8,822,450	10,094,666	-
Bond mutual funds	25,849,699	-	177,947	25,561,854	109,898
<b>Total rated securities</b>	<b>\$ 55,991,153</b>	<b>\$ 4,392,608</b>	<b>\$ 11,212,393</b>	<b>\$ 40,276,254</b>	<b>\$ 109,898</b>



## 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, 2016 and 2015, the allowance was \$450,000.

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 1.8% as of June 30, 2016 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, 2016 and 2015

<b>Pledges Receivable</b>	<b>2016</b>	<b>Restated 2015</b>
Receivable in less than one year	\$ 13,305,208	\$ 5,765,523
Receivable in one to five years	19,108,827	7,661,884
Receivable in more than five years	2,563,743	3,146,484
	<u>34,977,778</u>	<u>16,573,891</u>
Less allowance	(450,000)	(450,000)
Less discount	<u>(1,145,527)</u>	<u>(1,268,430)</u>
<b>Total</b>	<b><u>\$ 33,382,251</u></b>	<b><u>\$ 14,855,461</u></b>

During fiscal year 2016, a conditional pledge totaling \$1.0 million was received for the purpose of matching amounts raised in support of the new Fine Arts building. As of June 30, 2016, the outstanding balance of the conditional pledge is \$750,000, which is not included in pledges receivable. As of June 30, 2016 and 2015, the Foundation had one conditional gift of \$243,788 and \$458,055, respectively and they have been included in deferred revenue under noncurrent liabilities.



## BOISE STATE UNIVERSITY

### *Investment in Real Estate*

All activity for the year ended June 30, 2016 and 2015 was as follows:

Real Estate	2016	2015
Land	\$ 1,583,972	\$ 1,608,457
Construction in Progress	11,815,767	1,978,391
Total real estate not depreciated	<u>\$ 13,399,739</u>	<u>\$ 3,586,848</u>

The Foundation began construction on the new Alumni and Friends Center in April 2015. The construction is funded through a combination of private donations, tax exempt bonds (see Note 12), and a commitment of Foundation funds. The estimated remaining cost to complete construction is approximately \$3.7 million and the estimated completion date is September 2016. The Foundation, Alumni Relations and University Advancement personnel are expected to occupy the building in October 2016. The building will be a warm and inviting gathering place for Alumni and Friends of Boise State University for various events to further engage their involvement with the University and its mission.

The Foundation will own the building until the retirement of the bond financing. At that time, the Foundation will donate the building to Boise State University.

### *Donated Materials and Services*

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

Donated materials and services	2016	2015
Office space	\$ 14,680	\$ 14,680

### *Restatement of Financial Statements*

In August 2014, the Foundation entered into an agreement with Boise State University that defines the terms of the development, occupancy, ownership and use of the Alumni and Friends Center. The Foundation agreed to donate the Alumni and Friends Center to the University once outside debt financing on the facility was paid in full. The University agreed to reimburse the Foundation for the cost of financing plus all debt service payments. As this agreement was entered into during



## BOISE STATE UNIVERSITY

fiscal year 2015, the donation payable to Boise State University and related expense was incorrectly excluded from the previously issued financial statements. The financial statements as of and for the year ended June 30, 2015 have been restated to reflect this transaction.

As part of the agreement noted above, if the Foundation were to obtain any outside financing related to the construction of the Alumni and Friends Center, Boise State University would reimburse the Foundation for the cost of the financing plus any associated interest. As noted in Note 12, the Foundation obtained financing during 2015 related to the construction of the Alumni and Friends Center. At the time that the financing was entered into, a promise to give was due to the Foundation from Boise State University. The promise to give and related contribution income were incorrectly excluded from the previously issued financial statements. The financial statements as of and for the year ended June 30, 2015 have been restated to reflect this transaction. The following sets forth the previously reported and restated amounts of selected items within the statement of financial position, statement of activities, and statement of cash flows as of and for the year ended June 30, 2015:

Selected Statement of Financial Position Data as of June 30, 2015	2015		
	As previously reported	Adjustment	As Restated
Current Assets:			
Promises to give, net	\$ 5,203,098	\$ 562,425	\$ 5,765,523
Total current assets	20,710,666	562,425	21,273,091
Noncurrent Assets:			
Promises to give, net	4,688,654	4,401,284	9,089,938
Total noncurrent assets	148,212,656	4,401,284	152,613,940
Total assets	168,923,322	4,963,709	173,887,031
Noncurrent Liabilities:			
Donation due to Boise State University	-	13,494,550	13,494,550
Total noncurrent Liabilities	10,730,431	13,494,550	24,224,981
Total liabilities	14,055,233	13,494,550	27,549,783
Net Assets:			
Unrestricted	11,029,772	(3,356,798)	7,672,974
Temporarily restricted	64,745,872	(5,174,043)	59,571,829
Total net assets	154,868,089	(8,530,841)	146,337,248
Total liabilities and net assets	168,923,322	4,963,709	173,887,031



## BOISE STATE UNIVERSITY

Selected Statement of Activities Data for the year ended June 30, 2015	2015		
	As previously reported	Adjustment	As Restated
Operating Revenues:			
Temporarily restricted gifts	\$ 9,817,567	\$ 5,000,000	\$ 14,817,567
Total gifts	17,746,393	5,000,000	22,746,393
Temporarily restricted non-charitable income	3,057,262	(36,291)	3,020,971
Total non-charitable income	5,377,425	(36,291)	5,341,134
Temporarily restricted revenues and gains	14,723,761	4,963,709	19,687,470
Total revenue and gains	27,127,733	4,963,709	32,091,442
Temporarily restricted net assets released from restriction through satisfaction of:			
Program restrictions	(14,927,483)	(8,643,202)	(23,570,685)
Board and donor designated transfers	3,650,199	(1,494,550)	2,155,649
Unrestricted net assets released from restriction through satisfaction of:			
Program restrictions	14,927,483	8,643,202	23,570,685
Board and donor designated transfers	(4,990,255)	1,494,550	(3,495,705)
Total unrestricted operating revenues	16,167,779	10,137,752	26,305,531
Total temporarily restricted operating revenues	3,652,133	(5,174,043)	(1,521,910)
Total operating revenues	27,127,733	4,963,709	32,091,442
Operating expenses:			
Unrestricted distribution of building to Boise State University	-	13,494,550	13,494,550
Total unrestricted operating expenses	20,214,669	13,494,550	33,709,219
Total operating expenses	20,214,669	13,494,550	33,709,219
Unrestricted Operating Loss	(4,046,890)	(3,356,798)	(7,403,688)
Temporarily Restricted Operating Income (Loss)	3,652,133	(5,174,043)	(1,521,910)
Total operating income (loss)	6,913,064	(8,530,841)	(1,617,777)
Unrestricted Change in Net Assets	(1,302,857)	(3,356,798)	(4,659,655)
Temporarily restricted Change in Net Assets	3,701,073	(5,174,043)	(1,472,970)
Total change in net assets	9,706,037	(8,530,841)	1,175,196
Unrestricted Net Assets, End of Year	11,029,772	(3,356,798)	7,672,974
Temporarily Restricted Net Assets, End of Year	64,745,872	(5,174,043)	59,571,829
Total net assets, end of year	154,868,089	(8,530,841)	146,337,248



## BOISE STATE UNIVERSITY

Selected Statement of Cash Flows Data for the year ended June 30, 2015	2015		
	As previously reported	Adjustment	As Restated
Operating Activities			
Change in net assets	\$ 9,706,037	\$ (8,530,841)	\$ 1,175,196
Change in Operating Assets and Liabilities			
Decrease in receivables:			
Promises to give, net	(809,550)	(4,963,709)	(5,773,259)
Increase in payables and liabilities:			
Donation due to Boise State University	-	13,494,550	13,494,550





## BOISE STATE UNIVERSITY

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

Functional Categories	2016 (Dollars in Thousands)				
	Personnel Cost	Services, Supplies and Other	Scholarships and Fellowships	Depreciation	Total
Instruction	\$ 101,489	\$ 10,631	\$ 3,190	\$ -	\$ 115,310
Research	15,019	6,118	1,344	-	22,481
Public service	11,028	6,555	493	-	18,076
Libraries	3,719	1,954	-	-	5,673
Student services	14,113	2,500	63	-	16,676
Plant operations	9,512	11,835	-	-	21,347
Institutional support	21,573	5,369	5	-	26,947
Academic support	21,601	3,966	300	-	25,867
Auxiliary enterprises	28,499	33,619	3,208	-	65,326
Scholarships	1,001	88	12,119	-	13,208
Depreciation	-	-	-	25,998	25,998
<b>Total operating expenses</b>	<b>\$ 227,554</b>	<b>\$ 82,635</b>	<b>\$ 20,722</b>	<b>\$ 25,998</b>	<b>\$ 356,909</b>

Functional Categories	2015 (Dollars in Thousands)				
	Personnel Cost	Services, Supplies and Other	Scholarships and Fellowships	Depreciation	Total
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
<b>Total operating expenses</b>	<b>\$ 211,363</b>	<b>\$ 84,446</b>	<b>\$ 19,555</b>	<b>\$ 25,659</b>	<b>\$ 341,023</b>



## BOISE STATE UNIVERSITY

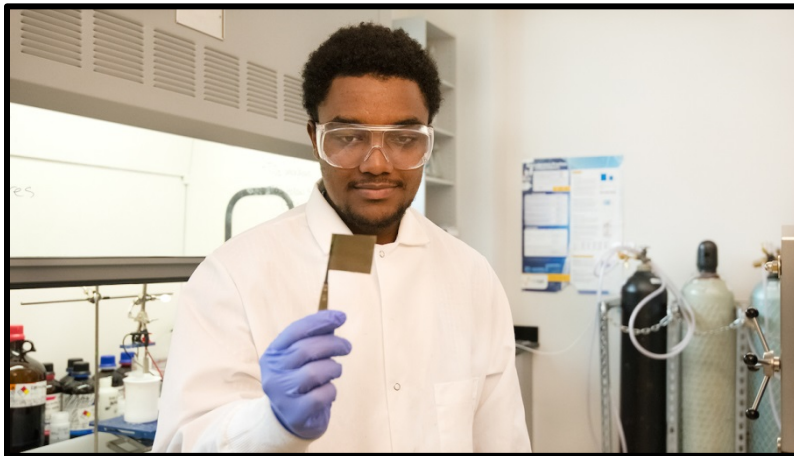
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### 16. CONTINGENCIES AND LEGAL MATTERS

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, 2016. 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.

Materials Science, Lab,  
Photo by Allison Corona







**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***

The 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, 2016, and the related notes to the financial statements, which collectively comprise the University's basic financial statements, and have issued our report thereon dated October 14, 2016. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the 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 an opinion 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.

*Moss Adams LLP*

Eugene, Oregon  
October 14, 2016

**REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM  
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM  
GUIDANCE**

The 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 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, 2016. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2016.

### **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 the Uniform Guidance, 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Moss Adams LLP*

Eugene, Oregon  
October 14, 2016

**BOISE STATE UNIVERSITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

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**Section I - Summary of Auditor's Results**

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**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: 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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? ☐ Yes ☒ No

Identification of major federal programs and type of auditor's report issued on compliance for major federal programs:

<i>CFDA Number(s)</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
Various	Student Financial Assistance Cluster	Unmodified
Various	TRIO Cluster	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 825,715

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

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**Section II - Financial Statement Findings**

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None reported

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**Section III - Federal Award Findings and Questioned Costs**

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None reported



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>Student Financial Assistance - Cluster</b>				
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Direct Programs:</b>				
Federal Pell Grants	84.063		\$ -	\$ 24,169,949
Federal Supplemental Educational Opportunity Grants	84.007		-	448,844
Federal Direct Subsidized Loans	84.268		-	27,209,563
Federal Direct Unsubsidized Loans	84.268		-	42,622,136
Federal Direct Parent Loans	84.268		-	6,658,205
Federal Perkins Loans (note 3)	84.038		-	12,367,913
Federal College Work-Study (CWS)	84.033		-	525,600
Federal CWS Job Location Costs (JLC)	84.033		-	36,743
<b>Total U.S. Department Of Education Direct Programs</b>			-	114,038,953
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
<b>Direct Programs:</b>				
Nursing Student Loans (note 3)	93.364		-	6,233
<b>Total U.S. Department Of Health And Human Services Direct Programs</b>			-	6,233
<b>Total Student Financial Assistance Cluster</b>			-	114,045,186
<b>Research and Development - Cluster</b>				
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>				
<b>Direct Programs:</b>				
Northern Idaho Point Counts	10.NA		-	(461)
Bioenergy and soil C storage	10.310		50,268	97,150
GHG mitigation of AD systems	10.310		2,931	98,716
Develop Operational Snow Melt	10.907		-	-
Novel Vaccines to Prevent Bovi	10.310		15,439	98,850
CTNF Woodpecker Surveys	15.NA		-	-
Woodpecker Mgmt Indicator Spec	10.NA		-	11,016
IBO Point Count Surveys in N I	10.XXX		-	7,817
Caribou-Targhee NF Woodpecker	10.XXX		-	25,763
Black-backed Woodpeckers in Bo	10.NA		-	23,871
Impacts of Fuel Reduction Tre	10.NA		-	2,214
Hummingbird Migration Monitor	10.NA		-	7,442
Testing Tunnel Hill Big Creek	10.XXX		-	-
IBO Point Count Surveys	10.XXX		-	30,644
Intermountain Bird Observatory	10.XXX		-	36,892
Ecological Mapping, Genetic an	10.001		-	121,779
Develop Operat. Snow Melt II	10.907		-	25,757
The BioTek Cytation 3 to Promo	10.310		-	(1)
IBO Point Count Surveys in	10.XXX		-	171,298
Northern Goshawk Surveys	10.XXX		-	6,918
Nez Perce - Clearwater Nationa	10.XXX		-	59,814
Bromide Uptake in Crops Follow	10.025		-	53,796
Northern Goshawk Monitoring	10.XXX		-	1,049
<b>Subtotal U.S. Department of Agriculture Direct Programs</b>			68,638	880,324
<b>Pass-Through Programs From:</b>				
Monitoring Potato Fryer Oil Qu	10.170	14SCBGP-ID-0016	-	17,328
Sunnyslope Soils Analysis	10.170	14SCBGP-ID-0016	-	27,471
USDA School Meals Program 2015	10.255	8000067569	-	24,961
USFS - Bird Survey, Data and A	10.XXX	Not Provided	-	12,945
National Wellness Policy Study	10.597	PAF #2015-01794-03-00	-	17,326
IDL Wildfire Land Use Planning	10.664	15-DG-11010000-007	-	26,710
Web-based STB & Visual. Tool	10.170	61145SPECRP16	-	6,839
<b>Subtotal U.S. Department of Agriculture Pass-Through Programs</b>			-	133,580
<b>Total U.S. Department of Agriculture</b>			68,638	1,013,904

(continued)



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF COMMERCE:</b>				
<b>Direct Programs:</b>				
NIST-SURF 2015	11.620		-	5,613
2016 NIST SURF Program	11.620		-	23,051
TechHelp 1B4ID FY17	11.303		-	1,553
<b>Subtotal U.S. Department of Commerce Direct Programs</b>			-	30,217
<b>Pass-Through Programs From:</b>				
BCAL Virtual Watersheds	11.468	10-345A-RGE067	-	127,194
<b>Subtotal U.S. Department of Commerce Pass-Through Programs</b>			-	127,194
<b>Total U.S. Department of Commerce</b>			-	157,411
<b>U.S. DEPARTMENT OF DEFENSE:</b>				
<b>Direct Programs:</b>				
Reconfigurable Electronics	12.910		-	12,849
Reconfigurable Electronics-2	12.910		-	15,981
Combining Remotely Sensed Vege	12.431		-	(2,869)
Dugway Proving Ground	12.NA		-	3,567
Dugway Proving Ground-2	12.NA		-	88,909
Bird Survey Work on U.S. Army	12.300		-	12,258
STDP for Pattern Recognition	12.800		-	131,720
Adaptive Management Monitorin	12.300		-	15,450
Phase-Controlled Magnetron Dev	12.800		-	15,832
<b>Subtotal U.S. Department of Defense Direct Programs</b>			-	293,697
<b>Pass-Through Programs From:</b>				
Processor for Open Source	12.XXX	Not Provided	-	(85,233)
Radiation Effects	12.351	12-724	-	37,116
AFOSR RSE Project	12.XXX	12-002	-	418
Fabrication Memristive Devices	12.XXX	Not Provided	-	(462)
Memristor Design & Test Part 2	12.XXX	Not provided	-	1,318
Characterization of SiC Fibers	12.XXX	Not Provided	-	2,259
Memristor Design & Test Part 2	12.XXX	Not Provided	-	(4,167)
Bearing Steel Corrosion Analys	12.XXX	6820	-	4,824
Radiation Effects	12.351	12-724	-	89,089
Nucleic Acid Memory	12.XXX	DARPA: HR0011-13-30002	-	47,820
External Evaluation of Technol	12.556	6762	-	8,511
Bearing Steels Corrosion Testi	12.XXX	FA8650-14-D-2348	-	3,605
Emerging IMU Technology	12.XXX	Release No. 4	-	106,012
Electrochemical Measurement	12.XXX	987-001-114	-	105
Memristor Fabrication	12.XXX	Not Provided	-	880
<b>Subtotal U.S. Department of Defense Pass-Through Programs</b>			-	212,095
<b>Total U.S. Department of Defense</b>			-	505,792
<b>U.S. DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT:</b>				
<b>Pass-Through Programs From:</b>				
Phase 2: Numerical Analysis	20.205	Key No.19112	-	26,737
<b>Total U.S. Department of Housing &amp; Urban Development Pass-Through Programs</b>			-	26,737
<b>Total U.S. Department of Housing &amp; Urban Development</b>			-	26,737
<b>U.S. DEPARTMENT OF THE INTERIOR:</b>				
<b>Direct Programs:</b>				
Fire & Erosion in Western Rang	15.231		-	7,476
Pygmy Rabbit Diet Quality	15.238		-	8,607
Genetic Analysis of Medusahead	15.238		-	-
OHV Trails and Eagle Behavior	15.238		-	1,095
Near Surface Expression Mega	15.807		-	(1,022)
Land Streamer Technologies	15.807		-	(1,142)

(continued)





# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF THE INTERIOR (continued):</b>				
<b>Direct Programs:</b>				
Eagles and OHVs	15.655		-	(499)
Phantom Gas Fields: Effect of	15.NA		-	5,712
Cooperative Ecosystem Studies	15.808		-	1,335
Analysis of Arbuscular Mycorrh	15.NA		-	19,575
Idaho Long-billed Curlew Breed	15.231		-	53,270
Rmt Sng & Sptl Pat of Fuels	15.808		-	9,853
CESU Watershed Vulnerability	15.808		-	5,754
Protected Areas Inventory	15.811		-	129,516
Gap Analysis Program	15.811		-	161,263
Character of Hydraulic Cond.	15.808		-	20,223
Analysis and Modeling of Golde	15.231		-	26,484
USFWS Support for the IBCP Coo	15.XXX		-	13,802
NLCS - NM - Craters of the Moo	15.231		-	28,513
Birds of Pray Remote Sensing	15.231		-	8,364
Analysis of GSM Telemetry Data	15.808		-	72,650
Salt Lake City Downtown Seismi	15.807		-	36,561
Kodiak Earthquake Hazards	15.807		-	56,642
Intermediate-range climate	15.560		-	84,882
Eagle Diets	15.655		-	1,563
Eagle Parasites and Disease	15.655		-	13,523
Harvester Ant Monitoring Yr 6	15.657		-	21,203
Wallula Seismic Study - Weight	15.808		-	6,278
Determine Mineral Nitrogen	15.808		-	893
Evaluating Mathematical Visual	15.XXX		-	14,844
Western Eagle Research	15.655		-	58,730
HIP Monitoring Data Analyses	15.657		-	5,169
Evaluate GAP Data Systems & Ot	15.811		-	271,969
Enhancing the Protected Areas	15.945		-	24,708
American Temperature Grassland	15.669		-	44,395
Restoring the Health of Public	15.231		-	4,181
Advanced Interpretation of Avi	15.808		-	4,699
Golden Eagle Research	15.678		-	14,955
<b>Subtotal U.S. Department of the Interior Direct Programs</b>			-	1,236,024
<b>Pass-Through Programs From:</b>				
Assessing the Dietary Quality	15.NA	Not Provided	-	10,158
Climate Change in Great Basin	15.820	G14AP00097	-	65,286
NFWF - Bird Survey, Data and A	15.XXX	Not Provided	-	20,268
WWF - Bird Survey, Data and An	15.XXX	Not Provided	-	15,198
Capacity Support for Idaho Bir	15.637	US-IM-5-1	-	14,992
Seismic Study for WEISER RV RR	20.205	13951	-	30,431
<b>Subtotal U.S. Department of the Interior Pass-Through Programs</b>			-	156,333
<b>Total U.S. Department of the Interior</b>			-	1,392,357
<b>U.S. DEPARTMENT OF JUSTICE:</b>				
<b>Pass-Through Programs From:</b>				
IRAD Evaluation ISP	16.738	BSUIRAD2016	-	10,474
<b>Total U.S. Department of Justice Pass-Through Programs</b>			-	10,474
<b>Total U.S. Department of Justice</b>			-	10,474
<b>U.S. DEPARTMENT OF TRANSPORTATION:</b>				
<b>Direct Programs:</b>				
Sensors and Prognostics	20.109		-	(844)
Phase II:In-Flight Sensor Sys	20.109		-	-
<b>Subtotal U.S. Department of Transportation Direct Programs</b>			-	(844)

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## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF TRANSPORTATION (continued):</b>				
Direct Programs:				
Pass-Through Programs From:				
Mitigation Diff Movement	20.XXX	2011-04388-01	-	3,632
Key 19112, US-95, Elephant But	20.205	Key No.19112	-	24,878
Alternate Cross-Section I-15	20.205	13103	-	32,607
NCHRP-192	20.ADV	NCHRP-192	-	1,707
Subtotal U.S. Department of Transportation Pass-Through Programs			-	62,824
<b>Total U.S. Department of Transportation</b>			-	61,980
<b>U.S. OFFICE OF PERSONNEL MANAGEMENT:</b>				
Direct Programs:				
IPA Agreement Bayer FY14	27.XXX		-	(2,013)
IPA Agreement Bayer FY15	27.XXX		-	24,107
Total U.S. Office of Personnel Management Direct Programs			-	22,094
<b>Total U.S. Office of Personnel Management</b>			-	22,094
<b>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION:</b>				
Direct Programs:				
Broadband Array Technology	43.XXX		-	3,926
Modeling Vegetation Structure	43.001		105,868	137,761
Fossil Cores in the Kepler Dat	43.001		40,686	68,309
Remote Sensing for Snow Water	43.001		-	58,762
Magnetic Shape Memory Alloy Ac	43.XXX		-	2,935
Modeling Vegetation 2016	43.001		-	2,274
Subtotal National Aeronautics and Space Administration Direct Programs			146,554	273,967
Pass-Through Programs From:				
Water Institutions and Agricul	43.001	426672-19824	-	8,250
R-spondin 1 in Joint Damage	43.008	FPK175-SB004	-	(5,014)
Molecular Mechanisms of Inflam	43.008	FPK175-SB-005	-	13,971
Brown ISGC Fellowship FY15	43.008	FPK175-SB-007	-	227
NASA EPSCoR Fellowship	43.008	FPK175-SB-006	-	6,367
ISGC Fellowship	43.001	FPK800-SB-039	-	(339)
RIG Lithium-ion Batteries	43.008	FPK 175-SB-009	-	8,242
Monitoring Earth's Hydrosphere	43.008	FPK956-SB-001	-	122,763
ZOIDBERG Micro.University 2015	43.001	FPK800-SB-047	-	5,534
The Origins of Close-in Extras	43.001	SUB0000051	-	21,221
NASA Corrosion Collaboration	43.008	KFO175-SB-010	-	2,000
Long Stroke Proof of Concept	43.001	Not Provided	-	27,690
2-Dim NanCrystals for Elec.	43.001	Not Provided	-	18,771
Eff of Irr on Metal Matrix Com	43.001	FPK800-SB-050	-	14,304
Colorimetric Tiling DNA Origam	43.008	FPK900-SB-003	-	9,961
Microgravity University at BSU	43.008	FPK900-SB-002	-	10,951
Monitoring Earth's Hydrosphere	43.008	FPK956-SB-001	-	125,864
Subtotal National Aeronautics and Space Administration Pass-Through Programs			-	390,763
<b>Total National Aeronautics and Space Administration</b>			146,554	664,730
<b>NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES:</b>				
Pass-Through Programs From:				
Culture of the Irrigated West	45.129	2013012	-	199
Bret Harte's America: The Art	45.129	2014039	-	3,500
Total National Foundation on the Arts and the Humanities Pass-Through Programs			-	3,699
<b>Total National Foundation on the Arts and the Humanities</b>			-	3,699

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# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>NATIONAL SCIENCE FOUNDATION:</b>				
<b>Direct Programs:</b>				
Plasmon Nanophotonics	47.041		-	1,773
NSF Idaho Step	47.076		-	43,062
NSF Idaho Step Part. Support	47.076		-	24,806
STEM Central STATION	47.076		37,755	192,254
Nanodevices on DNA Breadboards	47.041		-	696
STEM Central STATION-Viskupic	47.076		-	-
ATD: Data Driven Stochastic IS	47.049		-	8
Point Defects in Perovskites	47.049		41,470	54,003
Nanodevices on DNA Bread-Lee	47.041		-	16,508
CAREER: Wind Forecasting	47.041		-	73,746
REU Site: Complexity in Alg-PS	47.049		-	(2,376)
Differential Cytotoxicity	47.041		-	(11,647)
MSMA Nanostructures	47.041		-	(3,211)
Short Memory in Long Memory Ti	47.049		-	(3,466)
Bats vs. Hawkmoths	47.074		-	337
MRI: Development COIFM with LM	47.049		-	(1,920)
Late Devonian Geochronology	47.050		-	(4,453)
Interdisciplinary Flume-Feris	47.050		-	13,354
Interdisciplinary Flume-Benner	47.050		-	11,548
NSF Career: Jeff Johnson	47.050		-	32,328
Kestrels and climate change	47.074		-	23,018
Habitat Use by Mammalian	47.074		-	46,824
Oscillatory Hydrology	47.050		-	735
Synergistic Approach-Yang	47.041		-	58,404
Synergistic Approach-Senocak	47.041		-	22,759
Synergistic Approach-PS	47.041		-	973
MSMA-Fibers	47.049		-	42,069
NSF Career: Participants	47.050		-	(1,124)
MRI: Laser Ultrasonic System	47.050		-	(39)
WIDER:EAGER:CALIPER	47.076		-	30,917
Viscoelastic Mixture Models	47.049		-	46,910
MRI GPU Cluster	47.080		-	105,866
Conservation in South America	47.075		-	7,720
Calibrating Cryogenian - Yukon	47.050		-	47,301
Habitat Use by Mammalian - PS	47.074		-	16,172
Kestrels and Clim. Change-REU	47.074		-	-
REU Site: Raptor Research	47.074		-	31,849
REU Site: Raptor Res-Part Sup.	47.074		-	114,067
Calibration of Stable Isotope	47.050		-	6,775
Making Point Clouds Useful for	47.050		-	56,073
NSF Neuromorphic Computing2013	47.070		-	74,388
NSF RTOS	47.075		14,722	40,133
Complex Pattern Modeling	47.074		-	5,511
Metamorphic & Tectonic Evoluti	47.050		-	61,770
CAREER: Achieving Tunable Nano	47.049		-	127,625
Access Ctrl/Obligation Testing	47.070		-	104,949
Scalable NanoManufacturing-MSE	47.041		141,162	240,995
Scalable NanoManufacturing-ECE	47.041		-	80,423
Scalable NanoManufacturing-PPA	47.041		-	29,258
CAREER: A Flores NSF	47.050		-	67,747
REU - CAD	47.049		-	963
REU - CAD Part Support	47.049		-	(14,000)
Mobility Pyroclastic Dens Cmt	47.050		-	64,381
Boise Extravaganza in Set Theo	47.049		-	7,392
Argentina MMCA Paleoclimate	47.050		-	49,754
Access Ctrl/Oblig Part Support	47.070		-	10,625

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## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>NATIONAL SCIENCE FOUNDATION (continued):</b>				
<b>Direct Programs:</b>				
Coll Rsrch: Comp Tech Math	47.049		-	41,352
Coll Rsrch: Comp Tech Geoscien	47.049		-	68,496
Mesoscale Watershed	47.050		-	30,461
A Parallel Algorithmic Framewo	47.049		-	40,610
SHF: EAGER	47.070		-	57,620
NSF I-Corps Teams	47.041		-	6,791
Irradiation - Electrochemical	47.049		-	50,610
Case Study of the Catlina Schi	47.050		-	19,133
Evolution of Innovation	47.074		-	84,551
SI2-SSE GEM3D ME	47.070		-	61,225
SI2-SSE GEM3D COAS	47.070		-	20,438
SI2-SSE GEM3D CS	47.070		-	4,749
Collaborative Research	47.050		-	48,325
CNH: Soundscapes of Coupled Sy	47.075		44,216	180,851
Acquisition of Electron Probe	47.050		-	987,782
GreenTrACS	47.050		-	157,997
Aqueous Fullerene Colloids	47.049		-	51,752
Career: Mixed-Signal Photoni	47.041		-	32,971
Boise Extravaganza in Set Theo	47.049		-	2,335
Field Testing Raman	47.050		-	4,987
REU Site: Software Security	47.070		-	34,711
Defect-Driven Metal Oxides	47.049		-	94,340
REU Energy & Sustainability	47.049		-	38,072
REU: Site: Materials Part Supp	47.049		-	163,557
Boise Extravaganza - Participa	47.049		-	3,039
Climate Change and Birds	47.074		-	3,123
REU - CAD	47.049		-	23,374
REU Site: Software Security	47.070		-	97,395
NSF Grad Research Fellowship	47.076		-	39,751
Wrkshop-Volcanoes Part.Support	47.050		-	34,300
Collaborative Research: RUI	47.050		-	33,919
Neupert:PFI:AIR-TT Motionless	47.041		-	38,100
PFI: AIR - TT MOTIONLESS MSM	47.041		-	76,023
Eff of Precollege Engineering	47.041		15,820	64,302
Volcano Acoustics	47.050		-	115,745
Participant Support	47.049		-	119,048
OCE-RIG:Crustal & Mantle Proce	47.050		-	16,064
CC*DNI Engineer: Collaborative	47.070		-	76,638
PIRE:ExTerra (FIRE)	47.083		2,788	8,941
PIRE:ExTerra (FIRE) F&A Reinve	47.083		-	(1,198)
Post-Fire Wind and Water Erosi	47.050		-	5,986
Novel Nanomaterials for Scalab	47.049		-	11,648
Workshop on Volcanoes	47.050		-	2,100
CAREER: Soft Fibrous Tissue	47.041		-	19,633
Modeling the Tradeoffs of Food	47.074		-	5,899
CAREER: Single Molecule Charac	47.049		-	24,322
Mobility Pyroclastic Dens	47.050		-	7,779
Trace Element Diffusion Rates	47.050		-	4,274
Collaborative Research Vertebr	47.074		-	52,580
REU Participant Support Year 1	47.074		-	5,000
Homestake Surface Seismic Imag	47.049		-	7,512
Boise Extravaganza in Set Theo	47.049		-	1,386
PFI:AIR-TT Grantee Meeting	47.041		-	4,015
New GK-12 Local Resources-Supp	47.076		-	-
Idaho Scholarships for Transfe	47.076		-	14,994
Idaho Scholar for Transfers-PS	47.076		-	21,906
S. Mooney NSF IPA	47.NA		-	(806)

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# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>NATIONAL SCIENCE FOUNDATION (continued):</b>				
<b>Direct Programs:</b>				
Noyce Phase II: Trajectory	47.076		-	20,745
Noyce Participant Support	47.076		-	129,280
PERSIST: Promoting Ed Reform	47.076		-	551,329
CS10K: IDoCode	47.070		-	280,103
S-STEM 2014	47.076		-	15,372
Participant Support-S-STEM	47.076		-	142,671
CS10K: IDoCode CIFS	47.070		-	8,976
Workshop to extend the use of	47.074		-	2,732
PERSIST: Participant Support	47.076		-	36,304
PERSIST: Supplemental Support	47.076		-	10,614
PERSIST: Supplement Support CO	47.076		-	39,636
EAGER Germination	47.041		-	4,610
<b>Subtotal National Science Foundation Direct Programs</b>			297,933	6,509,413
<b>Pass-Through Programs From:</b>				
Digitize Herbarium	47.074	BSU001-1052719	-	2,017
EPSCoR-NSF Research	47.080	KBK990-SB-001	-	825,845
EPSCoR-NSF Diversity	47.080	KBK990-SB-001	-	78,778
EPSCoR-NSF Cyber	47.080	KBK990-SB-001	-	62,388
EPSCoR-NSF Sustainability	47.080	KBK990-SB-001	-	16,052
MRI Model Online Bank System	47.070	DA1200001 - 01	-	3,231
Courtship Negotiation in a Lif	47.074	201224859-01	-	10,783
Elem Teachers Engaged in Authe	47.076	14-12	-	6,394
WC - WAVE - Visualization	47.079	KBK035-SB-002	-	46,041
Reynolds Creek Carbon (BIO)	47.050	13-221B	-	33,534
Reynolds Creek Carbon (GEO)	47.050	13-221B	-	119,937
Mobile Games for Geoscience Ed	47.076	121005-01	-	4,462
Lead It Yourself	47.076	756069	-	-
WC-WAVE - Science	47.079	KBK035-SB-002	-	64,228
WC-WAVE-Workforce Development	47.079	KBK035-SB-002	-	12,656
Cyber-enabled Learning	47.076	46138	-	4,815
EPSCoR-NSF Engagement	47.080	KBK990-SB-001	-	20,639
EPSCoR-NSF Engagemnt-PartSpprt	47.080	KBK990-SB-001	-	13,989
EPSCoR-NSF Diversity-PartSpprt	47.080	KBK990-SB-001	-	94,843
LSAMP 2	47.076	763668	-	80,107
LSAMP 2 Participants Costs	47.076	763668	-	26,466
Collaborative Research: The Zy	47.074	S-000697	-	14,481
Hot Spring Gases in the Southe	47.050	A101252	-	52,459
Coupling Mantle Volatiles	47.050	A101233	-	3,719
Tech to Teaching	47.076	R9931-G1	-	35,827
Reynolds Creek Carbon Bio	47.050	13-221B	-	26,516
Reynold Creek Carbon Geo	47.050	13-221B	-	94,406
AMP-IT-UP Year 1	47.076	RD120-G2	-	609
Kick-Starting the Physics Educ	47.XXX	PHY-0808790	-	5,922
Intersections	47.076	05-ID02-NSF2014	20,786	33,925
North America Energy Workshop	47.075	Not Provided	-	10,406
<b>Subtotal National Science Foundation Pass-Through Programs</b>			20,786	1,805,475
<b>Total National Science Foundation</b>			318,719	8,314,888
<b>U.S. DEPARTMENT OF VETERANS AFFAIRS:</b>				
<b>Direct Programs:</b>				
IPA Agreement FY15/16 for Eric	27.XXX		-	17,909
<b>Total U.S. Department of Veterans Affairs Direct Programs</b>			-	17,909
<b>Total U.S. Department of Veterans Affairs</b>			-	17,909

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# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>ENVIRONMENTAL PROTECTION AGENCY:</b>				
Pass-Through Programs From:				
West Silver Valley Open Burnin	66.XXX	K089	-	20,252
<b>Total Environmental Protection Agency Pass-Through Programs</b>			-	20,252
<b>Total Environmental Protection Agency</b>			-	20,252
<b>NUCLEAR REGULATORY COMMISSION</b>				
Direct Programs:				
NRC Fac Dev Program: Wharry	77.008		-	170,974
<b>Total Nuclear Regulatory Commission Direct Programs</b>			-	170,974
<b>Total Nuclear Regulatory Commission</b>			-	170,974
<b>U.S. DEPARTMENT OF ENERGY:</b>				
Direct Programs:				
Fracture and Fatigue	81.049		-	-
NEUP Power Harvesting Tech	81.121		39,552	365,413
EPRC Conference	81.XXX		-	496
<b>Subtotal U.S. Department of Energy Direct Programs</b>			39,552	365,909
Pass-Through Programs From:				
Dev. of Adv. U Density Fuels	81.XXX	361K841	-	37,191
Fuel Aging in Storage & Trans.	81.XXX	B6687	-	30,161
GMZ Auto Waste Heat Recovery	81.086	Not Provided	-	(52,925)
X-Ray Tomographic Character	81.XXX	00041394-00052	-	(101)
CAES Program Devl FY14 Butt	81.XXX	00041394 - 00060	-	-
CAES Program Devl FY14 Gardner	81.XXX	00041394 - 00060	-	-
CAES Program Devl FY14 Xiong	81.XXX	00041394 - 00060	-	-
Glenn Joint Appointment FY14	81.XXX	68390-03	-	18,614
Integrated Approach to Algal	81.XXX	TO-0050-00041394	-	41,500
SSL_INL Iron Nanoparticles	81.XXX	00041394 - 00065	-	7,807
David Solan CAES Joint Appoint	81.XXX	68390-01	-	14,956
Zircaloy Oxidation	81.XXX	00041394 - 00066	-	133,215
HR XRD of Graphite	81.XXX	00041394 - 00064	-	1,806
CAES Sr. Admin- FY 15	81.XXX	PO 119571 Mod 3	-	1,025
Adv Spark Plasma- FY 15	81.XXX	000041394-00048	-	7,565
Butt Joint Appointment FY 15	81.XXX	68390-02	-	17,640
MaCS - BEA FY15	81.XXX	00041394-00054	-	77,204
MaCS - ATR Utilization FY15	81.XXX	00041394-00056-05	-	192,791
MaCS - General FY15	81.XXX	00041394-00055	-	3,438
Play Fairway Analysis of the S	81.087	14071101	-	4,803
Magnetic Separation FY15	81.XXX	000041394-0053 Mod 2	-	11,187
CAES Program Devl FY15 Butt	81.XXX	00041394-00060	-	14,588
CAES Program Devl FY15 Gardner	81.XXX	00041394-00060	-	14,639
CAES Program Devl FY15 Solan	81.XXX	00041394-00060	-	17,687
2015 EPRC PD Funds	81.XXX	Release 068 - 00041394	-	29,230
Multi-Scale Characterization	81.XXX	000041394-00069	-	73,690
Investigation of Irradiation D	81.XXX	DE-AC07-051D14517	-	22,030
FORGE: Snake River Plain	81.XXX	154754 Release No. 2	-	12,632
ATR NSUF Usage of MaCS FY15	81.XXX	00041394-56	-	112,584
Butt Joint Appointment FY16	81.XXX	68390-02	-	20,430
Glen Joint Appointment	81.XXX	68390-03	-	4,712
CAES Sr. Administrator FY16	81.XXX	PO 19571 MOD 4	-	8,604
Augmented Reality-Energy Sci.	81.XXX	Release 3 MA 154754	-	25,859
CAES Program Devl FY16 Butt	81.XXX	00041394 - 00060	-	6,797
CAES Program Devl FY16 Solan	81.XXX	00041394 - 00060	-	8,412
MaCS - BEA FY16	81.XXX	00041394-00054	-	169,281
2016 Joint Appointment	81.XXX	161634	-	8,033

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# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF ENERGY (continued):</b>				
<b>Pass-Through Programs From:</b>				
Ceramic to Metal Joining	81.XXX	Not Provided	-	19,189
Play Fairway Analysis Phase II	81.087	14071101-235	-	13,544
Joint Appt: Dr. Butt FY15	81.XXX	161634-03	-	33,398
Multi-Scale Character Yr 2	81.XXX	000041394-00069	-	44,269
Human Reliability Assessment	81.XXX	154754 Release No. 5	-	17,503
SPRUCE Experiment TLS	81.XXX	4000145196	-	11,024
Micro-Scale Technique Grain	81.XXX	154754-6 C	-	1,317
<b>Subtotal U.S. Department of Energy Pass-Through Programs</b>			-	1,237,329
<b>Total U.S. Department of Energy</b>			39,552	1,603,238
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Direct Programs:</b>				
Teacher Monitoring PD	84.305A		-	13,388
Classroom Physical Activity	84.305A		10,354	278,072
Classroom Physical Activi COHS	84.305A		-	10,689
RESET 15-16	84.324A		10,867	310,921
HEP 2016-2017	84.141		-	263
<b>Subtotal U.S. Department of Education Direct Programs</b>			21,221	613,333
<b>Pass-Through Programs From:</b>				
iSTEM 2016	84.366	12MSP21	-	130
iSTEM Stipends 2016	84.366	12MSP21	-	1,500
<b>Subtotal U.S. Department of Education Pass-Through Programs</b>			-	1,630
<b>Total U.S. Department of Education</b>			21,221	614,963
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
<b>Direct Programs:</b>				
Preferential Cytotoxic	93.395		-	20,847
NIH K25 Career Award	93.859		-	121,731
Ident and Char of Integrin	93.859		-	30,605
APoE4 Proteolysis Alzheimer's	93.866		-	89,591
COBRE - Admin	93.859		-	(54,167)
COBRE - BRC	93.859		-	(831)
COBRE - Albig	93.859		-	10,143
COBRE - Mitchell	93.859		-	(1,829)
COBRE - Lujan	93.859		-	28,844
COBRE - Vivarium	93.859		-	(5,142)
COBRE - Jorcyk	93.859		-	110
COBRE Admin	93.859		-	675,461
COBRE BRC	93.859		-	231,880
COBRE Vivarium	93.859		-	97,719
COBRE Albig	93.859		-	187,609
COBRE Jorcyk	93.859		-	200,031
COBRE Mitchell	93.859		-	195,457
COBRE Lujan	93.859		-	188,029
AHL Signal Fidelity	93.859		-	98,924
COBRE in Matrix; COBRE Admin	93.ADV		-	39,533
COBRE in Matrix; COBRE BRC	93.ADV		-	18,600
COBRE in Matrix; COBRE Albig	93.ADV		-	22,855
COBRE in Matrix; COBRE Jorcyk	93.ADV		-	13,574
COBRE in Matrix; COBRE Mitchell	93.ADV		-	3,926
COBRE in Matrix; COBRE Lujan	93.ADV		-	8,754
COBRE in Matrix; COBRE Pilot	93.ADV		-	20,077
Autophagy Dysfunction in Parki	93.853		-	7,474
<b>Subtotal U.S. Department of Health and Human Services Direct Programs</b>			-	2,249,805

(continued)



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued):</b>				
<b>Pass-Through Programs From:</b>				
INBRE II - Yr 5 Bioinformatics	93.389	CWK500-SB-004	-	(86)
INBRE II - Yr 5 Core	93.389	CWK500-SB-004	-	(2,162)
INBRE II - Yr 5 Knowlton	93.389	CWK500-SB-004	-	(390)
INBRE II - Yr 5 Stevens	93.389	CWK500-SB-004	-	-
INBRE II - Yr 5 Team	93.389	CWK500-SB-004	-	(2,232)
Diesel Exposure in Mines	93.262	755272	-	(487)
Devel. of Breast Cancer Therap	93.XXX	756500	-	(3,332)
INBRE III - Year 1	93.859	IAK100-SB-004	-	(78)
Idaho Community Apgar Prg Yr 2	93.XXX	Not Provided	-	18
IDeA - CTR Boise State-Year 2	93.859	3RN79	-	2,936
Building Young Women's Health	93.859	15-746Q-BSU-PG24-00	-	-
Idaho MIECHV Program Evaluatio	93.XXX	HC857500	-	188,036
Diesel Exposure in Mines	93.262	755272	-	15,057
Diesel Exposure in Mines -COEN	93.262	755272	-	3,762
Suicide Prevention grant	93.XXX	Not Provided	-	(5,266)
Gait Variability Children ASD	93.XXX	15-910G-00	-	35
Maternal Child Health Program	93.XXX	HC864100	-	(7,588)
INBRE 3 - YR 2	93.859	IAK200-SB-001	-	108,357
Polymerizable Collagen Crossli	93.121	1003071_BoiseSt	-	3,434
Visualizing & Mod vag. Microb.	93.859	15-746Q-BSU-BS3-00	-	1,479
IDeA-CTR Boise State-Year 3	93.859	16-746Q-BSU-BS8-00	-	24,301
Efficacy of Web-Based Interven	93.859	16-746Q-BSU-PG38-00	-	69,923
Idaho MIECHV Prgm Eval Yr 5	93.XXX	HC881600	-	95,873
Idaho MIECHV Program Year 2	93.XXX	HC857500	-	113,196
Genes to Behavior	93.859	16-746Q-BSU-MG19-00	-	12,762
Brief, Bullying Bystander Inte	93.859	16-746Q-BSU-MG28-00	-	11,633
INBRE 3 - YR 3	93.ADV	IAK300-SB-015	-	31,591
<b>Subtotal U.S. Department of Health and Human Services Pass-Through Programs</b>			-	660,772
<b>Total U.S. Department of Health and Human Services</b>			-	2,910,577
<b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE:</b>				
<b>Pass-Through Programs From:</b>				
Pay for Success Fellowship	94.XXX		-	43,393
<b>Total Corporation for National and Community Service Pass-Through Programs</b>			-	43,393
<b>Total Corporation for National and Community Service</b>			-	43,393
<b>U.S. DEPARTMENT OF HOMELAND SECURITY:</b>				
<b>Pass-Through Programs From:</b>				
Conotoxin Chemical Forensics	81.XXX	244960	-	115,487
<b>Total U.S. Department of Homeland Security Pass-Through Programs</b>			-	115,487
<b>Total U.S. Department of Homeland Security</b>			-	115,487
<b>Total Research and Development Cluster</b>			594,684	17,670,859
<b>TRIO - Cluster</b>				
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Direct Programs:</b>				
UB II Duck Valley 2013-2014	84.047A		-	(2,685)
UB III - Borah & Capital 14-15	84.047A		-	(144)
ETS I 2014-2015	84.044A		-	66,061
ETS II 2014-2015	84.044A		-	36,033
Student Success Program 14-15	84.042A		-	58,518
Veterans Upward Bound 14-15	84.047V		-	51,534

(continued)





# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF EDUCATION (continued):</b>				
<b>Direct Programs:</b>				
UB II Duck Valley 2014-2015	84.047A		-	82,499
UB IV Meridian 2014-2015	84.047A		-	87,446
UB I Canyon County 2014-2015	84.047A		-	138,127
McNair Scholars Program 14-15	84.217A		-	84,148
UB III - Borah & Capital 15-16	84.047A		-	210,826
Veterans Upward Bound 15-16	84.047V		-	192,281
ETS I 2015-2016	84.044A		-	387,471
ETS II 2015-2016	84.044A		-	186,069
UB II Duck Valley 2015-2016	84.047A		-	130,152
UB IV Meridian 2015-2016	84.047A		-	160,631
UB I Canyon County 2015-2016	84.047A		-	249,914
Student Success Program 15-16	84.042A		-	250,628
SSS Teacher Prep 15-16	84.042A		-	131,322
McNair Scholars Program 15-16	84.217A		-	128,011
UB III - Borah & Capital 16-17	84.047A		-	36,127
<b>Total U.S. Department of Education Direct Programs</b>			-	<b>2,664,969</b>
<b>Total U.S. Department of Education</b>			-	<b>2,664,969</b>
<b>Total TRIO Cluster</b>			-	<b>2,664,969</b>
<b>IDEA - Cluster</b>				
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Pass-Through Programs From:</b>				
SW Regional Special Ed 11-12	84.027A	082048	-	3,246
SW Regional 12-13	84.027A	Not Provided	-	(1,390)
SW Regional Special Ed 13-14	84.027A	H027A120088A	-	(1,636)
SESTA 13-14	84.027A	H027A120088A	-	(85)
SESTA 16-17	84.027A	17-500	-	2,411
PBIS 13-14	84.027A	H027A120088A	-	(181)
MTSS	84.027A	075016	-	27,881
SESTA 15-16	84.027A	065031	-	1,130,057
<b>Subtotal U.S. Department of Education Pass-Through Programs</b>			-	<b>1,160,303</b>
<b>Total U.S. Department of Education</b>			-	<b>1,160,303</b>
<b>Total IDEA Cluster</b>			-	<b>1,160,303</b>
<b>Other Programs</b>				
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>				
<b>Direct Programs:</b>				
Cooperative Archaeological Act	10.XXX		-	4,351
Upgrade ID Small Bus Solutions	10.769		-	(4,425)
RBDG Operation Excellence	10.351		5,932	20,337
High Prairie Collections	10.XXX		-	5,571
<b>Subtotal U.S. Department of Agriculture Direct Programs</b>			5,932	<b>25,834</b>
<b>Pass-Through Programs From:</b>				
Child and Adult Care Food Program (Children's Center)	10.558		-	33,232
Child Nutrition Project 2014	10.560	094133	-	-
Child Nutrition Project 14-15	10.560	7ID300ID2	-	17,290
<b>Subtotal Subtotal U.S. Department of Agriculture Pass-Through Programs</b>			-	<b>50,522</b>
<b>Total U.S. Department of Agriculture</b>			5,932	<b>76,356</b>

(continued)



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF COMMERCE:</b>				
<b>Direct Programs:</b>				
Idaho TechHelp NIST MEP FY13	11.611		-	(4,260)
Idaho TechHelp NIST MEP	11.611		-	(1,156)
EDA University Center FY15	11.303		-	(49,703)
NIST FY15	11.611		-	(14,294)
Business to Business Network	11.611		43,950	136,978
TechHelp University Cent FY16	11.303		62,139	130,937
Idaho TechHelp NIST FY16	11.611		89,157	404,402
NIST Base Grant Re-compete	11.611		51,983	282,209
<b>Subtotal U.S. Department of Commerce Direct Programs</b>			247,229	885,113
<b>Pass-Through Programs From:</b>				
M-TAC	11.XXX	Not Provided	15,556	14,524
<b>Subtotal U.S. Department of Commerce Pass-Through Programs</b>			15,556	14,524
<b>Total U.S. Department of Commerce</b>			262,785	899,637
<b>U.S. DEPARTMENT OF DEFENSE:</b>				
<b>Direct Programs:</b>				
PTAC	12.002		-	210,705
<b>Subtotal U.S. Department of Defense Direct Programs</b>			-	210,705
<b>Pass-Through Programs From:</b>				
Boise Math Teachers' Circle	12.901	H98230-15-1-0204	-	2,607
Boise Math Teachers' Circle	12.901	H98230-15-1-0204	-	230
<b>Subtotal U.S. Department of Defense Pass-Through Programs</b>			-	2,837
<b>Total U.S. Department of Defense</b>			-	213,542
<b>U.S. DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT:</b>				
<b>Pass-Through Programs From:</b>				
TECenter Industry Wing Upgrade	14.218	Not Provided	-	49,071
<b>Total U.S. Department of Housing &amp; Urban Development Pass-Through Programs</b>			-	49,071
<b>Total U.S. Department of Housing &amp; Urban Development</b>			-	49,071
<b>U.S. DEPARTMENT OF THE INTERIOR:</b>				
<b>Direct Programs:</b>				
Radiometric Dating of Volcanic	15.945		-	3,217
Lichen Curation Management	15.231		-	3,499
Space for USGS Snake River Fie	15.808		-	(19,248)
Radiometric Dating of Volcanic	15.945		-	12,672
Space for USGS Snake River Fie	15.808		-	130,071
<b>Subtotal U.S. Department of the Interior Direct Programs</b>			-	130,211
<b>Pass-Through Programs From:</b>				
Minidoka Guard Tower Reconstru	15.933	5562	-	2,655
<b>Subtotal U.S. Department of the Interior Pass-Through Programs</b>			-	2,655
<b>Total U.S. Department of the Interior</b>			-	132,866
<b>U.S. DEPARTMENT OF JUSTICE:</b>				
<b>Direct Programs:</b>				
IIP Wrongful Conviction Review	16.746		-	72,863
<b>Total U.S. Department of Justice Direct Programs</b>			-	72,863
<b>Total U.S. Department of Justice</b>			-	72,863

(continued)



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF LABOR:</b>				
<b>Direct Programs:</b>				
OSHA Consultation	17.504		-	154,919
OSHA Administration	17.504		-	40,998
Occ Safety & Health-Admin Bdgt	17.504		-	57,734
Occ Safety & Health-Prog Bdgt	17.504		-	292,906
<b>Total U.S. Department of Labor Direct Programs</b>			-	546,557
<b>Total U.S. Department of Labor</b>			-	546,557
<b>U.S. DEPARTMENT OF TRANSPORTATION:</b>				
<b>Pass-Through Programs From:</b>				
Disadvantaged Bus. Enterp. DBE	20.XXX	Key No. 13157	-	42,860
ITD Disadvantaged Business Ent	20.XXX	13158	-	14,260
<b>Total U.S. Department of Transportation Pass-Through Programs</b>			-	57,120
<b>Total U.S. Department of Transportation</b>			-	57,120
<b>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION:</b>				
<b>Direct Programs:</b>				
NASA MUREP ASTAR Fellowship	43.008		-	35,742
NASA MUREP ASTAR Fellowship -	43.008		-	33,133
<b>Subtotal National Aeronautics and Space Administration Direct Programs</b>			-	68,875
<b>Pass-Through Programs From:</b>				
FY 15 STEM Exploration	43.001	FPK800-SB-044	-	-
Aerospace Day at Boise State	43.008	NNX15AI04H	-	5,342
G-Forces	43.008	NNX15AI04H	-	1,917
ISGC Scholar and Fellow Enhanc	43.008	FPK900-SB-005	-	27
<b>Subtotal National Aeronautics and Space Administration Pass-Through Programs</b>			-	7,286
<b>Total National Aeronautics and Space Administration</b>			-	76,161
<b>NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES:</b>				
<b>Pass-Through Programs From:</b>				
Meet the Basques	45.129	2014007	-	2,000
Interdisciplinary Explorations	45.129	2014010	-	(226)
Library Science Course Grant	45.310	CE1500-27	-	1,000
Library Science Tuition Grant	45.310	LS-00-15-0013-15	-	1,000
<b>Total National Foundation on the Arts and the Humanities Pass-Through Programs</b>			-	3,774
<b>Total National Foundation on the Arts and the Humanities</b>			-	3,774
<b>SMALL BUSINESS ADMINISTRATION:</b>				
<b>Direct Programs:</b>				
SBA - SBDC 2012	59.037		-	1,771
SBA 2013	59.037		-	(1,771)
SBA 2014	59.037		-	(3)
ISBD: FAST Partnership Program	59.058		-	31,476
Idaho SBDC Calendar Year 2015	59.037		270,711	511,725
ISBDC: FAST Partnership 15-16	59.058		-	80,926
SBA 2016	59.037		52,528	283,554
<b>Total Small Business Administration Direct Programs</b>			323,239	907,678
<b>Total Small Business Administration</b>			323,239	907,678

(continued)



# BOISE STATE UNIVERSITY

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Programs Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF ENERGY:</b>				
<b>Direct Programs:</b>				
Industrial Assessment Center	81.117		110,754	229,158
IAC - Research Project	81.117		-	4,641
NEUP Scholar & Fellowship	81.121		-	47,912
<b>Subtotal U.S. Department of Energy Direct Programs</b>			110,754	281,711
<b>Pass-Through Programs From:</b>				
Lab Corps	81.XXX	Release 67 MOA#41394	-	12,142
Collegiate Wind Competition	81.XXX	AFC-5-52004-06	-	19,275
Lab Corps	81.XXX	Release 67 MOA#41394	-	882
INL/BEA EPI Joint Appointment	81.XXX	161634	-	52,463
Wind Application Center	81.XXX	AGZ-6-62005-01	-	8,854
<b>Subtotal U.S. Department of Energy Pass-Through Programs</b>			-	93,616
<b>Total U.S. Department of Energy</b>			110,754	375,327
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<b>Direct Programs:</b>				
HEP 2012-2013	84.141A		-	(1,131)
CAMP 2013-2014	84.149A		-	(1)
HEP 2014-2015	84.141		-	41,501
CAMP 2014-2015	84.149A		-	21,747
CAMP 2015-2016	84.149A		-	397,777
HEP 2015-2016	84.141		-	426,304
Vs-Grant-DeptofEd (CofE4VSS)	84.116G		-	25,894
<b>Subtotal U.S. Department of Education Direct Programs</b>			-	912,091
<b>Pass-Through Programs From:</b>				
IBC A-Funds 13-14	84.010A	063055	-	2,534
School Improvement 2013	84.010A	063056	-	-
i-STEM Prof Dev Initiative	84.366	12MSP17	169,181	223,462
i-STEM Prof Dev Stipends	84.366	12MSP17	-	49,040
School Improvement 2014 Admin	84.388A	024002	-	295
PD in a High Need School	84.367D	05-ID02-SEED2012	-	-
IBC 14-15 1003a	84.010	075077	-	20,017
School Improvement 14-15 Admin	84.010	075083	-	10,365
IBC 14-15 1003g	84.010	075077	-	5,342
NWP Teacher Leadership 15-16	84.367D	05-ID02-SEED2012	-	8,830
School Improvement 15-16 Admin	84.010A	16-4019	-	56,876
School Improvement 15-16 State	84.010A	16-4019	-	34,864
IBC 15-16 1003a	84.010A	16-4020	-	450,002
IBC 15-16 1003g	84.377A	16-4020	-	84,550
IBC 15-16 State	84.377A	16-4020	-	82,092
College Ready Writers Program	84.367D	05-ID02-SEED2016	-	5,892
<b>Subtotal U.S. Department of Education Pass-Through Programs</b>			169,181	1,034,161
<b>ARRA:</b>				
IBC ARRA 13-14	84.388A	063055	-	1,824
<b>Subtotal U.S. Department of Education ARRA</b>			-	1,824
<b>Total U.S. Department of Education</b>			169,181	1,948,076
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
<b>Direct Programs:</b>				
TEAM for Social Work	93.243		-	211
TEAM for Social Work	93.243		-	156,269
<b>Subtotal U.S. Department of Health and Human Services Direct Programs</b>			-	156,480

(continued)



Federal Grantor/Pass-Through Programs	Grantor/Program or Cluster Title	CFDA#	Pass-Through Programs Entity Identifying Number	Passed Through to Subrecipients	Total
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>					
<b>Pass-Through Programs From:</b>					
	Idaho Office for Refugees	93.576	10R-SOR1317	-	2,271
	Project SHINE	93.576	IOR-1311	-	4,478
	Impact Scholars Coordinator	93.556	KC253100	-	4,819
	Idaho Lifespan Respite Coaliti	93.XXX	90LR0034-01-00	-	9,439
	STAC-TEC Sustainable Technolog	93.143	753929	-	2,806
	Montana Critical Access Hospit	93.824	APGAR	9,748	920
	Regional Alcohol Drug Awarenes	93.XXX	Not Provided	-	(1,269)
	Indiana Community Apgar Progra	93.XXX	EDS#A70-5-0791029 (RH)	-	85
	Scholars Program	93.XXX	KC255400	-	1,012
	Utah Critical Access Hospital	93.XXX	1424607	7,744	10,318
	Strategic Prevention Framework	93.XXX	6641	-	8,842
	Regional Alcohol Drug Awarene	93.XXX	6806	-	144,608
	Indiana APGAR RHC YR 1	93.XXX	00000000000000000000000013851	3,540	9,540
	Montana Critical APGAR Program	93.XXX	6850	3,240	15,399
	Strategic Prevention Framework	93.243	5U79SP020168-02	-	80,417
	STAC-Tech Year 3	93.143	UWSC 7151 - BPO 4596	-	17,313
	Lifespan Respite	93.XXX	90LR0034-01-00	-	21,472
	Scholars Program 2015/2016	93.XXX	KC255400	-	164,202
	Project SHINE 2016	93.566	IOR-1621	-	10,089
	Collaborating for Health Confe	93.XXX	HC896800	-	5,422
	<b>Subtotal U.S. Department of Health and Human Services Pass-Through Programs</b>			<b>24,272</b>	<b>512,183</b>
<b>Total U.S. Department of Health and Human Services</b>				<b>24,272</b>	<b>668,663</b>
<b>Total Other Programs</b>				<b>896,163</b>	<b>6,159,013</b>
<b>Total Expenditures</b>				<b>\$ 1,490,847</b>	<b>\$ 141,569,008</b>

The accompanying notes are an integral part of this schedule.



**BOISE STATE UNIVERSITY**

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**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2016**

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**1. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes federal award activity of the University under programs of the federal government for the year ended June 30, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Example Entity University, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the University.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the 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. The University has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**3. UNIVERSITY ADMINISTERED LOAN PROGRAMS**

The federal student loan programs listed subsequently are administered directly by the University, and balances and transactions relating to these programs are included in the University's basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at June 30, 2016 consists of:

<b>CFDA Number</b>	<b>Program Name</b>	<b>Outstanding Balance at June 30, 2016</b>
84.038	Federal Perkins Loan	10,568,760
93.364	Nursing Students Loans	5,039