

Finance Agenda
August 16, 2000

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Action Item

Item #1

SUBJECT:

Approval of Lease for Space – Idaho School for the Deaf and the Blind

BACKGROUND:

The Idaho School for the Deaf and the Blind requests Board approval of a lease for space in the Round Building with the Wendell School District. This is to accommodate Wendell School District as their middle school building was condemned.

DISCUSSION:

The lease agreement (Item 1.a) is for several rooms from August 15, 2000 to June 1, 2001, renewable annually. The lease agreement has been reviewed by Board counsel.

FISCAL IMPACT:

The amount of the lease is \$900 per month, which will defray the cost of utilities.

STAFF COMMENTS:

Approve the lease.

BOARD ACTION:

A motion to approve the lease for space in the Round Building between Idaho School for the Deaf and the Blind and the Wendell School District.

Moved by _____ Seconded by _____ Carried Yes _____ No _____

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Attachment A

Item 1.a

LEASE FOR SPACE IN ROUND BUILDING

This AGREEMENT, made and entered into August 15, 2000, by and between the Idaho School for the Deaf and the Blind, acting by and through the Idaho State Board of Education, Lessor, and the Wendell School District 232, a public school district which is also under the Idaho State Board of Education, Lessee.

WHEREAS, Lessor, as a part of the facilities of the Idaho School for the Deaf and the Blind, located at Gooding, Idaho, owns a building (commonly known as the Round Building) that is not currently being used for ISDB's educational programming; and

WHEREAS, Lessee has expressed a desire to lease space in the Round Building to provide educational services to the Wendell School District, Middle School students, grades 6 through 8; and

WHEREAS, the space requested by the Lessee will consist of the areas of Rooms #1, #2, #11, and #12 and several smaller adjoining rooms.

NOW THEREFORE, it is agreed:

1. That Lessee will be entitled to use space requested in the Round Building of Lessor from August 15, 2000, to June 1, 2001, for a rental sum of \$900 per month to defray the cost of utilities. Submittal of monthly rental cost by the 10th day of each and every calendar month during the terms of the lease will be the responsibility of Lessee.
2. This lease is renewable each year, subject to the negotiation of utilities and agreement and consent of both parties, for the next year. Lease renewal notification needs to be received by ISDB no later than August 1 annually.
3. Lessee accepts Round Building leased space as is, with any and all defects existing as of August 15, 2000.
4. Lessor will not pay Lessee for any capital improvement to space requested or other surrounding facilities. This lease is subject to re-negotiation should Lessee desire to make such improvements.
5. Lessee shall, at Lessee's expense during the period of occupancy, ensure the following services are provided and paid for in connection with the operation of Lessor's leased space:
 - A. Supplies including routine replacement of interior light bulbs. Lessor will maintain outside security lights.

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- B. Cleaning and normal maintenance of leased areas, both inside and outside. This includes restrooms, hallways, center area, and entrances as well as all windows. At a minimum, cleaning will be done on a weekly basis or more often as required to keep leased areas in a clean and sanitary condition. Failure to comply with this requirement will result in Lessor taking necessary steps to hire cleaning services with subsequent costs charged to the Wendell School District.
 - C. All major and minor repairs; however, that in the event of a major equipment or structural failure due to normal use that is not the result of negligence or Lessee, the Lessor will not require Lessee to repair such equipment or structure prior to termination of the lease.
 - D. All salaries and other expenditures related to the ongoing operation of programs housed in leased areas.
- 6. Should Lessee voluntarily undertake major repairs to correct equipment or structural failures not due to negligence of Lessee, Lessor shall not be responsible for the cost of such repairs. This lease is subject to re-negotiation should Lessee desire to make such repairs.
 - 7. Lessee shall defend, indemnify and save harmless Lessor from and against all claims, damages, costs, legal fees, expenses, actions and suits whatsoever including death of others or any employee of Lessee arising out of Lessee's use of the premises and common area adjacent thereto, excepting only that attribute to the negligence of Lessor.
 - 8. Lessee shall provide to Lessor and the State of Idaho not less than ten days prior to the start of this lease a Certificate of Insurance showing that there is in effect a current policy of Public Liability Insurance, including Fire Legal Liability and Contractual Liability in an amount not less than \$1,000,000. The Idaho School for the Deaf and the Blind shall be listed as an "Additional Insured." The insurance policy and certificate of insurance shall further state, "This policy is intended to be primary to and not contributory with any other insurance maintained by or on behalf of the State of Idaho or its agencies."
 - 9. Lessor shall maintain structure of building so that it is in compliance with all fire codes under Idaho law. No building modifications can be made by Lessee that will violate safety codes. In addition, storage of equipment and materials must not interfere or intrude upon designated entry areas or hallways that would jeopardize the safety of employees or individuals using the facilities.
 - 10. Lessor to provide and maintain:
 - A. Fire Alarm System
 - B. Fire Extinguishers
 - C. Emergency Lights

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Information Item

Item #2

SUBJECT:

Implementation of GASB #34/35

BACKGROUND:

The Governmental Accounting Standards Board (GASB) recently approved Statements No. 34 and No. 35 which will require a significant change in reporting financial information for state governments and colleges and universities. The new reporting requirements must be reflected in the FY02 audited statements. However, states can elect to implement these standards a year early, FY01 which began July 1, 2000. The new standards would affect the State's Comprehensive Annual Financial Report (CAFR), which is completed by the State Controller's Office (SCO). The SCO is very interested in implementing early. Because the standards are new, the amount of effort needed to develop the financial information for the new reports is unknown so the institutions are somewhat hesitant to implement on the early timeframe. If the State reports under the new standards for FY01 and the institutions do not, a qualified audit opinion could be issued.

DISCUSSION:

The major change to the financial statements will be the capitalization of assets and reporting depreciation instead of reporting them as expenditures in the year funds were expended. Definitions on the dollar amount used to capitalize purchases, facilities, and infrastructure will be a factor in the amount of work required to meet the new requirements. A new report will be generated, a management discussion analysis (MDA), with the contents still being developed. Institutional and SCO representatives will be available for further details on implementation.

FISCAL IMPACT:

Implementing GASB35/35 will need additional resources at the institutions regardless of the year of implementation. However, implementing the standards for FY01 will require increased resources to meet the short timeframe.

STAFF COMMENTS:

If benefits exceed the costs of early implementation, the institutions should implement the new standards for FY01. The benefits and costs will be discussed with a recommendation to be developed for the September meeting.

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Action Item

Item #3

SUBJECT:

FY2002 Enhancement Request Follow-up

BACKGROUND:

The State Board of Education reviewed and approved FY02 enhancement requests at the April and June meetings. Information supporting the request for additional medical education seats (WWAMI and University of Utah School of Medicine) and dental education seats (IDEP) was presented at the June meeting. The Board deferred the decision on these two requests to the August meeting in order to review the material.

In addition, the details of Idaho's "Grow Your Own" (Teacher Corp) is presented for the Boards review.

DISCUSSION:

Item 3.a summarizes the status of the enhancement requests submitted for FY02. Item 3.b provides the increasing costs of additional medical and dental seats. Item 3.c is the executive summary for the "Grow Your Own" request (full discussion of the program is a separate agenda item).

FISCAL IMPACT:

Approves requests that will be considered by the governor and the legislature for future funding. For the additional medical and dental seats, the fiscal impact has a ripple affect in future years as the additional students move through the program.

STAFF COMMENTS:

Review the requests and approve if appropriate.

BOARD ACTION:

A motion to approve the FY2002 enhancement requests for WWAMI, University of Utah School of Medicine, IDEP and the "Grow Your Own" program.

Moved by_____ Seconded by_____ Carried Yes_____ No_____

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State Board of Education
Summary of Original FY2002 Budget Request
Enhancements Only - In Priority Order

Item 3.a

Institution/Agency/Program	Institution/Agency Request				Board Approved Requests				Board Action	
	FTE	General Account	Other Funds	Total	FTE	General Account	Other Funds	Total	Deferred	Denied
1 Office of the State Board of Education										
2 Salary Competitiveness		30,000		30,000		30,000		30,000		
3 Add Grants/Contracts Officer	1.00	79,000		79,000	1.00	79,000		79,000		
4 Add Human Resource/Student Affairs Officer	1.00	59,000		59,000				0		59,000
5 Idaho MOST - Matching Funds for Grant		50,000		50,000		50,000		50,000		
6 Total Enhancements	2.00	218,000	0	218,000	1.00	159,000	0	159,000	0	59,000
8 Idaho School for the Deaf and the Blind										
9 Salary Competitiveness		83,900		83,900		83,900		83,900		
10 R & M-Post Secondary Transition	1.00	62,600		62,600	1.00	62,600		62,600		
11 Infrastr - Facilities Maintenance		75,000		75,000		75,000		75,000		
12 Infrastr - Information Tech for Resident Cottages		52,800		52,800		52,800		52,800		
13 Total Enhancements	1.00	274,300	0	274,300	1.00	274,300	0	274,300	0	0
15 Vocational Education										
16 Salary Competitiveness		538,200		538,200		538,200		538,200		
17 R & M - Short-Term Training		300,000		300,000		300,000		300,000		
18 R & M - Career Guidance & Publications Prog Mgr	1.00	68,000		68,000	1.00	68,000		68,000		
19 R & M - Program Improvement		236,300		236,300		236,300		236,300		
20 R & M - Postsecondary Instructional Equip		460,000		460,000		460,000		460,000		
21 R & M - Postsecondary Role & Mission	7.25	499,500		499,500	7.25	499,500		499,500		
22 Infrastr - Facilities Maintenance - EITC		65,000		65,000		65,000		65,000		
23 Total Enhancements	8.25	2,167,000	0	2,167,000	8.25	2,167,000	0	2,167,000	0	0
25 Community Colleges:										
26 College of Southern Idaho										
27 Salary Competitiveness		104,000		104,000		104,000		104,000		
28 Infrastr - Telecommunications Replacement		133,200		133,200		133,200		133,200		
29 Infrastr - Classroom Educ Replacement Equip		159,000		159,000		159,000		159,000		
30 Total Enhancements	0.00	396,200	0	396,200	0.00	396,200	0	396,200	0	0
31 North Idaho College										
32 Salary Competitiveness		157,000		157,000		157,000		157,000		
33 Infrastr - Increasing Operating Expenses		125,000		125,000		125,000		125,000		
34 R & M - Technology Support		121,700		121,700		121,700		121,700		
35 Total Enhancements	0.00	403,700	0	403,700	0.00	403,700	0	403,700	0	0
36 Total Community College Enhanc	0.00	799,900	0	799,900	0.00	799,900	0	799,900	0	0
38 College & Universities:										
39 Boise State University										
40 Salary Competitiveness		664,900		664,900		664,900		664,900		
41 Infrastructure - Various Requests	20.75	1,955,300		1,955,300	20.75	1,955,300		1,955,300		
42 R&M - Various Requests	11.00	704,500		704,500	11.00	704,500		704,500		
43 Total Enhancements	31.75	3,324,700	0	3,324,700	31.75	3,324,700	0	3,324,700	0	0
44 Idaho State University										
45 Salary Competitiveness		756,400		756,400		756,400		756,400		
46 Infrastr - Staffing Adequacy	12.00	624,100		624,100	12.00	624,100		624,100		
47 R & M - Health Professions Education	10.00	645,000		645,000	10.00	645,000		645,000		
48 R & M - Outreach & Distance Learning	10.50	750,000		750,000	10.50	750,000		750,000		
49 Infrastr - Physical Plant Maintenance		250,000		250,000		250,000		250,000		
50 Total Enhancements	32.50	3,025,500	0	3,025,500	32.50	3,025,500	0	3,025,500	0	0
51										

State Board of Education
Summary of Original FY2002 Budget Request
Enhancements Only - In Priority Order

Item 3.a

Institution/Agency/Program	Institution/Agency Request				Board Approved Requests				Board Action	
	FTE	General Account	Other Funds	Total	FTE	General Account	Other Funds	Total	Deferred	Denied
52 University of Idaho										
53 Salary Competitiveness		750,000		750,000		750,000		750,000		
54 R & M-Expand Statewide Prog Law & Architecture	6.50	900,000		900,000	6.50	900,000		900,000		
55 R & M - Governor's Initiative/Advantage Idaho	4.00	700,000		700,000	4.00	700,000		700,000		
56 R & M-Invest in Inform Tech Prog & e-Lrng Softwar	3.00	550,000		550,000	3.00	550,000		550,000		
57 Infrastr - Enhance Statewide Computing&Comm	5.00	500,000		500,000	5.00	500,000		500,000		
58 Infrastr-Invest in Facilities Mtn Renewal & Renovtn		600,000		600,000		600,000		600,000		
59 Infrastr - Equip Replacement & Enhancement		300,000		300,000		300,000		300,000		
60 Total Enhancements	18.50	4,300,000	0	4,300,000	18.50	4,300,000	0	4,300,000	0	0
61 Lewis-Clark State College										
62 Salary Competitiveness		238,000		238,000		238,000		238,000		
63 Infrastr - Hire New Full-time Faculty	3.00	138,000		138,000	3.00	138,000		138,000		
64 R & M - Comm College and Outreach Services	2.50	112,600		112,600	2.50	112,600		112,600		
65 Infrastr - Technology	0.50	87,200		87,200	0.50	87,200		87,200		
66 Total Enhancements	6.00	575,800	0	575,800	6.00	575,800	0	575,800	0	0
68 Systemwide Needs/HERC/Tech Grants										
69 R & M - HERC - Expand Research Grant Program		500,000		500,000		500,000		500,000		
70 R & M - HERC - Idaho Millenium Income Fund Proj		1,000,000		1,000,000						1,000,000
71 Special Request: Engineering Equipment		5,000,000		5,000,000					5,000,000	
72 Total Systemwide Needs	0.00	6,500,000	0	6,500,000	0.00	500,000	0	500,000	5,000,000	1,000,000
73 Total C & U Enhancement	88.75	17,726,000	0	17,726,000	88.75	11,726,000	0	11,726,000	5,000,000	1,000,000
74 Systemwide Request										
75 Coolaborative Expansion of Programs		2,000,000		2,000,000		2,000,000		2,000,000	0	0
76 Agricultural Research & Extension Services										
77 Salary Competitiveness		180,000		180,000		180,000		180,000		
78 Infra - Farm Equip & Scientific Instruments		160,000		160,000		160,000		160,000		
79 Infra - Facilities Mntc		150,000		150,000		150,000		150,000		
80 Infra - General Operating Expenses		225,700		225,700		225,700		225,700		
81 Infra-Technology Enhancement	1.00	150,000		150,000	1.00	150,000		150,000		
82 R & M - Food Processing Center	2.00	150,000		150,000	2.00	150,000		150,000		
83 R & M - County Programming	6.00	250,000		250,000	6.00	250,000		250,000		
84 R & M - Internet Masters Program	2.00	150,000		150,000	2.00	150,000		150,000		
85 Special Request: Ag Initiative 2001		6,000,000		6,000,000					6,000,000	
86 Total	11.00	7,415,700	0	7,415,700	11.00	1,415,700	0	1,415,700	6,000,000	0
87 Special Programs:										
88 Forest Utilization Research						5% increase only approved in total				
89 Salary Competitiveness		4,800		4,800						
90 R & M - Enhancement of Forest Fiber Productivity		70,000		70,000						
91 R & M - Enhancement of Policy Analysis Group		25,200		25,200						
92 Total Enhancements	0.00	100,000	0	100,000	0.00	27,800	0	27,800	0	72,200
93 Geological Survey						5% increase only apparoved in total				
94 Salary Competitiveness		7,100		7,100						
95 R & M - Geologic Mapping		10,000		10,000						
96 R & M - Mtn of Digital Mapping/GIS Lab		5,000		5,000						
97 R & M - Research Geologist	1.00	64,800		64,800						
98 Total Enhancements	1.00	86,900	0	86,900	1.00	38,400	0	38,400	0	48,500

State Board of Education
Summary of Original FY2002 Budget Request
Enhancements Only - In Priority Order

Item 3.a

Institution/Agency/Program	Institution/Agency Request				Board Approved Requests				Board Action	
	FTE	General Account	Other Funds	Total	FTE	General Account	Other Funds	Total	Deferred	Denied
105	Scholarships and Grants									
106		100,000		100,000		100,000		100,000		
107		70,000		70,000		70,000		70,000		
108		3,000,000		3,000,000		3,000,000		3,000,000		
109		3,000,000		3,000,000		3,000,000		3,000,000		
110		6,170,000	0	6,170,000	0.00	6,170,000	0	6,170,000	0	0
111	Museum of Natural History									
112										
113		6,200		6,200		6,200		6,200		
114		18,600		18,600		18,600		18,600		
115		24,800	0	24,800	0.00	24,800	0	24,800	0	0
116										
117	Small Business Development Centers									
118		110,000		110,000	1.00	21,700		21,700		88,300
119										
120	Idaho Council for Technology in Learning									
121		1,000,000		1,000,000		1,000,000		1,000,000		
122		7,491,700	0	7,491,700	2.00	7,282,700	0	7,282,700	0	209,000
123										
124	Health Programs:									
125	WOI									
126		3,200		3,200		3,200		3,200		
127	0.25	27,000		27,000	0.25	27,000		27,000		
128	1.00	25,000		25,000	1.00	25,000		25,000		
129		14,800		14,800		14,800		14,800		
130		70,000	0	70,000	0.00	70,000	0	70,000	0	0
131										
132	WWAMI									
133		6,400		6,400		6,400		6,400		
134		32,400		32,400					32,400	
135		38,800	0	38,800	0.00	6,400	0	6,400	32,400	0
136										
137	Idaho Dental Education Program									
138		7,700		7,700		7,700		7,700		
139	0.25	20,000		20,000	0.25				20,000	
140		27,700	0	27,700	0.25	7,700	0	7,700	20,000	0
141										
142	Utah Medical Education									
143		53,100		53,100		53,100		53,100		
144		96,400		96,400					96,400	
145		149,500	0	149,500	0.00	53,100	0	53,100	96,400	0
146										
147	Family Practice Residency									
148		50,000		50,000		50,000		50,000		
149		239,600	0	239,600	0	187,200	0	187,200	148,800	0
150										
151	Idaho Educational Public Broadcasting									
152	MCO - See Note on Digital Conversion									
153	1.00	64,100		64,100	1.00	64,100		64,100		
154		64,100	0	64,100	1.00	64,100	0	64,100	0	0
155										

State Board of Education
Summary of Original FY2002 Budget Request
Enhancements Only - In Priority Order

Item 3.a

Institution/Agency/Program	Institution/Agency Request				Board Approved Requests				Board Action	
	FTE	General Account	Other Funds	Total	FTE	General Account	Other Funds	Total	Deferred	Denied
156 State Library										
157 Salary Competitiveness		36,000		36,000		36,000		36,000		
158 R & M - Libr Asst for Networking	1.00	40,000		40,000	1.00	40,000		40,000		
159 R & M - Contract for Technical Services		50,000		50,000		50,000		50,000		
160 Collaborative - Sch Libr/Media Consultant	2.00	103,700		103,700	2.00	103,700		103,700		
161 Collaborative - Document Delivery Systems		40,000		40,000		40,000		40,000		
162 Total Enhancements	3.00	269,700	0	269,700	3.00	269,700	0	269,700	0	0
163										
164 State Historical Society										
165 Salary Competitiveness		74,500		74,500		74,500		35,800		38,700
166 Infrastr - Facilities Maintenance	1.00	47,400		47,400	1.00	47,400		47,400		
167 Infrastr - Historic Sites Manager	1.00	46,200		46,200	1.00	46,200				46,200
168 Infrastr - Archivist	1.00	86,000		86,000	1.00	86,000		43,000		43,000
169 Infrastr - Graphics/Computer Technician	1.00	46,400		46,400	1.00	46,400		46,400		
170 Infrastr - Financial Cleck	1.00	27,400		27,400	1.00	27,400		27,400		
171 Spec Req-Millennium Project (one-time funds)	3.00	134,300		134,300	3.00	134,300		134,300		
172 Spec Req-Lewis Clark Commemoration Project		110,000		110,000		110,000		110,000		
173 Spec Req-Cemetery Preservation Project	3.00	89,500		89,500	3.00	89,500		89,500		
174 Total Enhancements	11.00	661,700	0	661,700	11.00	661,700	0	533,800	0	127,900
175										
176 Vocational Rehabilitation										
177 R&M - Case Services Catch-up Funding		233,200		233,200		233,200		233,200		
178 R&M - Twin Falls/Jerome Sch Dist Sch to Work Pr	2.00	177,000		177,000	2.00	177,000		177,000		
179 R&M - Adult Correction Project - Pocatello/Id Falls	2.00	178,200		178,200	2.00	178,200		178,200		
180 R&M - Adult Correction Project - Pocatello/Id Falls	2.00	177,000		177,000	2.00	177,000		177,000		
181 R&M - Workforce Development One Stop		25,000		25,000		25,000		25,000		
182 R&M - State Independent Living Council		14,500		14,500		14,500		14,500		
183 Total Enhancements	6.00	804,900	0	804,900	6.00	804,900	0	804,900	0	0
184										
185 Total Enhancement Request	133.00	37,864,900	0	37,864,900	132.00	25,596,900	0	25,469,000	11,148,800	1,395,900

University of Idaho
WWAMI Medical Education Program

Required Funding Changes for Additional Seat:

	<u>Local</u> <u>Receipts</u>	<u>General</u> <u>Account</u>	<u>Total</u>
1st Year	\$8,500		\$8,500
2nd Year		45,134	45,134
3rd Year		44,511	44,511
4th Year		28,166	28,166
	<u>\$8,500</u>	<u>\$117,811</u>	<u>\$126,311</u>

Assumptions:

Since 1st year students are on the UI campus, additional student fee revenues are available for the UI WWAMI budget.

No inflationary increases on contract components which include UW faculty support, WWAMI Program Administration, and Community Clinical Units.

No increases in student fees.

Second through fourth year costs are reduced by student fees paid to UW, as provided in the contract.

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Finance Agenda
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Item 3.b

Idaho Medical Association House of Delegates Resolution

Please contact the Office of the State Board of Education for a hard copy of this document. 334-2270. Please request pages 19 and 20 of the August 2000 Finance Agenda.

Fiscal Impact of Increasing Number of UUSM Medical Seats

Item 3.b

Cost to Support 6 students per year
--

FY 02		
# of Students	\$ per Student	Annual Cost
6 4th year	24,088	144,528
6 3rd year	24,088	144,528
6 2nd year	24,088	144,528
6 4th year	24,088	144,528
24 Students		\$578,112

FY03		
# of Students	\$ per Student	Annual Cost
6 4th year	26,300	157,800
6 3rd year	26,300	157,800
6 2nd year	26,300	157,800
6 4th year	26,300	157,800
24 Students		\$631,200

FY04		
# of Students	\$ per Student*	Annual Cost
6 4th year	27,089	162,534
6 3rd year	27,089	162,534
6 2nd year	27,089	162,534
6 4th year	27,089	162,534
24 Students		\$650,136

FY05		
# of Students	\$ per Student*	Annual Cost
6 4th year	27,902	167,412
6 3rd year	27,902	167,412
6 2nd year	27,902	167,412
6 4th year	27,902	167,412
24 Students		\$669,648

* Estimated 3% increase from previous year

* Estimated 3% increase from previous year

Cost to Support 10 students per year

FY 02		
# of Students	\$ per Student	Annual Cost
6 4th year	24,088	144,528
6 3rd year	24,088	144,528
6 2nd year	24,088	144,528
10 1st year	24,088	240,880
28 Students		\$674,464

FY03		
# of Students	\$ per Student	Annual Cost
6 4th year	26,300	157,800
6 3rd year	26,300	157,800
10 2nd year	26,300	263,000
10 1st year	26,300	263,000
32 Students		\$841,600

FY04		
# of Students	\$ per Student*	Annual Cost
6 4th year	27,089	162,534
10 3rd year	27,089	270,890
10 2nd year	27,089	270,890
10 1st year	27,089	270,890
36 Students		\$975,204

FY05		
# of Students	\$ per Student*	Annual Cost
10 4th year	27,902	279,020
10 3rd year	27,902	279,020
10 2nd year	27,902	279,020
10 1st year	27,902	279,020
40 Students		\$1,116,080

* Estimated 3% increase from previous year

* Estimated 3% increase from previous year

Idaho Dental Education Program

TABLE I

Fiscal year	FY 01-02 Current Contract	FY 01-02 Current Contract	FY 01-02 24% Contract	FY 01-02 24% Contract	FY 01-02 50% Contract	FY 01-02 50% Contract
	7 Students	10 Students	7 Students	10 Students	7 Students	10 Students
Creighton Tuition	26,009	26,009	26,009	26,009	26,009	26,009
Tuition & Administration	27,569	27,569	6,242	6,242	13,004	13,004
Years 2-4 Addition	9,190	9,190	8,670	8,670	8,670	8,670
Cost/Year 2 seat	34,518	34,518	34,036	34,036	34,036	34,036
Cost/Year 3 seat	34,074	34,074	33,617	33,617	33,617	33,617
Cost/Year 4 seat	33,581	33,581	33,153	33,153	33,153	33,153
Year 1 Students	7	10	7	10	7	10
Year 2 Students	7	10	7	10	7	10
Year 3 Students	7	10	7	10	7	10
Year 4 Students	7	10	7	10	7	10
Total Contract Cost	715,207	1,021,725	749,334	1,070,477	796,670	1,138,100
Student Costs (Total)	250,323	357,604	262,267	374,667	278,834	398,335
Student Costs (Individual)	11,920	11,920	12,489	12,489	13,278	13,278
State Costs (T/B)	464,885	664,121	487,067	695,810	517,835	739,765
Year 2 Support Fee	22,597	22,597	21,547	21,547	20,758	20,758
Year 3 Support Fee	22,154	22,154	21,128	21,128	20,339	20,339
Year 4 Support Fee	21,661	21,661	20,664	20,664	19,875	19,875
T/B Proof Total	464,885	664,121	487,067	695,810	517,835	739,765

Action Item

Item #4

SUBJECT:

Approval and Prioritization of FY2002 Major Capital Request

BACKGROUND:

During the June 2000 Board meeting, the institutions presented their major capital requests for FY2002. The Finance Committee selectively approved projects and assigned a priority order to the approved projects. During committee reports, the Board deferred action until August on the requests seeking additional feedback from the presidents.

DISCUSSION:

Item 4.a identifies the capital requests presented to the Board. Only the projects approved by the Finance Committee have been prioritized. Boise State University confirmed the Academic Building on the West Campus as its top priority. Only the projects approved by the Board will be forwarded to the Permanent Building Fund Advisory Council, the Governor, and the legislature for their consideration.

FISCAL IMPACT:

Seeks funding from the Permanent Building Fund for FY2002.

STAFF COMMENTS:

Review the requests submitted by the institutions, approve a realistic number of projects in light of funding available, and prioritize the approved projects.

BOARD ACTION:

A motion to approve the prioritized major capital projects for FY2002 as identified on Item 4.a.

Moved by _____ Seconded by _____ Carried Yes _____ No _____

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**State Board of Education
FY02 Major Capital Request Summary
Agency/Institution Priority
(\$ in 000s)**

Board Priority	Inst/Agency/Project	Total Project Cost		Prior Year Funding		FY02 Request	
		G.A./PBF	Total	G.A./PBF	Total	G.A./PBF	Total
Idaho State Historical Society							
1	Historical Library/Archives/Administration - Phase II	8,515.0	8,515.0	4,015.0	4,015.0	4,500.0	4,500.0
6	Historical Museum Addition - Phase II	4,500.0	4,500.0			4,500.0	4,500.0
	New Cellhouse Stabilization and Renovation	350.0	350.0			350.0	350.0
	Prison Chapel Stabilization	15.0	15.0			15.0	15.0
	Subtotal	13,380.0	13,380.0	4,015.0	4,015.0	9,365.0	9,365.0
Lewis Clark State College							
2	Campus Activity Center - Phase III	12,610.0	16,150.0	5,209.0	8,749.0	7,401.0	7,401.0
	Old Science Building Remodel	2,240.0	2,240.0			2,240.0	2,240.0
	Parking Expansion - Planning	100.0	100.0			100.0	100.0
	Renovation and Purchase of New Music Building	700.0	700.0			700.0	700.0
	Subtotal	15,650.0	19,190.0	5,209.0	8,749.0	10,441.0	10,441.0
College of Southern Idaho							
3	Fine Arts Addition	6,291.0	6,291.0	1,950.0	1,950.0	4,341.0	4,341.0
University of Idaho							
4	Teaching and Learning Center Renovation	12,647.0	13,197.0	1,900.0	2,450.0	10,747.0	10,747.0
	Central Campus Chiller Plant Construction/Installation	3,920.0	3,920.0			3,920.0	3,920.0
	Statewide Outreach Centers (Planning/Pre-Design)	10,600.0	10,600.0			530.0	10,600.0
	Admin Bldg/Classroom Renovation (Planning/Pre-Design)	12,190.0	12,190.0			610.0	12,190.0
	Performing Arts Center (Planning/Pre-Design)	3,500.0	35,000.0		300.0	1,750.0	34,700.0
	Science & Technology Lab (Planning/Pre-Design)	31,800.0	31,800.0			1,590.0	31,800.0
	A & A Design Technical Center (Planning/Design)	900.0	9,000.0		200.0	250.0	8,800.0
	Education Bldg/Classroom Renovation (Planning/Design)	12,190.0	12,190.0			610.0	12,190.0
	ARC/CEB Renovation (Planning/Design)	12,190.0	12,190.0			610.0	12,190.0
	Subtotal	99,937.0	140,087.0	1,900.0	2,950.0	20,617.0	137,137.0
Boise State University							
5	First Academic Building for West Campus	9,800.0	9,800.0	500.0	500.0	9,300.0	9,300.0
	Multi-Purpose Classroom Building, Phase 2	8,700.0	8,700.0			500.0	500.0
	Information Technology Infrastructure, Phase 2	9,835.0	9,835.0	500.0	500.0	9,335.0	9,335.0
	Subtotal	28,335.0	28,335.0	1,000.0	1,000.0	19,135.0	19,135.0
Idaho State University							
7	Classroom Building	15,564.0	15,564.0	1,500.0	1,500.0	14,064.0	14,064.0
	Addition to Family Medicine Clinic	3,564.0	3,564.0			3,564.0	3,564.0
	New Mechanical Trades Building	6,695.0	6,695.0			6,695.0	6,695.0
	Addition to College of Engineering	5,500.0	5,500.0			5,500.0	5,500.0
	Renovation of the Trade & Technology Building	5,768.0	5,768.0			5,768.0	5,768.0
	Renovation of Reed Gynasium	6,238.0	6,238.0			6,238.0	6,238.0
	Renovation of Life Science Buildings	7,017.0	7,017.0			7,017.0	7,017.0
	New Physical Plant Shops Buildings	4,300.0	4,300.0			4,300.0	4,300.0
	Renovation of the College of Business Building	4,870.0	4,870.0			4,870.0	4,870.0
	Subtotal	59,516.0	59,516.0	1,500.0	2,950.0	58,016.0	58,016.0
North Idaho College							
8	Allied Health/Nursing/Life Sciences Building - Planning	11,904.0	11,904.0	100.0	100.0	11,804.0	11,804.0
	Seiter Hall Remodel	1,279.2	1,279.2			1,279.2	1,279.2
	General Classroom Building	3,727.4	3,727.4			3,727.4	3,727.4
	Parking Lot Construction	390.0	390.0			390.0	390.0
	Subtotal	17,300.6	17,300.6	100.0	100.0	17,200.6	17,200.6
Eastern Idaho Technical College							
9	Campus Maintenance Building Addition/Remodel	252.0	252.0			252.0	252.0
10	Health Education/Administrative Building Planning	63.0	63.0			63.0	63.0
	Renovation of Technology Building Classroom & Lab	450.0	450.0			450.0	450.0
	Subtotal	765.0	765.0	0.0	0.0	765.0	765.0
GRAND TOTAL		241,174.6	284,864.6	15,674.0	21,714.0	139,880.6	256,400.6
TOTAL OF PRIORITY ITEMS #1-10		82,181.0	86,271.0	15,174.0	19,264.0	67,007.0	67,007.0

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Action Item

Item #5

SUBJECT:

Higher Education Financial Analysis and Outlook – Concept Approval

BACKGROUND:

As we consider moving the finance rules into the policy manual (separate agenda item), it has been suggested that a comprehensive analysis of the current rules, policies, and procedures be conducted to determine if they meet current and future Board governing needs.

DISCUSSION:

Mr. Eaton will present the concept of the analysis and outlook to the Board and if approved will develop the details, which will be presented at the September meeting. Revenue will be reviewed by the major source categories (i.e., appropriated funds, student fees, auxiliary enterprises, grants and contract, etc.) and expenditures by function. The analysis would include both the operating budget and capital budget (permanent building fund projects and projects funded by debt).

FISCAL IMPACT:

The assessment would be conducted by staff, institutional representatives, and Deloitte & Touche (D & T) so the fiscal impact will be commitment of time and the use of D & T. The proposal in September would identify D & T hours and method of funding.

STAFF COMMENTS:

Review the concept and provide direction to Mr. Eaton on concerns.

BOARD ACTION:

A motion to approve the concept of conducting a higher education financial analysis and outlook with the details presented at the September meeting.

Moved by _____ Seconded by _____ Carried Yes _____ No _____