

University of Idaho



FINANCIAL STATEMENTS FOR THE YEARS
ENDED JUNE 30, 2015 AND 2014 AND
REPORT OF INDEPENDENT AUDITORS

INCLUDING SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS AND SINGLE AUDIT
DOCUMENTS

FOR THE YEAR ENDED JUNE 30, 2015

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REPORT OF INDEPENDENT AUDITORS

Idaho State Board of Education
University of Idaho
Moscow, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the University of Idaho (the University) and the discretely presented component unit, as of and for the years ended June 30, 2015 and 2014, and the aggregate remaining fund information of the University, as of and for the years ended December 31, 2014 and 2013, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the University of Idaho Foundation (the Foundation), which represent 100 percent of the assets, net position, and revenues of the discretely presented component unit, or the University of Idaho Health Benefits Trust, which represent 13 percent, 4 percent, and 92 percent, respectively, of the assets, net position and revenues of the aggregate remaining fund information. Those statements were audited by other auditors whose reports has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Foundation and the University of Idaho Health Benefits Trust, are based solely on the reports of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit 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.

MOSS ADAMS_{LLP}

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 reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the University, and its discretely presented component unit, as of June 30, 2015 and 2014, and the aggregate remaining fund information of the University, as of December 31, 2014 and 2013, and the respective changes in financial position, and, where applicable, cash flows thereof 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 on pages 4 through 16 and the schedules of University's proportionate share of net pension liability – PERSI base plan, University contributions – PERSI base plan, and funding progress – Retiree Benefits Trust on page 67 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.

Supplementary Information

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

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

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Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2015 on our consideration of 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

For Moss Adams LLP
Eugene, Oregon
September 28, 2015

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

The University of Idaho (“University”) is a doctoral-research intensive land-grant institution, with the principal responsibility for research and granting Ph.D. degrees in Idaho. The University serves state, national and international communities by providing academic instruction and conducting research that advances fundamental knowledge. In addition to its main campus in Moscow, the University has instructional centers in Coeur d’Alene, Boise, Twin Falls and Idaho Falls as well as research and extension centers located across the state.

Overview

The Management’s Discussion and Analysis is designed to provide an easy to read analysis of the University’s financial condition, results of operations and cash flows based on facts, decisions and conditions known at the date of the auditor’s reports. The emphasis of this discussion of the financial performance of the University is for the current year, June 30, 2015.

The discussion and analysis that follows provides an overview of the University’s financial activities for the fiscal year ended June 30, 2015 in comparison to 2014 and 2013. There are three financial statements presented: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows. They are prepared using the accrual basis of accounting, whereby revenues are recognized when services are provided and expenses are recognized when goods or services are received, regardless of when cash is exchanged.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 39, Determining Whether Certain Organizations are Component Units, an Amendment of GASB Statement 14, these statements also present information for the University of Idaho Foundation, Inc. (“Foundation”) which qualifies as a component unit of the University.

In accordance with GASB Statement No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, the University has included financial statements for the Health Benefits (HBT) Trust and Retirement Benefits (RBT) Trust. The HBT was established to meet the requirements of the State of Idaho Department of Insurance in order to manage the University’s self-insurance program. Separate audited financial statements are prepared for the HBT and may be obtained by contacting University of Idaho, Attn. General Accounting, 875 Perimeter Drive MS3166, Moscow, ID 83844-3166. These statements and related supplementary information are presented after the University’s financial statements and preceding the notes to the financial statements.

Statement of Net Position

The statement of net position outlines the University’s financial condition at fiscal yearend. This is a point-in-time financial statement and presents end-of-year data concerning assets, liabilities and net position. From the data presented, readers are able to determine the assets available to continue the operations of the University. They are also able to determine how much the University owes vendors, investors and lending institutions. Finally, it provides a picture of the net position (assets minus liabilities) and their availability for expenditure by the University.

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

The statement of net position is presented in a classified format, which differentiates between current and noncurrent assets and liabilities, and also groups net position into four categories which are:

1. Net Investment in Capital Assets - the University's investment in property, plant, and equipment - net of depreciation and outstanding debt obligations related to those capital assets.
2. Restricted Nonexpendable - the corpus of nonexpendable restricted resources is available only for investment purposes. These assets are held in perpetuity.
3. Restricted Expendable - subject to external donor or grantor stipulations regarding their use. The University may expend these assets for purposes as determined by donors and/or external entities.
4. Unrestricted - may be expended for any lawful purpose of the University.

Condensed Statement of Net Position			
Fiscal Years Ended June 30			
(Dollars in Thousands)			
	2015	2014	2013
ASSETS			
Current assets	\$ 63,438	\$ 48,765	\$ 54,886
Capital assets - net	400,400	402,222	400,527
Other noncurrent assets	141,828	94,209	87,157
Total assets	<u>\$ 605,666</u>	<u>\$ 545,196</u>	<u>\$ 542,570</u>
Deferred Outflows of Resources	\$ 8,803	\$ 4,400	\$ -
Total assets and Deferred Outflows	<u>\$ 614,469</u>	<u>\$ 549,596</u>	<u>\$ 542,570</u>
LIABILITIES			
Current liabilities	\$ 46,180	\$ 52,952	\$ 55,772
Noncurrent liabilities	209,098	151,064	159,202
Total Liabilities	<u>\$ 255,278</u>	<u>\$ 204,016</u>	<u>\$ 214,974</u>
Deferred Inflows of Resources	\$ 18,542	\$ -	\$ -
Total Liabilities and Deferred Inflows	<u>\$ 273,820</u>	<u>\$ 204,016</u>	<u>\$ 214,974</u>
NET POSITION			
Net investment in capital assets	\$ 248,985	\$ 248,652	\$ 243,071
Restricted nonexpendable	-	-	-
Restricted expendable	23,498	31,913	28,852
Unrestricted	68,166	65,015	55,673
Total net position	<u>\$ 340,649</u>	<u>\$ 345,580</u>	<u>\$ 327,596</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 614,469</u>	<u>\$ 549,596</u>	<u>\$ 542,570</u>

Total assets for the University ended fiscal year 2015 at \$605.7M, an increase of \$60.5M, an 11.1% change, when compared to prior year.

Current assets increased \$14.7M (+30.1%) to \$63.4M due to increases in cash/cash equivalents and accounts

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

receivable. Unrestricted cash increased by \$12M due to the University building cash reserves of approximately \$7M in anticipation of funding construction costs prior to reimbursement from bond proceeds. In addition, the University had shifted \$5M in FY14 from cash to long-term investments, and no such similar move was made in FY15. Accounts receivable increased by \$3.3M (+10.8%) in FY15 due primarily to an outstanding account of \$2.6M with the Brazilian government for their students attending the University, payment for which was received in August 2015. Inventory levels increased over the past year from \$1.6M to \$1.8M (+11.9%) primarily due to \$241,000 more textbook inventory compared to the prior year. This \$241,000 increase in textbook inventories are partially offset by the closing of the on-campus health clinic reducing inventories by \$61,000 of pharmacy inventories no longer carried. Restricted investments of \$601,000 reported at June 30, 2014 related to the University's Series 2005A bonds debt service reserve were released with the refinancing of that series by the University's issuance of its Series 2015A bonds. The Series 2005A debt service reserve balance was eliminated with the issuance of the Series 2015A bonds transaction.

Noncurrent assets increased from \$496.4M to \$542.2 during FY15, an increase of \$45.8M. The primary cause of this large increase was due to a 2014 Series Bond release of \$48.7M in July 2014 resulting in a \$46.2M increase in restricted cash. This increase is slightly offset by a \$1.8M decrease in capital assets resulting from depreciation and asset disposals, the total of which exceeded capital asset additions acquired during the fiscal year. Unrestricted investments increased \$1.4M (+1.9%) due to favorable market conditions and increased focus on a higher yield portfolio.

Total assets of the University increased by \$60.5M (+11.1%) to \$606M as of year-end June 30, 2015.

Deferred outflows of resources increased from \$4.4M to \$8.8M in FY15. With the implementation by the University in FY15 of GASB Statement 68 related to defined benefit pension plans, the University recognized deferred outflows of \$6.9M for its FY15 contributions to the Public Employee Retirement System of Idaho (PERSI) program. Since the measurement date for the University's required recognition of its portion of the net PERSI liability is and will continue to be as of the preceding year at June 30th, the University has begun recognizing its current year PERSI contributions as deferred outflows of resources rather than expensing them upon incurrence as in prior years. This increase was partially offset by a decrease in deferred amounts on refunding due to the expensing of \$2.5M of such amounts in FY15.

Current liabilities decreased \$6.8M (-12.8%) to \$46.2M in fiscal year 2015. Accrued salaries and benefits decreased by \$6.5M from \$21.5M to \$15.0M in FY15 due to the elimination of a recorded liability for an anticipated change in the reserve requirement for the University's Health Benefits Trust (HBT), part of the University's self-insured health insurance program. A statutory revision effected during the spring 2015 Idaho legislative session eliminated this planned July 1, 2015 change which would have required the University to fund an additional \$6M+ to the reserve balance of the HBT. Compensated absence liabilities increased \$673,000 (+9.5%) due to a reinstatement of compensatory time accruals for overtime worked which increased the liability from \$7M to \$7.8M. Accrued interest payable increased from \$1.9M to \$2.4M with the addition of the Series 2014 bonds issued in July 2014. The current portion of notes and bonds payable decreased \$2.1M (-28.8%) from FY14 due to the issuance of both the Series 2014

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

and Series 2015A bonds which had the effect of extending the average life of the aggregate University bonds outstanding.

Other liabilities increased \$100,400 during FY15 from \$137,400 to \$237,800. The primary cause of this increase is a higher number of grants during the fiscal year providing funding at the time of award. Funds not yet expended are carried as liabilities until used in the research effort.

Noncurrent liabilities increased \$58M (+38.4%) to \$209.1M over the prior year total of \$151M. Notes and bonds payable increased by \$44.6M due to the issuance of the University's Series 2014 bonds issued in July 2014 to finance the construction and equipment for the new Integrated Research and Innovation Center (IRIC) on the University's main campus in Moscow, Idaho, as well as finance the complete renovation of the existing College of Education building, also on the Moscow campus. In addition, the University was required to record a net pension liability related to its participation in the Idaho PERSI retirement program of \$13.5M in accordance with the University's adoption of the GASB Statement 68 accounting requirements.

Total liabilities of the University increased by \$51.3M (+25.1%) to \$255M as of year-end June 30, 2015.

Deferred inflows of resources of \$18.5M related to changes in actuarial/investment experience and changes in assumptions related to the Idaho PERSI program were recorded in FY15, again due to the University's adoption of GASB Statement 68 accounting standards.

The University's net position decreased by \$4.9M to \$341M for the year ended June 30, 2015. While unrestricted net position was up slightly by \$3.2M to \$68M as of year-end 2015, restricted expendable net position was down \$8.4M by the year-end total of \$23M.

Statement of Revenues, Expenses and Changes in Net Position

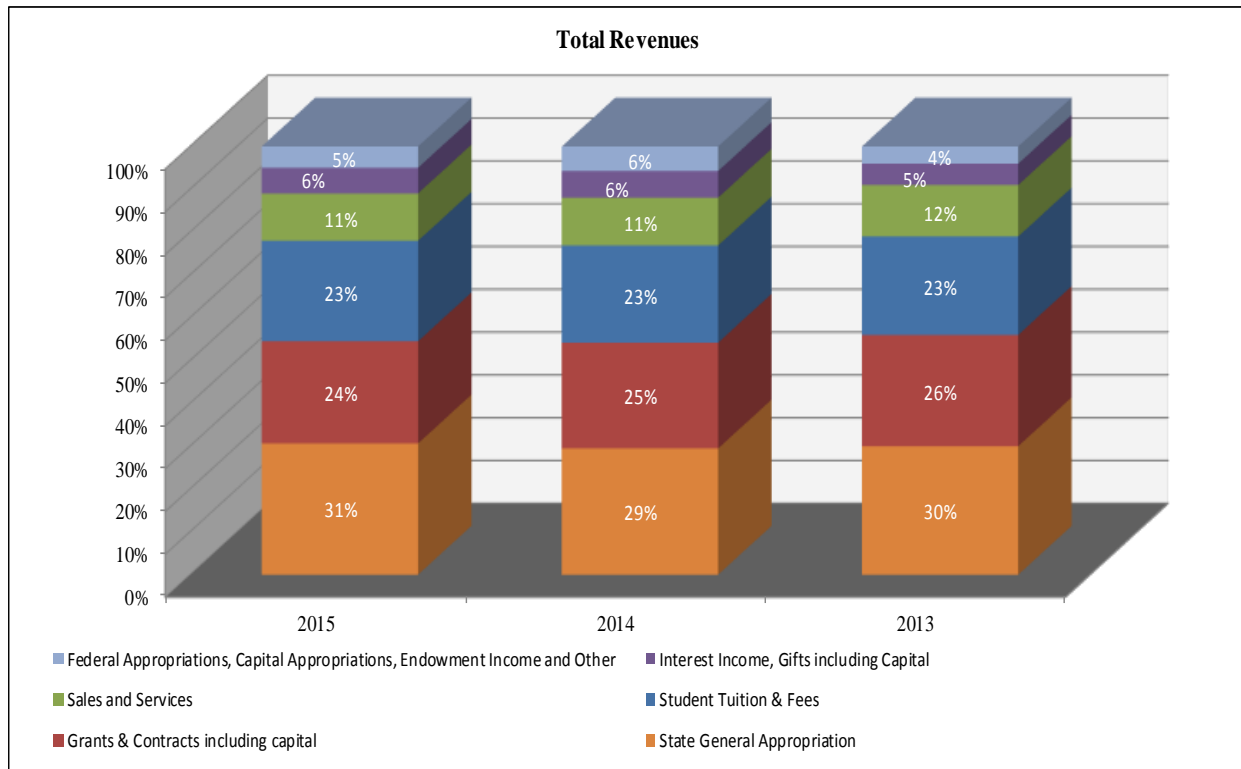
The statement of revenues, expenses and changes in net position presents the revenues earned and expenses incurred during the year, classifying activities as either operating or non-operating. The GASB 34 reporting model classifies state appropriations, gifts, federal appropriations, and investment income as non-operating revenue which results in a net operating loss.

Operating revenues are derived from exchange transaction activities associated with providing goods and services for instruction, research, public service or related support to entities separate from the university. Examples include student tuition and fees, sales and services, grants and contracts. Operating expenses are those expenses paid to acquire or produce the goods and services provided to carry out the functions of the University. Examples include salaries, benefits, scholarships, and purchases of supplies. Non-operating revenues are primarily derived from activities that are non-exchange transactions, e.g., gifts and contributions; and from sources defined as such by GASB Statement No. 9, e.g., investment income; and from sources defined as such by GASB Statement Nos. 33 and 34, e.g., state and federal appropriations.

When comparing all of the University's sources of revenue in 2015, as shown in the chart below, state appropriations

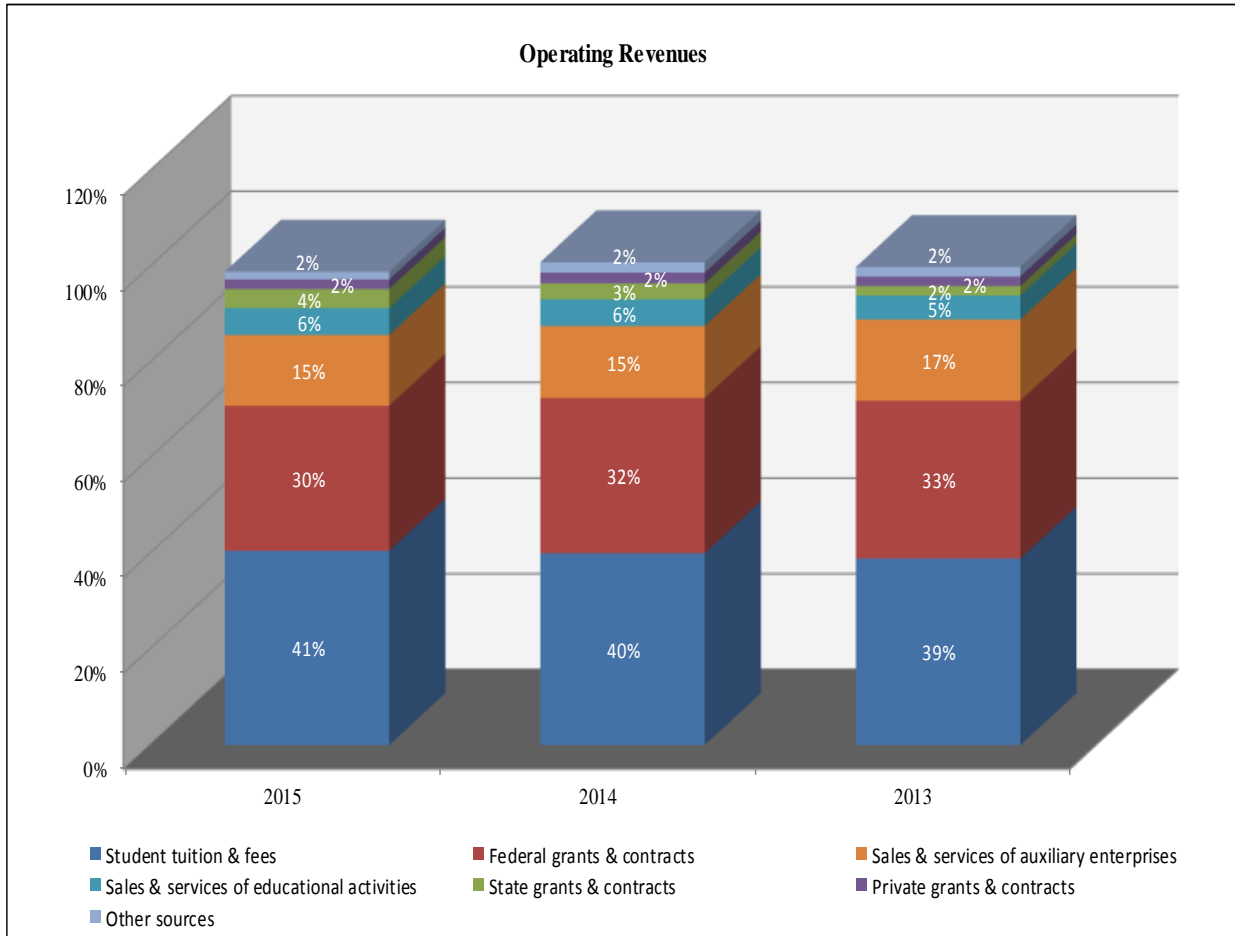
MANAGEMENT'S DISCUSSION AND ANALYSIS AS OF AND FOR THE YEAR ENDED JUNE 30, 2015

account for 31% of the total revenue received while grants and contracts accounted for 24%, and student tuition and fees were 23% of the total.



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

When isolating the review to only operating revenues, as shown in the graph below, approximately 86% of total operating revenues in fiscal year 2015 were generated from three key revenue sources. Student tuition and fees accounted for 41% of total operating revenues while federal grants and contracts accounted for 30%, and sales and services of auxiliary enterprises covers 15%. All other categories account for 10% or less.



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

Condensed Statement of Revenues, Expenses and Changes in Net Position			
Fiscal Years Ended June 30			
(Dollars in Thousands)			
	2015	2014	2013
Operating revenues	\$ 214,751	\$ 207,782	\$ 209,555
Operating expenses	<u>364,536</u>	<u>360,879</u>	<u>361,480</u>
Operating loss	(149,786)	(153,098)	(151,925)
Net nonoperating revenues	<u>170,280</u>	<u>163,479</u>	<u>151,052</u>
Loss before other revenues	20,495	10,382	(873)
Other revenues	<u>3,966</u>	<u>7,603</u>	<u>7,305</u>
Increase In Net Position Before Special Item	24,460	17,985	6,432
Special Item	<u>-</u>	<u>-</u>	<u>(80,990)</u>
Increase In Net Position	24,460	17,985	(74,558)
Net Position - Beginning of year (Previously reported)	345,580	327,595	402,153
Cumulative effect implementing GASBS 68 (Note 19)	<u>(29,392)</u>	<u>-</u>	<u>-</u>
Net Position - Beginning of year (Restated)	<u>316,188</u>	<u>327,595</u>	<u>402,153</u>
Net Position - End of year	<u>\$ 340,648</u>	<u>\$ 345,580</u>	<u>\$ 327,595</u>

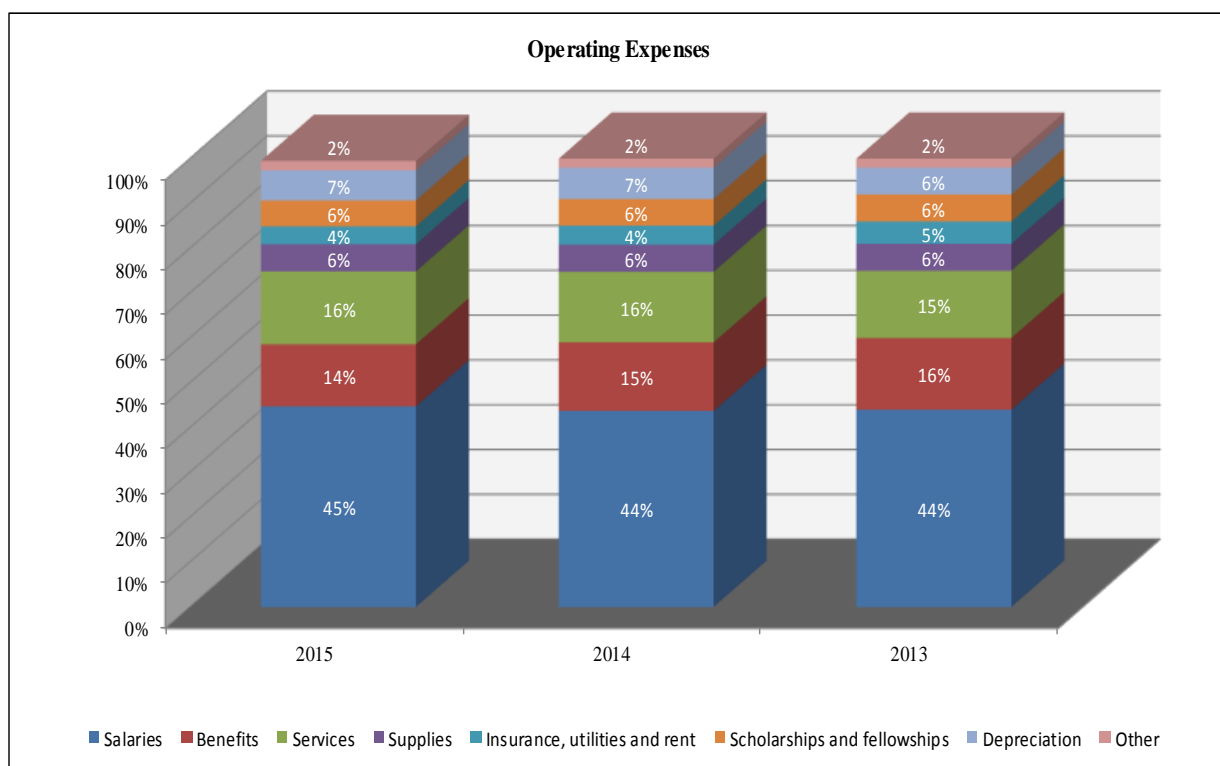
The statement of revenues, expenses and changes in net position details the \$24.5M increase in net position for fiscal year 2015. This compares favorably to the prior year's increase of \$18.0M.

Operating revenues increased 3.4% from \$207.8M in FY14 to \$214.8M in FY15. Student tuition and fees, net of scholarship allowance, increased \$6.0M to \$89.4M. (+7.3%) This increase is a result of a 4% increase in student fees approved by the Idaho State Board of Education, an increase in foreign non-resident students paying full tuition, and a 14% increase in law school enrollments. Total student headcount enrollments in both undergraduate and graduate levels experienced a 2.9% decrease in the fall of 2014 to approximately 11,500 students. This translated to a full-time student equivalent of approximately 9,600 students, down 4.1% from fall term 2014. University of Idaho leadership is committed to increasing enrollment, with an intensified focus on increasing the number of Idaho high-school students transitioning on to college. One strategy being implemented is to make the process simpler for students to apply both for admission to the University and for scholarships. The University expects this decrease in overall student full-time equivalent enrollments to be temporary and not adversely impact future student recruitment efforts and enrollments.

State grants and contracts increased \$1.6M over FY14. The change from \$6.9M to \$8.5M is primarily due to combining several State of Idaho funded scholarship programs, such as Idaho Promise scholarships, into the new Idaho Opportunity Scholarship. Due to the timing of the start of this new scholarship program, the University received a larger portion of these new scholarships in FY15 than it expects to receive in future years as this program matures. Private grants and contracts decreased \$417K to \$4.3M during FY15. These grants are generally smaller grants than Federal and State awards, and their revenues tend to fluctuate more from year-to-year. Other sources of operating revenue decreased \$1M (-24.3%) to \$3.2M primarily due to a decrease of \$904K in royalty and patent revenues.

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

In fiscal year 2015, as shown in the graph below, 75% of operating expenses were generated from three key expenditure sources. Total personnel costs (salaries and benefits) accounted for 59% of total operating expenses while services expenditures accounted for 16%. All other categories account for 7% or less.



Operating expenses increased 1% in total over FY14 in fiscal year 2015. Total personnel costs of \$213.6M in FY15 were \$572K higher than the 2014 level of \$213M. Salaries expense increased 3.3% due primarily to the 2% wage and salary increase authorized for FY15. Benefits expense decreased \$4.7M in FY15 due to pension plan adjustments necessitated by the University's implementation of GASB Statement 68. The University also implemented a self-insured worker compensation insurance plan at the beginning of FY15 which resulted in annual savings of approximately \$400,000. Total services costs increased by \$2.4M (+4.2%) in FY15 to \$59.2M, while supplies costs increased by \$352K (+1.6%) to \$22.2M. These costs are closely tied to grant-related expenditures associated with academic research conducted by the University, as well as other key operational areas such as student services, enrollment management, athletics, auxiliaries, facilities management, academic support services, and institutional administration. Other operating expenses increased to \$9.5M for FY15. This \$2.2M increase was largely composed of \$1.8M of issuance costs for the 2014 Series Bonds issued early in the fiscal year.

Nonoperating revenues, net of interest expense, increased \$6.8M (+4.2%) to \$170.3M in FY15. State appropriation revenues, including land grant endowment income, increased by \$9.6M, or 8%, to \$126.2M, due to several increases. Increases in the State's General Education appropriations included a \$1.1M increase in employee benefits reimbursement, a \$1.2M increase in general salary reimbursement, \$573K in additional salary adjustments, \$400K

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

for the second year law school program in Boise, a \$333K increase in funding for the Center for Advanced Energy Studies and \$2.4M one-time funding for capital expenses. In addition to these increases for General Education, appropriations increased \$2M for Research and Extension activities with other smaller appropriated programs receiving increased funding as well. Land grant endowment income increased \$1.2M to \$8.4M in FY15 based on income generated from endowed lands by the State of Idaho. Federal appropriations increased \$1.1M over FY14 revenues to \$5.5M. This 23.9% increase was driven by an accelerated drawdown of Federal Hatch funds to fund increased operating expenditures and to close a number of capital projects related to improvements of research locations across the state. A net decrease of \$2.5M in the fair market value of investments at fiscal year-end 2015 was due to fixed income markets being lower at the end of the year. Interest expense increased 12.6% from \$7.3M to \$8.2M with the issuance of the \$48.7M 2014 Series bonds in July 2014. This increase was partially offset by a \$300,000 decrease in expense associated with the refinancing of the Series 2005A bonds by the Series 2015A General Revenue Refunding bonds issued in February 2015.

The Idaho Department of Public Works provided \$2.6M of campus improvement and capital project resources while the University's Foundation, along with state and private grants & contracts, contributed and additional \$1.5M in capital funds. Major projects funded by these capital project revenues were the renovation of the College of Business and Economics US Bank Trading Room, the improvement of the Student Health Center heating and ventilation systems, the replacement of the Menard Law Building elevator and several additional capital purchases.

Statement of Cash Flows

The statement of cash flows presents detailed information about the cash activities of the University during the year ended June 30, 2015. The statement is divided into five parts. The first part details operating cash flows and the net cash used by the operating activities of the University. The second section reflects cash flows from noncapital financing activities. This section reflects the cash received and spent for non-operating, non-investing and non-capital financing purposes. The third section, cash flows from capital and related financing activities, shows the cash used for the acquisition and construction of capital and related items. The fourth section reflects the cash flows from investing activities and shows the purchases, proceeds and interest received. The fifth section reflects the net change in cash position.

Condensed Statement of Cash Flows			
Fiscal Years Ended June 30			
(Dollars in Thousands)			
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Cash provided (used) by:			
Operating activities	\$ (137,712)	\$ (128,928)	\$ (123,937)
Noncapital financing activities	176,946	165,329	153,221
Capital and related financing activities	18,550	(33,698)	(25,002)
Investing activities	<u>399</u>	<u>(4,695)</u>	<u>5,405</u>
Net change in cash	58,183	(1,992)	9,687
Cash beginning of the year	<u>23,305</u>	<u>25,297</u>	<u>15,610</u>
Cash end of the year	<u>\$ 81,488</u>	<u>\$ 23,305</u>	<u>\$ 25,297</u>

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

Operating activities used \$130M in cash during fiscal year 2015, resulting in an increase of \$1M (+1%) from fiscal year 2014 levels. Non-capital financing activities provided \$169.3M in cash during fiscal year 2015, resulting in an increase of \$4M (+2.4%) from fiscal year 2014. This increase was due primarily to an \$8.4M increase in state appropriations for general educational initiatives combined with a \$1.2M increase in land grant endowment income, offset by a decrease in other receipts of \$7.9M from FY14. This decrease was the reflection of a more normalized cash flow from other receipts. In FY14, the University had a one-time revenue recognition related to the elimination of excess fringe benefits expense reserves and a recognition for the first time of its net OPEB asset related to its retiree health insurance program. Capital and related financing activities generated \$18.6M of net cash in fiscal year 2015 due to the University's issuance of its Series 2014 bonds to finance construction of its new IRIC building and the complete renovation of its College of Education building. Net investing activities generated \$400K in cash in fiscal year 2015, as compared to using \$4.7M in fiscal year 2014 due to a reinvestment of \$5M of cash into long-term investments.

Capital Assets and Debt Management

The University had \$805.9M and \$788.8M of capital assets at June 30, 2015 and 2014 respectively, with accumulated depreciation of \$405.5M and \$386.6M respectively. The major categories and associated value of capital assets as well as accumulated depreciation at June 30, 2015, 2014 and 2013 are illustrated in the chart on the next page.

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Capital Asset at Cost			
Buildings and improvements	\$ 581,379	\$ 573,539	\$ 562,775
Equipment	97,430	96,272	93,153
Construction in progress	10,639	6,488	2,651
Library materials	86,520	82,713	78,892
Capitalized collections	2,333	2,318	2,307
Land	27,641	27,490	25,624
Total Capital Assets	<u>\$ 805,942</u>	<u>\$ 788,821</u>	<u>\$ 765,402</u>
Accumulated Depreciation			
Building and improvements	\$ 256,433	\$ 241,540	\$ 226,362
Equipment	80,621	80,256	77,031
Library materials	68,489	64,804	61,482
Total Accumulated Depreciation	<u>\$ 405,542</u>	<u>\$ 386,600</u>	<u>\$ 364,875</u>
Total Capital Assets, Net	<u>\$ 400,400</u>	<u>\$ 402,221</u>	<u>\$ 400,527</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Total Notes and Bonds Payable	<u>\$ 200,713</u>	<u>\$ 158,200</u>	<u>\$ 165,643</u>

At June 30, 2015 and 2014, the University had debt (or similar long-term obligations) of \$200.7M and \$158.2M respectively. On July 10, 2014, the University issued \$48.7M Series 2014 general revenue bonds to provide funds to finance two major capital projects. The first is the construction and equipping of a new 71,000 square-foot research center on the main campus in Moscow, Idaho, referred to as the Integrated Research and Innovation Center (IRIC), and the second is the full renovation of the existing College of Education building. Total bond proceeds received from the Series 2014 bond issuance were \$52.0M which provided \$51.6M in project funding.

Economic Outlook

In 2015, Idaho's economy continues to experience growth and the trend is expected to continue for the next few years. As reported by the Idaho Division of Financial Management in their July 2015 Idaho Economic Forecast Report, the state's housing and job markets are holding strong. Single-family housing started for the first half of 2015 grew at 5% annual rate during the first quarter and Idaho's nonfarm employment grew 6.2% during the same period. Growth in these two market are translating to recovery in income categories. Idaho personal income is forecast to grow 3.5% in 2015 and again by 2.65% in 2016.

On the national scene, the economy saw slower growth in the 1st quarter of 2015 due to cold winter weather in the Northeast leading consumers to postpone purchases until warmer spring weather. The second quarter saw signs of growth more in line with economic expansion as spending grew. National labor markets have also grown lending to

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

more consumer confidence by adding an estimated 236,000 jobs per month. The national housing market continues to increase as well adding to the strength of the economy.

The financial position of the University is stable and improving; however, leadership proactively continues to pursue other revenue streams while remaining diligent in monitoring costs. Senior leadership is also cognizant of the fact that the local, national, and international economic recoveries are not fully complete and that there will continue to exist many demands on limited state and federal financial resources. Fiscal efforts at the state and national level to sustain and potentially increase the funding levels for higher education continue to look promising; however, positive improvements in the local and state economy need to solidify further to provide much needed stable and predictable state tax revenues. In response to these continued fiscal challenges, the University's leadership has taken proactive measures over the past few years to mitigate the negative effects as well as reposition much needed fiscal resources to critical academic, student services, and administrative areas. Senior leadership continues to actively plan for future state funding scenarios, both positive and negative, and is well prepared to successfully address them as they materialize.

Increased investment in strategic enrollment efforts and financial aid management over the past three years continue to show meaningful results with fall 2014 student FTE enrollments reflecting a manageable 4% decline to approximately 9,600 students across all 5 statewide campuses. Significant efforts across all areas of the University continue to remain focused on student retention with promising results seen at both the undergraduate and graduate levels.

The University continues to excel as a national leader in high-quality academic research. Recognized by the Carnegie Foundation as a high research activity institution, the University was actively engaged in approximately \$75 million in sponsored program, grant and contract activities in fiscal year 2015. University efforts toward proactively pursuing new federal, state, industry and other grants and contracts show our ongoing commitment to remain a national leader in academic research. In fiscal year 2015, several key awards were granted to UI research faculty. A \$10.6 million, five-year grant from the National Institute of General Medical Sciences of the National Institutes of Health will support the university's new Center for Modeling Complex Interactions that will focus its efforts on using mathematical, statistical and molecular models to address biomedical research questions of urgent relevance in the world today. The Howard Hughes Medical Institute (HHMI) has awarded a \$1.2 million, five-year grant to UI's Biosciences Retention and Academic Innovation Network for Students (BRAINS) program with the goal of attracting and retaining more students to science, technology, engineering and mathematics (STEM) fields. Beginning this year, the BRAINS program will introduce a new curriculum to a select number of first-year and sophomore-level laboratory classes, with an initial focus on water-quality issues in the state of Idaho. UI is one of 37 universities – out of 170 total applicants nationwide – to be awarded an HHMI grant.

In spite of the economic challenges facing the State of Idaho and the nation, the University of Idaho continues to move forward with strategic academic, student services and fiscal initiatives that will advance the mission and long-term goals of the University. We will continue to seek efforts to grow and enhance existing revenue sources, while also seeking out new opportunities. Efforts continue to strategically monitor employment staffing levels, scrutinize capital improvement activities, and meticulously contain costs where possible. The leadership at the University of

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

Idaho will continue to proactively address all challenges, financial and otherwise, by continuing to operate with a strong sense of integrity, accountability and fiscal responsibility. Every member of the University's collective body, comprised of students, faculty and staff, are fully committed to playing an active role in the continued success of the State of Idaho's premier research and land-grant institution.

University of Idaho

STATEMENT OF NET POSITION AS OF JUNE 30, 2015 AND 2014

	University of Idaho 2015	University of Idaho 2014	University of Idaho Foundation (note 17) 2015	University of Idaho Foundation (note 17) 2014
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 24,157,921	\$ 12,226,597	\$ 7,685,628	\$ 14,965,612
Due from state agencies	190,832	192,441	-	-
Prepaid expenses	1,652,898	1,643,651	-	-
Investments - Restricted	-	601,282	13,898,388	12,757,435
Interest receivable	502,243	485,631	488,399	474,714
Student loans receivable	1,465,311	1,588,150	-	-
Accounts receivable & unbilled charges - net	33,319,551	30,060,995	-	-
Inventories	1,844,346	1,648,353	-	-
Promises to give - net	-	-	1,040,592	1,259,225
Notes receivable	304,647	318,022	92,640	59,135
Total Current Assets	<u>63,437,749</u>	<u>48,765,122</u>	<u>23,205,647</u>	<u>29,516,121</u>
NONCURRENT ASSETS				
Restricted cash and cash equivalents	57,330,408	11,078,962	11,987,758	18,376,600
Student loans receivable - net	9,047,068	9,351,105	-	-
Investments - Unrestricted	72,933,482	71,539,013	-	-
Investments - Restricted	-	-	252,140,843	242,452,596
Promises to give - net	-	-	1,977,249	1,976,086
Notes receivable	-	-	340,158	296,894
Capital assets - net	400,400,105	402,221,498	5,300,457	5,545,157
Net OPEB asset	2,517,000	2,240,000	-	-
Other noncurrent assets	-	-	354,614	355,818
Total Noncurrent Assets	<u>542,228,063</u>	<u>496,430,578</u>	<u>272,101,079</u>	<u>269,003,151</u>
TOTAL ASSETS	<u>\$ 605,665,812</u>	<u>\$ 545,195,700</u>	<u>\$ 295,306,726</u>	<u>\$ 298,519,272</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts on refunding	1,941,668	4,400,291	-	-
Deferred contributions and changes of assumptions to net pension plan	6,861,372	-	-	-
Total Deferred Outflows of Resources	<u>8,803,040</u>	<u>4,400,291</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 614,468,852</u>	<u>\$ 549,595,991</u>	<u>\$ 295,306,726</u>	<u>\$ 298,519,272</u>

See notes to financial statements

University of Idaho

STATEMENT OF NET POSITION AS OF JUNE 30, 2015 AND 2014

	University of Idaho 2015	University of Idaho 2014	University of Idaho Foundation (note 17) 2015	University of Idaho Foundation (note 17) 2014
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	\$ 5,122,910	\$ 4,898,768	\$ 77,800	\$ 70,922
Accrued salaries and benefits payable	15,018,423	21,488,099	-	-
Compensated absences payable	7,763,330	7,090,389	-	-
Trust earnings payable to trust beneficiaries	-	-	9,703,998	9,121,826
Accrued interest payable	2,360,786	1,875,807	-	-
State teacher education loan advance	208,708	250,620	-	-
Deposits	850,046	853,184	-	-
Unearned revenue	8,299,452	8,092,050	-	-
Funds held in custody for others	1,234,702	1,129,678	-	-
Current portion long-term liabilities	5,084,258	7,135,884	-	-
Other liabilities	237,760	137,356	-	-
Split interest agreements	-	-	1,024,156	926,831
Total Current Liabilities	<u>46,180,375</u>	<u>52,951,835</u>	<u>10,805,954</u>	<u>10,119,579</u>
NONCURRENT LIABILITIES				
Notes and bonds payable	195,628,387	151,063,948	-	-
Net pension liability	13,469,341	-	-	-
Split interest agreements	-	-	6,605,804	5,477,962
Total Noncurrent Liabilities	<u>209,097,728</u>	<u>151,063,948</u>	<u>6,605,804</u>	<u>5,477,962</u>
TOTAL LIABILITIES	<u>\$ 255,278,103</u>	<u>\$ 204,015,783</u>	<u>\$ 17,411,758</u>	<u>\$ 15,597,541</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred actuarial/investment experience and changes of assumptions to net pension plan	<u>18,542,149</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>18,542,149</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	248,984,259	248,651,560	-	-
Restricted for:				
Nonexpendable	-	-	210,115,506	202,560,453
Expendable	23,498,196	31,913,431	61,817,544	74,414,683
Unrestricted	<u>68,166,145</u>	<u>65,015,217</u>	<u>5,961,918</u>	<u>5,946,595</u>
Total Net Position	<u>340,648,600</u>	<u>345,580,208</u>	<u>277,894,968</u>	<u>282,921,731</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 614,468,852</u>	<u>\$ 549,595,991</u>	<u>\$ 295,306,726</u>	<u>\$ 298,519,272</u>

See notes to financial statements

University of Idaho

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	University of Idaho 2015	University of Idaho 2014	University of Idaho Foundation (note 17) 2015	University of Idaho Foundation (note 17) 2014
OPERATING REVENUES				
Student tuition and fees (net of scholarship allowance of \$ 22,246,858 and \$22,153,189)	\$ 89,409,083	\$ 83,361,394	\$ -	\$ -
Federal grants and contracts	65,140,096	65,427,222	-	-
State and local grants and contracts	8,546,228	6,912,713	-	-
Private grants and contracts	4,280,413	4,696,995	-	-
Sales and services of educational activities	12,142,941	11,642,661	-	-
Sales and services of auxiliary enterprises	31,737,838	31,218,731	-	-
Interest on loans receivable	312,221	321,056	-	-
Other sources	3,181,741	4,200,739	372,472	438,281
Gifts	-	-	19,004,124	27,246,645
	<u>214,750,561</u>	<u>207,781,511</u>	<u>19,376,596</u>	<u>27,684,926</u>
Total operating revenue				
OPERATING EXPENSES				
Salaries	163,072,654	157,799,066	-	-
Benefits	50,494,666	55,196,667	-	-
Services	59,219,821	56,820,725	-	-
Supplies	22,240,679	21,888,166	-	-
Insurance, utilities and rent	14,486,328	15,308,861	-	-
Scholarships and fellowships	21,131,685	21,352,287	-	-
Depreciation	24,391,156	25,223,503	-	-
Other	9,499,267	7,289,834	39,066	71,908
Administrative expense	-	-	2,357,971	2,324,487
	<u>364,536,256</u>	<u>360,879,109</u>	<u>2,397,037</u>	<u>2,396,395</u>
Total operating expenses				
OPERATING (LOSS) INCOME	<u>\$ (149,785,695)</u>	<u>\$ (153,097,598)</u>	<u>\$ 16,979,559</u>	<u>\$ 25,288,531</u>

See notes to financial statements

Continued

University of Idaho

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	University of Idaho 2015	University of Idaho 2014	University of Idaho Foundation (note 17) 2015	University of Idaho Foundation (note 17) 2014
NONOPERATING REVENUES (EXPENSES)				
State appropriations	\$ 117,862,200	\$ 109,403,934	\$ -	\$ -
Land grant endowment income	8,356,800	7,166,400	-	-
Federal appropriations	5,450,647	4,399,634	-	-
Federal grants and contracts	15,864,524	17,848,393	-	-
Gifts (including gifts from Foundation)	20,834,048	19,006,156	-	-
Private grants and contracts	54,439	-	-	-
Net investment income	2,241,950	2,063,988	5,850,790	6,706,439
Net increase (decrease) in fair value of investments	(448,966)	2,019,084	(6,975,167)	28,401,434
Distribution of endowment income to University and trust beneficiaries	-	-	(9,703,998)	(9,158,572)
Distribution to University and affiliates	-	-	(10,789,896)	(11,780,663)
Distribution of trust income to life income beneficiaries	-	-	(769,730)	(708,350)
Lease and rental income	-	-	56,819	64,472
Property management	-	-	(30,947)	(51,101)
Change to split interest trusts	-	-	355,807	742,478
Interest expense (net of capitalized interest of \$289,280 and \$438,974 for FY 2014 and FY 2013 respectively)	(8,202,682)	(7,285,783)	-	-
Other sources	8,267,400	8,857,653	-	-
Net nonoperating revenues	170,280,360	163,479,459	(22,006,322)	14,216,137
GAIN (LOSS) BEFORE OTHER REVENUES	20,494,665	10,381,861	(5,026,763)	39,504,668
OTHER REVENUES				
Capital grants and contracts	997,722	46,586	-	-
Projects with Idaho Department of Public Works	2,471,485	5,023,344	-	-
Capital gifts from Foundation	496,541	2,532,889	-	-
Total other revenues	3,965,748	7,602,819	-	-
INCREASE IN NET POSITION	24,460,413	17,984,680	(5,026,763)	39,504,668
NET POSITION - Beginning of year (Previously reported)	345,580,208	327,595,528	282,921,731	243,417,063
Cumulative effect implementing GASBS 68 (See Note 19)	(29,392,020)	-	-	-
NET POSITION - Beginning of year (Restated)	316,188,188	327,595,528	282,921,731	243,417,063
NET POSITION - End of year	\$ 340,648,600	\$ 345,580,208	\$ 277,894,968	\$ 282,921,731

See notes to financial statements

STATEMENT OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2015 AND 2014

	University of Idaho 2015	University of Idaho 2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Receipts and disbursements		
Tuition and fees	\$ 87,208,029	\$ 83,583,614
Grants and contracts	77,926,535	75,462,060
Sales of services - net	43,735,370	46,389,897
Payments to or for employees	(223,605,959)	(221,611,456)
Payments to suppliers	(104,626,019)	(96,124,038)
Scholarships disbursed	(21,131,685)	(21,352,287)
Funds held for others	105,023	223,290
Student loans collected	2,735,395	2,696,927
Student loans disbursed	(2,012,910)	(1,881,365)
Other receipts	1,954,213	3,684,927
Net cash used by operating activities	<u>(137,712,008)</u>	<u>(128,928,431)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Appropriated general education revenues:		
State general account	117,862,200	109,403,934
Land grant endowment income	8,356,800	7,166,400
Federal Appropriations	5,403,163	4,449,948
Federal Grants and Contracts	15,918,963	16,462,397
Gifts	20,834,048	18,989,071
Other receipts	8,570,848	8,857,653
Net cash provided by noncapital financing activities	<u>176,946,022</u>	<u>165,329,403</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
State appropriations, capital	2,471,485	5,023,343
Capital grants and gifts	1,494,263	2,579,475
Capital asset purchases	(23,270,534)	(26,917,693)
Proceeds from capital debt	70,193,278	-
Principal paid on capital debt	(24,620,560)	(7,106,290)
Interest paid on capital debt	(7,717,703)	(7,277,054)
Net cash used by capital & related financing activities	<u>18,550,229</u>	<u>(33,698,219)</u>

See notes to financial statements.

STATEMENT OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2014 AND 2013

	University of Idaho 2015	University of Idaho 2014
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of investments	12,175,594	2,995,012
Investment income	2,241,962	2,063,988
Purchase of investments	(14,019,029)	(9,753,628)
Net cash provided (used) by investing activities	398,527	(4,694,628)
NET INCREASE IN CASH		
Cash - Beginning of year	23,305,559	25,297,434
Cash - End of year	\$ 81,488,329	\$ 23,305,559
RECONCILIATION OF OPERATING LOSS TO NET CASH (USED) PROVIDED BY OPERATING ACTIVITIES		
Operating loss	\$ (149,785,695)	\$ (151,694,518)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation expense	24,391,156	25,223,503
Decrease (increase) in assets:		
Receivables, net	(2,834,918)	122,697
Inventories and prepaids	(205,240)	3,186,810
Net OPEB assets	(277,000)	(2,240,000)
Increase (decrease) in liabilities:		
Accounts payable	182,230	1,857,010
Accrued payroll, benefits and compensated absences	(9,592,227)	(6,375,724)
Deposits and unearned revenues	204,259	628,771
Change in funds held for others	105,023	223,290
Other liabilities	100,404	139,730
Net cash used by operating activities	\$ (137,712,008)	\$ (128,928,431)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES		
Capital asset write-offs	\$ (259,908)	\$ (126,872)
Amortization of deferred amounts on refunding and bond premium	(3,060,155)	(463,268)
Donated assets	126,818	101,497
Change in fair value of investments	(747,701)	2,141,865

See notes to financial statements

STATEMENTS OF BENEFIT PLAN NET POSITION AS OF DECEMBER 31, 2014 AND 2013

	Retiree Benefits Trust 2014	Retiree Benefits Trust 2013	Health Benefits Trust 2014	Health Benefits Trust 2013
Assets				
Cash and short-term investments	\$ 838,640	\$ 705,491	\$ 1,101,540	\$ 193,438
Accounts receivable	-	-	1,133,450	800,000
Interest receivable	9	6	14,148	17,697
Investments, at fair value				
Fixed income securities	15,228,550	14,795,892	2,156,510	2,728,634
Equity securities	<u>12,612,282</u>	<u>11,171,994</u>	<u>-</u>	<u>-</u>
Total investments	<u>27,840,832</u>	<u>25,967,886</u>	<u>2,156,510</u>	<u>2,728,634</u>
 Total assets	 <u>\$ 28,679,481</u>	 <u>\$ 26,673,383</u>	 <u>\$ 4,405,648</u>	 <u>\$ 3,739,769</u>
Liabilities				
Accounts payable	\$ -	\$ -	\$ 816,162	\$ 733,964
IBNR liability	<u>-</u>	<u>-</u>	<u>2,410,000</u>	<u>2,139,000</u>
 Total liabilities	 <u>-</u>	 <u>-</u>	 <u>3,226,162</u>	 <u>2,872,964</u>
 Net position held in trust for benefits	 <u>\$ 28,679,481</u>	 <u>\$ 26,673,383</u>	 <u>\$ 1,179,486</u>	 <u>\$ 866,805</u>

See notes to financial statements

STATEMENTS OF CHANGES IN BENEFIT PLAN NET POSITION FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	Retiree Benefits Trust 2014	Retiree Benefits Trust 2013	Health Benefits Trust 2014	Health Benefits Trust 2013
Additions				
Contributions				
Employer	\$ -	\$ -	\$ 19,046,498	\$ 16,526,739
Plan members	-	-	5,097,490	5,189,034
Total contributions	-	-	24,143,988	21,715,773
Net investment (loss) income	2,064,707	2,795,289	58,105	(31,215)
Total additions	<u>2,064,707</u>	<u>2,795,289</u>	<u>24,202,093</u>	<u>21,684,558</u>
Deductions				
Insurance claim benefits	-	-	20,436,600	18,447,461
Change in IBNR	-	-	271,000	288,000
Administrative expenses	58,609	52,683	3,181,812	3,022,519
Total deductions	<u>58,609</u>	<u>52,683</u>	<u>23,889,412</u>	<u>21,757,980</u>
Net increase (decrease) in assets held in trust for benefits	2,006,098	2,742,606	312,681	(73,422)
Benefit plan net position, beginning of year	<u>26,673,383</u>	<u>23,930,777</u>	<u>866,805</u>	<u>940,227</u>
Benefit plan net position, end of year	<u>\$ 28,679,481</u>	<u>\$ 26,673,383</u>	<u>\$ 1,179,486</u>	<u>\$ 866,805</u>

See notes to financial statements

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity — The University of Idaho (“University”) is a publicly-supported comprehensive land grant institution created in 1889 by a statute of the 15th territorial legislature and is part of the public system of higher education in the State of Idaho. The system is considered part of the State of Idaho financial reporting entity. The State Board of Education, appointed by the Governor and confirmed by the State Senate, directs the University. The significant accounting policies followed by the University are described below to enhance the usefulness of the financial statements to the reader.

The University of Idaho Foundation, Inc. (“Foundation”) is considered a component unit of the University as determined by GASB 39, *Determining Whether Certain Organizations Are Component Units*, an amendment of GASB Statement No.14, which requires reporting, as a component unit, an organization that raised and holds economic resources for the direct benefit of a governmental unit. The Foundation was established in 1970 to solicit financial support for the University of Idaho and to manage and invest the resulting charitable gifts. The Foundation is a separate 501(c)(3) corporation comprised of 25 members who serve as a self-perpetuating Board of Directors.

The Foundation receives all gifts to the University and transfers gifts to the donor-specified area within the University on a regular schedule. In addition, the Foundation manages the endowment funds in a pooled investment fund, Consolidated Investment Trust (“CIT”), and transfers a Board approved percentage of historical investment earnings to the University on an annual basis.

The Foundation also manages a number of split-interest agreements. These are contributions in the form of irrevocable charitable remainder trusts and charitable gift annuities. These gifts have been received from donors subject to obligations to pay stipulated amounts periodically to the donors or designated beneficiaries during their lifetimes or a period of years. These assets for which the Foundation serves as trustee are included in investments, and the present value of the estimated future payments to be made to the donors or other beneficiaries is included in the liabilities. The liabilities are adjusted during the term of the trusts for changes in the value of the assets, amortization of the discount, or the estimated life of the trust.

The University of Idaho Health Benefits Trust (“HBT”) was established in June 2007 in accordance with the State of Idaho Department of Insurance (“DOI”) requirements. The HBT receives the employer, employee and retiree contributions for the University’s self-insured health plan, and pays the medical, dental, mental health and vision claims, and corresponding administrative processing fees, associated with the health plan. In addition, the HBT maintains a balance sufficient to cover the actuarially-determined incurred-but-not-paid (“IBNP”) claims of the health plan, as well as DOI-required supplemental funding of 30% of the actuarially determined IBNP claims. The HBT is overseen by a group of four independent Trustees who are employed by the University. The Trustees are responsible for overseeing the investment of the Trust monies, and ensuring that the University adequately funds the HBT on an ongoing basis through the aforementioned contributions to allow payment of the ongoing claims. The HBT proceeds are managed on behalf of the Trustees by U.S. Bank.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

The University of Idaho Retiree Benefits Trust (“RBT”) was established in April 2008 to fund the University’s actuarially-determined projected liability for its self-insured retiree health plan. The RBT is overseen by University of Idaho Administration and the Trust proceeds are managed on behalf of the University by Wells Fargo Bank.

The HBT and RBT both have December 31 fiscal year ends. The difference in the fiscal year end from the University does not materially impact the net position of the University.

Basis of Accounting — For financial statement 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. 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 University is presenting its financial statements in accordance with GASB Statement 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, and GASB Statement 35, *Basic Financial Statements – and Management’s Discussion and Analysis – for Public Colleges and Universities, an amendment of GASB Statement No. 34*.

Cash and Cash Equivalents — The University considers all highly liquid investments with an original maturity of three months or less at the date of acquisition to be cash equivalents.

Student Loans Receivable — Loans receivable from students bear interest at rates ranging from 3% to 5% and are generally repayable in installments to the University over a 5 to 10-year period commencing 6 or 9 months from the date of separation from the University. Collections on these student loans are primarily handled through a third party servicer.

Accounts Receivable — Accounts receivable consists of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty and staff. Accounts receivable also include amounts due from the federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the University’s grants and contracts. Accounts receivable are recorded net of estimated uncollectible amounts.

Inventories — All inventories are valued at the lower of first-in-first-out cost or market.

Investments — The University accounts for its investments at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of the net change in fair value of investments in the statement of revenues, expenses, and changes in net assets.

Restricted Cash and Cash Equivalents — Cash and cash equivalents that are restricted to make debt service payments, maintain sinking or reserve funds, except for currently due payments, are classified as non-current assets in the statement of net assets.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Capital Assets — 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. For equipment, 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. 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, composite method over the estimated useful lives of the assets, generally 20 to 40 years for buildings and building improvements, 20 years for improvements other than buildings, 10 years for library materials, and an average of 7 years for equipment. Depreciation is not computed on capitalized collections which include works of art, historical treasures, and various special collections comprising of anthropological, geological, entomological, musical, and wildlife subjects.

In fiscal year 2010, in accordance with the requirements and definitions of GASB No. 51, *Accounting and Financial Reporting for Intangible Assets*, the University adopted a policy of capitalizing any intangible assets \$200,000 or greater in value that have an expected useful life of one year or longer. Depreciation on intangible assets is computed using the straight-line, composite method over the estimated useful lives of the assets, primarily consisting of computer software and licenses that generally have a useful life of 5 years. The University adopted this policy in compliance with the State of Idaho guidelines related to the requirements of implementation for GASB No. 51.

Compensated Absences — Employee vacation and compensatory time pay is accrued at year-end for financial statement purposes. Compensated absence costs are included in benefits expense in the statement of revenues, expenses, and changes in net assets.

Waivers — Tuition waivers, provided directly by the University for faculty and staff benefits, amounted \$1,188,737 and \$1,103,700 for the fiscal years ended 2015 and 2014, respectively.

Unearned Revenue — Unearned revenue includes amounts received for tuition and fees and certain auxiliary activities prior to the end of the fiscal year but related to the subsequent accounting period. Unearned revenue also includes amounts received from grant and contract sponsors that have not yet been earned.

Noncurrent Liabilities — Noncurrent liabilities primarily include (1) principal amounts of revenue bonds payable, and notes payable with contractual maturities greater than one year; and (2) estimated amounts for other liabilities that will not be paid within the next fiscal year.

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.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Deferred Inflows and Outflows of Resources — In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents consumptions of net position that apply to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents acquisitions of net position that apply to a future period and so will not be recognized as an inflow of resources (revenue) until then.

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

Net Investment In Capital Assets: This represents the University's investment in capital assets, net of depreciation and 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—Nonexpendable: Nonexpendable restricted net position consists of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

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

Unrestricted: Unrestricted net position represents resources derived from student tuition and fees, state appropriations, investment income, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the University, and may be used at the discretion of the governing board for any lawful purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff. When an expense is incurred that can be paid using either restricted or unrestricted resources, the University's policy is to first apply the expense towards restricted resources, and then toward unrestricted resources.

Income Taxes — The University is excluded from federal income taxes under Section 115(1) of the Internal Revenue Code, per letter dated November 7, 1945. The University is also considered a Section 501(c)(3) corporation via letter from the Internal Revenue Service dated August 29, 1961. The University is subject to unrelated business income tax.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Classification of Revenues — The University has classified its revenues as either operating or non-operating according to the following criteria:

Operating Revenues: Operating revenues include revenues from activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, (3) most federal, state and local grants and contracts, and (4) interest on institutional student loans.

Nonoperating Revenues: Nonoperating revenues include revenues from activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenues by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB Statement No. 34, such as state appropriations and investment income.

Scholarship Discounts and Allowances — Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the Statement of Revenues, Expenses, and Changes in Net Assets. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or nongovernmental 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 tuition and fees and other student charges, the University has recorded a scholarship discount and allowance. Scholarship allowances for FY2015 and FY2014 are \$22,153,189 and \$21,333,219 respectively.

Use of Estimates — The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, net position and disclosures regarding contingent assets and liabilities. Actual results could differ from those estimates.

New Accounting Standards — In June 2012 the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*. This Statement is an amendment of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, issued in November, 1994. This Statement was required to be adopted for reporting periods beginning after June 15, 2014. For employers such as the University who provide certain employees pension benefits under a group pension plan such as the Public Employee Retirement System of Idaho (PERSI), this Statement requires the individual employers contributing to such group plans to report a pro-rata share of the net plan liability on their Statement of Net Position and report ongoing changes and adjustments to such liability through their Statement of Revenues, Expenses and Changes in Net Position. The University has adopted and recorded these changes in its financial statements for the year ending June 30, 2015. The cumulative effect of prior year amounts has been reflected in the fiscal year 2015 Statement of Revenues, Expenses and Changes in Net Position.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

In January 2013 the GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. This Statement establishes accounting and reporting standards related to government combinations and disposals of governmental operations, and was effective for reporting periods beginning after December 15, 2013. The University has reviewed this Statement and has no financial transactions for which it would be applicable.

In November 2013 the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. The effective date for this Statement was simultaneous with the required adoption date for Statement No. 68 (reporting periods beginning after June 15, 2014). This Statement specifically addresses the recording and reporting for pension plan contributions made subsequent to the measurement date of plan liabilities and changes thereto in any given fiscal year. The University adopted the provisions of this Statement, as it did for Statement No. 68, in its fiscal year ending June 30, 2015.

Reclassification — Certain items previously reported in the financial statements have been reclassified to conform to the current financial statement presentation.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are deposited with various financial institutions. Custodial credit risk on deposits is the risk that in the event of a bank failure, the University's deposits may not be returned to it. At June 30, 2015, \$20,198,172 of the University's bank balance of \$81,488,329 was exposed to custodial credit risk because it was uninsured and uncollateralized. At June 30, 2014, \$13,720,006 of the University's bank balance of \$23,305,558 was exposed to custodial credit risk because it was uninsured and uncollateralized.

3. INVESTMENTS

The general investment policy of the University as adopted by the State Board of Education is that investments in securities are to be made with the objectives of maximizing long-term total return, ensuring safety of principal, and providing satisfactory current income. Investment of cash shall be restricted to:

- FDIC passbook savings accounts.
- Certificates of deposit.
- U.S. securities.
- Federal funds repurchase agreements.
- Reverse repurchase agreements.
- Federal agency securities.
- Large money market funds.
- Banker's acceptances.
- Corporate bonds of Aa grade or better.
- Mortgage backed securities of Aa grade or better.
- Commercial paper of prime or equivalent grade.

In accordance with established investment policy, the University may invest in various mortgage-backed securities, such as collateralized mortgage obligations. These securities are recorded at fair value in the statement of net assets. Investment income, including change in fair value of investments, is recognized as revenue in the statement of revenues, expenses and changes in net assets.

The following table on the next page represents the fair value of investments by type at June 30, 2015 and June 30, 2014 respectively:

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

<u>Investment Type</u>	<u>Total Fair Value</u>	
	<u>As of June 30, 2015</u>	<u>As of June 30, 2014</u>
Corporate bonds	\$ 55,373,355	\$ 48,700,205
U.S. government agency securities	8,114,029	14,094,825
Mortgage/asset-backed securities	6,030,261	7,640,833
Money market mutual funds	3,003,455	697,017
U.S. government securities	412,382	1,007,415
Total	<u>\$ 72,933,482</u>	<u>\$ 72,140,295</u>

Interest Rate Risk

Interest rate risk is defined by GASB Statement No. 40, *Deposit and Investment Risk Disclosure*, as the risk a government may face should interest rate variances affect the fair value of investments. The University does not presently have a formal policy that addresses interest rate risk; however, it does incorporate weighted average maturity methodology in selecting and reporting its investments. As of June 30, 2015 and June 30, 2014 respectively, the University had the following investments subject to interest rate risk:

Investment Securities Subject to Interest Rate Risk at June 30, 2015

<u>Investment Type</u>	<u>Total Fair Value</u>	<u>Investment Maturities in Years</u>				
		<u><1</u>	<u>1-5</u>	<u>6-10</u>	<u>11-15</u>	<u>>15</u>
Corporate bonds	\$ 55,373,355	\$ -	\$ 2,265,614	\$ 53,107,741	\$ -	\$ -
U.S. government agency securities	8,114,029	-	-	8,114,029	-	-
Mortgage/asset-backed securities	6,030,261	1,806,842	2,195,945	2,027,474	-	-
Money market mutual funds	3,003,455	3,003,455	-	-	-	-
U.S. government securities	412,382	-	-	412,382	-	-
Total	<u>\$ 72,933,482</u>	<u>\$ 4,810,297</u>	<u>\$ 4,461,559</u>	<u>\$ 63,661,626</u>	<u>\$ -</u>	<u>\$ -</u>

Investment Securities Subject to Interest Rate Risk at June 30, 2014

<u>Investment Type</u>	<u>Total Fair Value</u>	<u>Investment Maturities in Years</u>				
		<u><1</u>	<u>1-5</u>	<u>6-10</u>	<u>11-15</u>	<u>>15</u>
Corporate bonds	\$ 48,700,205	\$ -	\$ 2,241,760	\$ 45,925,105	\$ 533,341	\$ -
U.S. government agency securities	14,094,825	-	1,791,898	12,302,926	-	-
Mortgage/asset-backed securities	7,640,833	1,729,064	5,911,770	-	-	-
Money market mutual funds	697,017	697,017	-	-	-	-
U.S. government securities	1,007,415	601,282	-	406,132	-	-
Total	<u>\$ 72,140,295</u>	<u>\$ 3,027,363</u>	<u>\$ 9,945,428</u>	<u>\$ 58,634,163</u>	<u>\$ 533,341</u>	<u>\$ -</u>

Interest rate risk disclosed for Mutual Funds - Government Securities is related to the mutual funds' underlying assets.

Credit Risk

Credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. Statement No. 40 requires disclosure of credit quality ratings for

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

investments in debt securities. The University does not presently have a formal policy that addresses credit risk. (The credit risk ratings listed below are issued by standards set by Standard and Poor's.) As of June 30, 2015 and June 30, 2014 respectively, the University had the following investment credit risk as seen on the next page:

Investment Securities Subject to Credit Risk at June 30, 2015

Credit Rating	Corporate Bonds	U.S. Government Agency Securities	Mortgage/Asset-Backed Securities	Money Market Mutual Funds	U.S. Government Securities	Total Investments
AAA	\$ 2,891,415	\$ 8,114,029	\$ 2,027,474	\$ 2,472,814	\$ 412,382	\$ 15,918,114
AA	19,480,075	-	2,588,340	530,642	-	22,599,057
A	33,001,864	-	1,414,447	-	-	34,416,311
Total	<u>\$ 55,373,354</u>	<u>\$ 8,114,029</u>	<u>\$ 6,030,261</u>	<u>\$ 3,003,456</u>	<u>\$ 412,382</u>	<u>\$ 72,933,482</u>

Investment Securities Subject to Credit Risk at June 30, 2014

Credit Rating	Corporate Bonds	U.S. Government Agency Securities	Mortgage/Asset-Backed Securities	Money Market Mutual Funds	U.S. Government Securities	Total Investments
AAA	\$ 1,443,068	\$ -	\$ 1,729,064	\$ 697,017	\$ 601,282	\$ 4,470,431
AA	18,396,640	14,094,825	4,439,325	-	406,132	37,336,922
A	28,860,498	-	1,472,444	-	-	30,332,942
Total	<u>\$ 48,700,206</u>	<u>\$ 14,094,825</u>	<u>\$ 7,640,833</u>	<u>\$ 697,017</u>	<u>\$ 1,007,414</u>	<u>\$ 72,140,295</u>

Concentration of Credit Risk

Per Statement No. 40, Concentration of Credit Risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Governmental Accounting Standards Board has adopted a principle that governments should provide note disclosure when 5 percent of investments are concentrated in any one issuer. The University does not presently have a formal policy that addresses concentration of risk. As of June 30, 2015 and June 30, 2014, the University has the following concentration of credit risk:

Investment Securities Subject to Concentration of Credit Risk

	At June 30, 2015		At June 30, 2014	
	Total Fair Value	Percentage of Total Investments	Total Fair Value	Percentage of Total Investments
Federal National Mortgage Association (FNMA)	Less than 5% concentration		\$ 6,754,714	9.44%
Federal Home Loan Mortgage Corporation (FHLMC)	5,103,812	7.00%	5,760,687	8.05%
General Electric Company	Less than 5% concentration		5,096,429	7.12%
Total	<u>\$ 5,103,812</u>	<u>7.00%</u>	<u>\$ 17,611,830</u>	<u>24.61%</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Custodial Credit Risk

Custodial credit risk on investments is the risk that in the event of a failure of the counterparty, the University will not be able to recover the value of its investments that are in the possession of an outside party. The University does not presently have an investment policy that addresses custodial credit risk. At June 30, 2015 and June 30, 2014, all investments were held by the University or its counterparty in the University's name.

Risk and Uncertainties

Per Regents of University of Idaho policy, the University invests in various types of investment securities rated Aa or better. Investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, changes in the values of investments securities may occur in the near term and such changes could affect the amounts reported in the statements of financial position.

There is always existent risk and volatility in the domestic and international investment markets. Consequently, the fair value of the University's investments may be exposed to higher than typical price volatility which could result in a subsequent reduction in fair value of certain investments from the amounts reported as of June 30, 2015.

4. ACCOUNTS RECEIVABLE AND UNBILLED CHARGES

Receivables and unbilled charges consisted of the following at June 30, 2015 and June 30, 2014 respectively:

	2015	2014
Student tuition and fees, including Federal financial aid funds	\$ 7,595,526	\$ 5,190,217
Auxiliary enterprises	1,352,374	1,112,727
Educational activities	824,255	918,493
Federal appropriations	55,998	8,514
Grants and contracts	14,195,929	14,155,726
Due from Foundation	9,638,169	9,034,118
	<u>\$ 33,662,251</u>	<u>\$ 30,419,795</u>
Less allowance for doubtful accounts	(342,700)	(358,800)
Net accounts receivable and unbilled charges	<u>\$ 33,319,551</u>	<u>\$ 30,060,995</u>

5. STUDENT LOANS RECEIVABLE

Student loans made through the Federal Perkins Loan Program (the "Program") comprise substantially all of the loans receivable at June 30, 2015 and June 30, 2014. Under this Program, the federal government provides approximately 67% of the funding for the Program with the University providing

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

the balance. The Program provides for the cancellation of a loan at rates of 12.5% to 30% per year up to a maximum of 100% if the participant complies with certain provisions. The federal government reimburses the University for amounts cancelled under these provisions.

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. The allowance for uncollectible loans was \$1,990,994 for June 30, 2015 and \$1,945,568 at June 30, 2014.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

6. CAPITAL ASSETS

Capital assets at June 30, 2015 and 2014 consisted of the following:

	<u>Year ended June 30, 2015</u>				<u>Balance June 30, 2015</u>
	<u>Balance July 1, 2014</u>	<u>Additions</u>	<u>Transfers</u>	<u>Retirements</u>	
Property, plant and equipment not being depreciated:					
Land	\$ 27,490,197	\$ 152,000	\$ -	\$ (1,500)	\$ 27,640,697
Capitalized collections	2,317,588	15,587	-	-	2,333,175
Equipment construction in progress	744,030	489,798	(801,166)	(1,332)	431,330
Construction in progress	<u>6,487,866</u>	<u>5,961,681</u>	<u>(1,743,282)</u>	<u>(67,541)</u>	<u>10,638,724</u>
Total property, plant and equipment not being depreciated	<u>\$ 37,039,681</u>	<u>\$ 6,619,066</u>	<u>\$ (2,544,448)</u>	<u>\$ (70,373)</u>	<u>\$ 41,043,926</u>
Other property, plant and equipment:					
Buildings	\$ 515,492,250	\$ 3,911,352	\$ 1,297,723	\$ (727,631)	\$ 519,973,694
Other improvements	58,047,600	2,911,881	445,559	-	61,405,040
Furniture and equipment	95,528,147	5,763,042	801,166	(5,094,065)	96,998,290
Library materials	<u>82,713,337</u>	<u>4,065,193</u>	<u>-</u>	<u>(258,476)</u>	<u>86,520,054</u>
Total other property, plant and equipment	<u>751,781,334</u>	<u>16,651,468</u>	<u>2,544,448</u>	<u>(6,080,172)</u>	<u>764,897,078</u>
Less accumulated depreciation:					
Buildings	(205,565,946)	(13,099,197)	-	515,912	(218,149,231)
Other improvements	(35,973,582)	(2,309,832)	-	-	(38,283,414)
Furniture and equipment	(80,255,529)	(5,040,416)	-	4,675,386	(80,620,559)
Library materials	<u>(64,804,460)</u>	<u>(3,941,711)</u>	<u>-</u>	<u>258,476</u>	<u>(68,487,695)</u>
Total accumulated depreciation	<u>(386,599,517)</u>	<u>(24,391,156)</u>	<u>-</u>	<u>5,449,774</u>	<u>(405,540,899)</u>
Other property, plant and equipment—net	<u>\$ 365,181,817</u>	<u>\$ (7,739,688)</u>	<u>\$ 2,544,448</u>	<u>\$ (630,398)</u>	<u>\$ 359,356,179</u>
Property, plant and equipment summary:					
Property, plant and equipment not being depreciated	\$ 37,039,681	\$ 6,619,066	\$ (2,544,448)	\$ (70,373)	\$ 41,043,926
Other property, plant and equipment—at cost	<u>751,781,334</u>	<u>16,651,468</u>	<u>2,544,448</u>	<u>(6,080,172)</u>	<u>764,897,078</u>
Total cost of property, plant and equipment	788,821,015	23,270,534	-	(6,150,545)	805,941,004
Less accumulated depreciation	<u>(386,599,517)</u>	<u>(24,391,156)</u>	<u>-</u>	<u>5,449,774</u>	<u>(405,540,899)</u>
Property, plant and equipment—net	<u>\$ 402,221,498</u>	<u>\$ (1,120,622)</u>	<u>\$ -</u>	<u>\$ (700,771)</u>	<u>\$ 400,400,105</u>

In addition to accounts payable for construction in progress, the estimated cost to complete property authorized or under construction at June 30, 2015 is approximately \$48,833,120. These CIP costs will be borne by the University and supplemented with additional funds provided by state appropriations, gifts, grants and contracts, and/or long-term borrowings.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

	Year ended June 30, 2014				Balance June 30, 2014
	Balance July 1, 2013	Additions	Transfers	Retirements	
Property, plant and equipment not being depreciated:					
Land	\$ 25,623,540	\$ 1,863,907	\$ 2,750	\$ -	\$ 27,490,197
Capitalized collections	2,306,524	17,930	-	(6,866)	2,317,588
Equipment construction in progress	724,149	1,398,738	(1,351,158)	(27,699)	744,030
Construction in progress	<u>2,651,414</u>	<u>4,941,105</u>	<u>(1,084,662)</u>	<u>(19,991)</u>	<u>6,487,866</u>
Total property, plant and equipment not being depreciated	<u>\$ 31,305,627</u>	<u>\$ 8,221,680</u>	<u>\$ (2,433,070)</u>	<u>\$ (54,556)</u>	<u>\$ 37,039,681</u>
Other property, plant and equipment:					
Buildings	\$ 506,766,999	\$ 9,021,599	\$ 939,978	\$ (1,236,326)	\$ 515,492,250
Other improvements	56,008,687	1,896,979	141,934	-	58,047,600
Furniture and equipment	92,428,979	3,824,521	1,351,158	(2,076,511)	95,528,147
Library materials	<u>78,891,878</u>	<u>4,177,431</u>	<u>-</u>	<u>(355,972)</u>	<u>82,713,337</u>
Total other property, plant and equipment	<u>734,096,543</u>	<u>18,920,530</u>	<u>2,433,070</u>	<u>(3,668,809)</u>	<u>751,781,334</u>
Less accumulated depreciation:					
Buildings	(192,764,000)	(13,955,582)	-	1,153,636	(205,565,946)
Other improvements	(33,598,580)	(2,375,002)	-	-	(35,973,582)
Furniture and equipment	(77,031,059)	(5,213,710)	-	1,989,240	(80,255,529)
Library materials	<u>(61,481,223)</u>	<u>(3,679,209)</u>	<u>-</u>	<u>355,972</u>	<u>(64,804,460)</u>
Total accumulated depreciation	<u>(364,874,862)</u>	<u>(25,223,503)</u>	<u>-</u>	<u>3,498,848</u>	<u>(386,599,517)</u>
Other property, plant and equipment—net	<u>\$ 369,221,681</u>	<u>\$ (6,302,973)</u>	<u>\$ 2,433,070</u>	<u>\$ (169,961)</u>	<u>\$ 365,181,817</u>
Property, plant and equipment summary:					
Property, plant and equipment not being depreciated	\$ 31,305,627	\$ 8,221,680	\$ (2,433,070)	\$ (54,556)	\$ 37,039,681
Other property, plant and equipment—at cost	<u>734,096,543</u>	<u>18,920,530</u>	<u>2,433,070</u>	<u>(3,668,809)</u>	<u>751,781,334</u>
Total cost of property, plant and equipment	765,402,170	27,142,210	-	(3,723,365)	788,821,015
Less accumulated depreciation	<u>(364,874,862)</u>	<u>(25,223,503)</u>	<u>-</u>	<u>3,498,848</u>	<u>(386,599,517)</u>
Property, plant and equipment—net	<u>\$ 400,527,308</u>	<u>\$ 1,918,707</u>	<u>\$ -</u>	<u>\$ (224,517)</u>	<u>\$ 402,221,498</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

7. ACCOUNTS PAYABLE

Accounts payable consisted of the following at June 30, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Operating activities	\$5,101,255	\$4,885,213
Taxes payable	21,655	13,555
Total accounts payable and accrued liabilities	<u>\$5,122,910</u>	<u>\$4,898,768</u>

8. OPERATING LEASES

The University has entered into various noncancellable operating lease agreements covering certain assets. The lease terms range from one to five years. The expense for operating leases was \$2,827,493 for the year ended June 30, 2015 and \$3,579,128 for the year ended June 30, 2014.

Future minimum lease payments on noncancellable leases at June 30, 2015 are as follows:

FY2016	\$ 2,810,094
FY2017	40,397
FY2018	28,627
FY2019	11,133
FY2020	4,064
Total future minimum obligation	<u>\$ 2,894,315</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

9. LONG-TERM LIABILITIES

Long-term liability activity for years ended June 30, 2015 and 2014 is as follows:

	Ending Balance June 20, 2014	Additions	Reductions	Ending Balance June 20, 2015	Amounts Due Within One Year
Bonds, Notes and Capital Lease Obligations:					
Bonds Payable	\$ 155,040,000	\$ 64,940,000	\$ 26,610,000	\$ 193,370,000	\$ 4,505,000
Notes Payable	730,556	-	697,796	32,760	9,592
Capital Lease Obligatons	-	-	-	-	-
	<u>\$ 155,770,556</u>	<u>\$ 64,940,000</u>	<u>\$ 27,307,796</u>	<u>\$ 193,402,760</u>	<u>\$ 4,514,592</u>
Premium on Bonds	2,429,278	5,253,526	372,919	7,309,885	502,774
Totals	<u>\$ 158,199,834</u>	<u>\$ 70,193,526</u>	<u>\$ 27,680,715</u>	<u>\$ 200,712,645</u>	<u>\$ 5,017,366</u>

	Ending Balance June 20, 2013	Additions	Reductions	Ending Balance June 20, 2014	Amounts Due Within One Year
Bonds, Notes and Capital Lease Obligations:					
Bonds Payable	\$ 160,365,000	\$ -	\$ 5,325,000	\$ 155,040,000	\$ 6,195,000
Notes Payable	2,458,461	-	1,727,905	730,556	697,859
Capital Lease Obligatons	147,531	125,847	273,378	-	-
	<u>\$ 162,970,992</u>	<u>\$ 125,847</u>	<u>\$ 7,326,283</u>	<u>\$ 155,770,556</u>	<u>\$ 6,892,859</u>
Premium on Bonds	2,672,553	-	243,275	2,429,278	243,025
Totals	<u>\$ 165,643,545</u>	<u>\$ 125,847</u>	<u>\$ 7,569,558</u>	<u>\$ 158,199,834</u>	<u>\$ 7,135,884</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

10. NOTES AND BONDS PAYABLE

Notes and bonds payable consisted of the following at June 30, 2015 and 2014:

Description	Balance Outstanding 2015	Balance Outstanding 2014
<p>General Revenue Refunding Bonds, Series 2005A, (original balance of \$30,740,000), consisting of bonds due in annual installments commencing in 2005 and fluctuating periodically from \$790,000 to a maximum of \$2,265,000, plus interest from 4.00% to 5.00% through the year 2026, collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. Revenues pledged to the Recreation Center Bonds and to the Activity Center Bonds are pledged to the 2005A bonds on a subordinate basis until the retirement of the Recreation Center Bonds and Activity Center Bonds. The Series 2005A bonds were issued to advance refund the Series 1996 Student Fee Revenue Bonds (Telecommunications Infrastructure Facilities Project) in the principal amount of \$2,700,000, to advance refund the Series 1997 Student Fee Revenue Bonds (University Commons Project) in the principal amount of \$12,965,000, to advance refund the Series 1997 Student Fee Revenue Bonds (University Commons Supplemental Project) in the principal amount of \$4,120,000, to advance refund the Series 1999C Student Fee Revenue Bonds (University Infrastructure and Facilities Improvement Projects) in the principal amount of \$4,065,000, to advance refund all of the outstanding Series 1999D Student Fee Revenue Bonds (Kibbie and Enrollment Services Centers Improvement Projects) in the principal amount of \$6,020,000, to fund the debt service reserve account, and to pay bond issuance expenses.</p>	-	22,285,000
<p>General Revenue Bonds, Series 2007B, (original balance of \$35,035,000), consisting of bonds due in annual installments, commencing in 2015 and fluctuating periodically from \$200,000 to a maximum of \$34,235,000 plus interest from 4.25% to 4.50% through the year 2041, collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2007B bonds were issued to finance certain electrical upgrades and to fund capital maintenance and replacement of the University's utility corridor, central steam plant and central chiller, and related improvements located on the University's main campus.</p>	34,835,000	35,035,000

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

<p>General Revenue Refunding Bonds, Series 2010A, (original balance of \$10,230,000), consisting of serial bonds due in annual installments commencing in 2011 and fluctuating periodically from \$585,000 to a maximum of \$2,075,000, plus interest from 2.25% to 5.00% through the year 2016, collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2010A bonds were issued to refund the Series 1996 Student Fee Refunding Revenue Bonds in the principal amount of \$3,125,000 and to refund the Series 1997B Student Fee Refunding Revenue Bonds in the principal amount of \$7,290,000.</p>	1,375,000	2,700,000
<p>General Revenue Refunding Bonds, Series 2010B, (original balance of \$10,150,000), consisting of term bonds due beginning in 2024 and fluctuating periodically from \$1,660,000 to a maximum of \$2,430,000, plus interest from 4.01% to 4.65% through the year 2032, collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2010B bonds were issued to pay off an interim loan from Wells Fargo Bank, N.A. which funded improvements to the University's Kibbie Dome.</p>	10,150,000	10,150,000
<p>General Revenue Refunding Bonds, Series 2010C, (original balance of \$13,145,000), consisting of term bonds due beginning in 2037 with two payments of \$6,390,000 and \$6,755,000, plus interest from 6.42% to 6.52% through the year 2041, collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2010C bonds were issued to finance and reimburse costs incurred by the University for certain capital improvements to the University's Kibbie Dome. The 2010C bonds are subject to interest subsidy payments thru the U.S. Federal Government's program called Build America Bonds (BAB). The University received BAB interest subsidy payments of \$274,063 in FY14 and \$297,732 in FY13.</p>	13,145,000	13,145,000
<p>Adjustable Rate General Revenue Refunding Bonds, Series 2011, (original balance of \$60,765,000), consisting of term bonds carrying interest at 5.25% through March 31st, 2021, at which time the bonds are subject to mandatory tender for purchase. The bonds may be converted to another term interest period through 2041. The bonds are collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2011 bonds were issued to refund the University's Series 2007A General Revenue Refunding Bonds and to pay the costs of issuance of the Series 2011 bonds.</p>	56,895,000	57,940,000

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

<p>General Revenue and Refunding Bonds, Series 2013A, (original balance of \$8,745,000), consisting of serial bonds commencing in 2014, plus interest from 2.00% to 5.00% through 2028, and term bonds due 2033, plus interest at 3.375%. The bonds are collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2013A bonds were issued to provide funds to finance certain improvements at the Moscow Campus of the University, to refund all outstanding Series 2003 Student Fee Refunding and Revenue Bonds, to refund the University's 2010 Wells Fargo note payable issued to fund the University's prior track and field renovations, and to pay costs of issuance associated with the Series 2013A Bonds.</p>	6,225,000	7,720,000
<p>Taxable General Revenue Bonds, Series 2013B, (original balance of \$6,325,000), consisting of serial bonds commencing in 2014, plus interest from 0.70% to 4.00% through 2030, and term bonds due 2033, plus interest at 4.30%. The bonds are collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2013B were issued to provide funds to finance and reimburse costs incurred by the University to acquire land for an outdoor science center in McCall, Idaho and to pay costs associated with the issuance of the Series 2013B Bonds.</p>	5,805,000	6,065,000
<p>General Revenue Bonds, Series 2014, (original balance of \$48,660,000) consisting of serial bonds commencing in 2017, plus interest from 2.00% to 5.00%, and term bonds due 2035, plus interest of 4.00%; 2039, plus interest of 5.25%; and 2045, plus interest of 4.00%. The bonds are collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2014 were issued to (i) provide funds to finance the construction and equipping of a research center to be referred to as the Integrated Research and Innovation Center (the "IRIC"), (ii) finance the renovation of the College of Education Building and other improvements at the University; and (iii) to pay costs of issuance associated with the Series 2014 Bonds.</p>	48,660,000	-

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

General Revenue Refunding Bonds, Series 2015A, (original balance of \$16,280,000) consisting of serial bonds commencing in 2017, plus interest from 2.00% to 5.00%. The bonds are collateralized by a pledge of all revenues of the University with the exception of general account appropriated funds of the State of Idaho and restricted gift and grant revenues. The Series 2015A bonds were issued to refund the Series 2005A General Revenue Refunding Bonds in the principal amount of \$22,285,000 and to pay costs of issuance associated with the Series 2015A Bonds.	16,280,000	-
Other indebtedness, consisting of notes payable with interest rates ranging from 3.245% to 5.00% due through the year 2018.	32,760	730,556
Sub-total	193,402,760	155,770,556
Premium on Bonds	7,309,887	2,429,278
TOTAL BONDS & NOTES PAYABLE	\$ 200,712,647	\$ 158,199,834

Principal and interest maturities on bonds and notes payable, excluding amortization of bond premium and principal and interest on bonds subject to an in-substance debt defeasance are as follows for the years ending June 30:

	<u>Bonds Payable</u>		<u>Notes Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	4,505,000	9,092,525	9,592	1,638
2017	5,140,000	8,802,552	10,072	1,158
2018	5,275,000	8,651,004	13,095	504
2019	5,520,000	8,167,241	-	-
2020	4,900,000	7,950,307	-	-
2021-2025	26,440,000	36,092,658	-	-
2026-2030	32,855,000	29,165,317	-	-
2031-2035	39,400,000	20,891,609	-	-
2036-2040	47,395,000	11,324,334	-	-
2041-2045	21,940,000	2,047,663	-	-
	<u>\$ 193,370,000</u>	<u>\$ 142,185,210</u>	<u>\$ 32,759</u>	<u>\$ 3,300</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Pledged Revenues – As stated in the bond descriptions above, the University has pledged certain revenues as collateral for debt instruments comprised of all outstanding University bond issuances. The pledged revenue amounts for the year ended June 30, 2015 and 2014 are as follows:

	<u>FY15</u>	<u>FY14</u>
Source of Pledged Revenues		
Student Fees	89,409,083	\$ 83,361,394
Sales and Services Revenues	43,880,779	42,861,393
Other Operating Revenues	10,246,311	4,200,739
Investment Income	2,154,153	1,832,991
F&A Recovery Revenues	10,100,673	9,815,977
Total Pledged Revenues	\$ 155,790,999	\$ 142,072,494
Debt Service on the Recreation Center Bonds and Activity Center Bonds	27,423	125,003
Revenues Available for Debt Service	\$ 155,763,576	\$ 141,947,492
Debt Service on Bonds	12,773,685	12,909,568
Debt Service Coverage	12.2	11.0

Debt Defeased Through Advance Refunding – The University has legally defeased certain debt obligations through advanced refunding. These advance refundings are comprised of the University's 2010A, 2011, 2013A, and 2015A bond issuances. The specific debt, principal payments, refunded amounts and remaining balances for the refunded bonds are as follows:

<u>Refunded Issue</u>	<u>Original Issue Amount</u>	<u>Principal Payments</u>	<u>Refunded Amount</u>	<u>Balance 6/30/2015</u>
Student Fee Refunding Revenue Bonds, Series 1996	\$ 9,285,000	\$ 6,160,000	\$ 3,125,000	\$ -
Student Fee Refunding Revenue Bonds, Series 1997B	12,380,000	5,090,000	7,290,000	-
Student Fee Revenue Bonds (Recreation Center Project) Series 1999	20,115,000	795,000	19,320,000	-
Student Fee Revenue Bonds, Series 1999A	1,470,000	295,000	1,175,000	-
Student Fee Revenue Bonds, Series 1999B	6,150,000	1,180,000	4,970,000	-
Student Fee Revenue Bonds, Series 1999C	6,305,000	2,240,000	4,065,000	-
Student Fee Revenue Bonds, Series 2001	40,930,000	2,895,000	38,035,000	-
Student Fee Refunding and Revenue Bonds, Series 2003	17,585,000	12,040,000	5,545,000	-
General Revenue Refunding Bonds, Series 2005A	30,740,000	8,455,000	22,285,000	-
General Revenue Refunding Bonds, Series 2007A	62,445,000	2,945,000	59,500,000	-
Totals	<u>\$ 207,405,000</u>	<u>\$ 42,095,000</u>	<u>\$ 165,310,000</u>	<u>\$ -</u>

During the year ended June 30, 2015, the University issued the Series 2015A in the total amount of \$16,280,000 consisting of serial bonds commencing in 2017, plus interest from 2.00% to 5.00%. The

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Series 2015A bonds were issued to advance refund 100% of the outstanding balance of the Series 2005A General Revenue Refunding Bonds in the principal amount of \$22,285,000. The refunded Series 2005A bonds had interest rates ranging from 4.00% to 5.00% through the fiscal year 2026.

11. HEALTH INSURANCE PLAN AND HEALTH BENEFITS TRUST

The University of Idaho (“University”) is self-insured for the health insurance benefits it provides to employees and retirees. In June, 2007, the University established an affiliated but independent trust for the purpose of funding and paying its medical, mental health, dental and vision claims and their associated administrative costs under its health insurance plan for both active and retired employees. This trust, known as the University of Idaho Health Benefits Trust (“HBT”), was established as a tax-exempt entity under Section 115(1) of the Internal Revenue Code of 1986, as amended. The HBT is administered by a board of four trustees who are members of the University’s active staff and faculty. The HBT is maintained in an independent trust account established with U.S. Bank. This trust account is maintained under the sole control of the HBT board of trustees.

The HBT receives its funding for the payment of University health plan claims through a combination of employer, employee and retiree contributions. These contribution amounts are established in advance of the health plan year based upon independent actuarial valuation which takes into account health plan participant demographics, health plan design, expected health claim costs, and expected investment returns on HBT reserves.

Employer and employee contributions are made to the HBT on a bi-weekly basis corresponding to the University’s payroll schedule. Retiree contributions are billed, collected, and remitted to the University by a third-party administrator on a monthly basis and are submitted to the HBT when received. Additional employer funding may be provided by the University to the HBT as necessary to ensure the solvency of the HBT. Deposits into the HBT are irrevocable and may only be utilized for the payment of participating employee and retiree health plan claims, the associated administrative costs of such claims, and other necessary incidental costs attributable to the administration of the HBT.

Payments under the HBT are initiated via electronic request by University personnel on a weekly basis based upon processed claim information provided to the University by its contracted health plan claim administrators. All retiree-related costs incurred on an annual basis within the HBT apply toward the calculation of the University’s Annual Required Contribution (“ARC”) as determined under the requirements of Governmental Accounting Standard Board Statement 45, “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions.” The funding of the University’s liability under GASB 45 is recorded separately from the HBT under a second trust, the “University of Idaho Retiree Benefits Trust” as disclosed in Footnote 14 of these financial statements.

The financial statements of the HBT are audited annually on a calendar-year basis, and are publicly available via public records request by writing to: University of Idaho, Attn. General Accounting, 875 Perimeter Drive MS3166, Moscow, ID 83844-3166.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

12. RETIREMENT PLANS

Pension Plan

Plan Description

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

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board. The authority to set or amend benefit provisions of the Base Plan is vested solely with the State of Idaho Legislature.

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

Retirees and beneficiaries currently receiving benefits	40,776
Terminated employees entitled to but not yet receiving benefits	11,504
Active plan members	<u>66,223</u>
Total system members	<u>118,503</u>

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% 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.

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

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

the PERSI 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's contributions were \$5,740,167 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, the University reported a liability of \$13,469,341 for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The University's proportion of the net pension liability was based on the University's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2014, the University's proportion was 1.83 percent.

For the year ended June 30, 2015, the University recognized pension expense of \$1,498,267. At June 30, 2015, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience		\$ 1,672,011
Changes in assumptions or other inputs	\$ 1,121,205	
Net difference between projected and actual earnings on pension plan investments		16,870,138
University contributions subsequent to the measurement date	5,740,167	
Total	<u>\$ 6,861,372</u>	<u>\$ 18,542,149</u>

\$5,740,167 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016.

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

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

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	Pension
Jun 30	Expense (Revenue)
2016	(\$4,337,275)
2017	(4,337,275)
2018	(4,337,275)
2019	(4,337,275)
2020	(71,844)

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 payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the July 1, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.5 – 10.25%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

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

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

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

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

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.

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)	\$ 46,775,884	\$ 13,469,341	\$ (14,216,649)

Pension plan fiduciary net position

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

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

Payables to the pension plan

At June 30, 2015 the University had no payables related to legally-required employer or employee contributions due the defined benefit pension plan for fiscal year 2015 that had not been remitted to PERSI as of that date.

Other Retirement Plans

Optional Retirement Plan – Effective July 1, 1990, the Idaho State Legislature authorized the Board of Regents to establish an Optional Retirement Plan (ORP), a defined contribution plan, for faculty and exempt employees. The employee contribution requirement for the ORP is based on a percentage of total payroll. Employer contributions are determined by the State of Idaho. The plan provisions were established by and may be amended by the State of Idaho.

New faculty and exempt employees hired July 1, 1990 or thereafter automatically enroll in the ORP and select their vendor option. Faculty and exempt employees hired before July 1, 1990 had a one-time opportunity to enroll in the ORP. Enrollees in the ORP no longer belong to PERSI. Vendor

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

options include Teachers Insurance and Annuity Association – College Retirement Equities Fund and Variable Annuity Life Insurance Company.

Participants are immediately fully vested in the ORP. Retirement benefits are available either as a lump sum or any portion thereof upon attaining 55 years of age. The contribution requirements (and amounts paid) for the three years ended June 30, 2015, 2014 and 2013 were \$14,434,995, \$13,820,699, and \$13,718,868, respectively, that consisted of \$8,234,075 from the University and \$6,200,920 from employees for 2015, \$7,884,035 from the University and \$5,936,664 from employees for 2014, and \$7,829,148 from the University and \$5,889,720 from employees for 2013.

Although enrollees in the ORP no longer belong to PERSI, the University is required by the State of Idaho to contribute supplemental payments to PERSI for these enrollees in the amount of 1.49% of the annual covered payroll. The University will be required to make these annual supplemental payments through July 1, 2025. During the three years ended June 30, 2015, 2014 and 2013, these supplemental funding payments made to PERSI were \$1,324,306, \$1,269,127, and \$1,250,386 respectively. These supplemental amounts are not included in the regular University PERSI contribution discussed previously.

In addition to the University's Optional Retirement Program, the University has a disability benefit for ORP participants and makes payments to Standard Insurance on behalf of these ORP participants. Should an employee become unable to work and is transitioned into long-term disability (LTD), the insurance will continue to pay into their retirement account. The amounts paid for the three years ended June 30, 2015, 2014 and 2013 were \$84,438, \$79,791 and \$67,554, respectively.

The University also contributes to the federal Civil Service and Thrift Savings retirement programs on behalf of its federal employees. The contribution requirements (and amounts paid) for the three years ended June 30, 2015, 2014 and 2013 were \$243,583, \$260,373 and \$279,951 respectively, that consisted of \$159,675 from the University and \$83,908 from employees for 2015, \$168,338 from the University and \$92,035 from employees for 2014, and \$177,585 from the University and \$102,366 from employees for 2013.

The University also sponsors 401(k), 403(b) and 457(b) supplemental retirement plans for its employees. Contributions to these plans are strictly voluntary for employees and such contributions are subject to the applicable plan limitations. The University does not provide any matching contributions for these plans.

13. POSTEMPLOYMENT BENEFITS (OTHER THAN PENSIONS) AND RETIREE BENEFITS TRUST

A. PLAN DESCRIPTION

The University of Idaho ("University") provides medical and dental benefits to eligible retirees, disabled employees, spouses, and survivors. The University also provides life insurance benefits to eligible retirees. Long-term disabled employees are treated as retirees and eligible for these same retiree

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

benefits. These benefits represent a single-employer defined benefit plan administered by the University. The University has established a trust to fund the medical and dental portions of these post-employment benefits as described below in Section B.

Under certain conditions the University pays a portion of the coverage for retirees and disabled employees and the retiree or disabled employee pays the remainder. Spouses and survivors are always required to pay 100% of the cost for these benefits. 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. Employees who were hired on or after January 1, 2002 are not eligible for this benefit. Employees hired after January 1, 2002 are eligible to participate in the University's health insurance plan, but the University does not cover any portion of their premiums, deductibles, or coinsurance; those costs are the sole responsibility of the employee. All University post-employment benefits may be further established or amended by the University or the State Board of Education.

Funding for these benefits is comprised of both University and retiree contributions, combined with appropriated funding by the State of Idaho. The University determines the defined contribution costs that will be borne by its retiree plan participants, and the State of Idaho Legislature determines the amount of annual state appropriations that will be granted to the University for employee and retiree benefits, provided to the University as a fixed annual amount per full-time equivalent employee. The University allocates this appropriated sum to its various employee and retiree benefits, including the retiree health insurance program. The University solely bears the risk for adverse financial performance within the retiree health insurance program, subject to a cap of \$200,000 per retiree per year, after which the University is reinsured. Retiree contribution rates through calendar year 2015 range from \$0.00 to \$2,031.12 per month, depending upon the retiree's status and number of dependents including spouse. Retiree health plan performance is reviewed annually and contribution rates are then annually adjusted by the University as necessary.

B. TRUST DESCRIPTION

The University of Idaho established the Retiree Benefits Trust ("RBT") in 2008 to fund the future payments required to provide post-employment benefits other than pension ("OPEB") as described in Section A above. The RBT is an independent, irrevocable trust administered on behalf of the University by Wells Fargo Bank as trustee. Funding and payment of the annual, ongoing retiree medical and dental benefits under the University's Health Benefits Trust ("HBT"), as described in Footnote 12 to these financial statements, do apply toward the funding of the RBT to meet the requirements of the Annual Contribution Rate ("ARC").

The RBT financial statements are audited annually on a calendar-year basis as an integral part of the University's annual audit as represented in these statements.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

C. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting — Financial statements for the RBT are prepared using the accrual basis of accounting. University contributions are recorded and recognized in the period in which they are paid into the RBT.

Valuation of Investments – Investments are reported at fair value. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of the net change in fair value of investments in the statement of changes in plan assets.

D. PLAN MEMBERSHIP, CONTRIBUTION AND FUNDING STATUS

The retiree and disabled counts below exclude joint spouses. Retiree counts below also exclude retirees who are currently waiving coverage. These counts are as follows:

	Medical	Dental	Life	Sick Pay
Active	687	687	46	1,748
Retirees	840	218	681	N/A
Disableds	7	N/A	N/A	-
Retirees (Sick Leave)	N/A	N/A	N/A	23
Total Inactive	847	218	681	23
Total Combined	1,534	905	727	1,771

The University's ongoing obligations and liabilities are actuarially determined. These actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and are subject to continual revision based upon actual results. Actuarial projections of benefits are based upon the types of benefits provided under the University's retiree health plan and the pattern of cost sharing between the University and retirees at the time of valuation. The University's actuarial calculations are based upon long-term expectations and include techniques that are designed to reduce short-term volatility in the actuarial accrued liabilities and corresponding asset values.

The Entry Age Normal cost method and the Level Dollar amortization method have been utilized to actuarially calculate the University's Present Value of Benefits ("PVB"), Actuarial Accrued Liability ("AAL"), Annual Required Contribution ("ARC") and Annual OPEB Cost ("AOC") for the retiree health plan. Due to the University's establishment of the RBT to hold the funds required to finance its unfunded OPEB liability, the Unfunded Accrued Liability ("UAL") is amortized with interest over a 30-year period. All expected amortization payments are discounted to the end of the year. These actuarial calculations utilize an estimated discount rate of 6.25% and an estimated salary inflation rate of 3.00%. The discount rate of 6.25% is based upon the University's historical and long-term expected

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

investment returns on the trust that has been established to fund these future benefits. All retiree medical, prescription drug, dental, sick pay conversion and life insurance benefits are included in the University's actuarial calculations. The results of these calculations for fiscal year ending June 30, 2015 are summarized as follows:

	<u>Entry Age Normal Level</u> <u>Dollar Cost Method</u>
Present Value of Benefits (PVB)	\$66,736,000
Actuarial Accrued Liability (AAC)	62,465,000
Annual Required Contribution (ARC) ¹	3,177,000
Estimated Pay-As-You-Go Contributions ²	2,603,000
Contributions to Qualifying Trust	<u>630,000</u>
Total Actual Annual Contributions	3,233,000
Net Annual OPEB Cost (AOC) - Funding Excess for Fiscal Year Ending June 30, 2015	(14,000)
Total Actual Annual Contributions as % of ARC	101.8%

¹The ARC reflects a 30-year level dollar amortization of the unfunded AAL. The amortization also reflects interest at the discount rate.

²Net of retiree contributions and allocated to benefits based on expected with medical as a balancing item.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Annual OPEB Cost (AOC)

The University's Annual OPEB cost at June 30, 2015 is calculated as follows:

	Fiscal Year Ending June 30, 2015				
	<u>Medical</u>	<u>Dental</u>	<u>Life</u>	<u>Sick Pay</u>	<u>Total</u>
ARC	\$ 2,535,000	\$ 11,000	\$ 153,000	\$ 478,000	\$ 3,177,000
Adjustment to ARC	198,000	-	-	-	198,000
Interest on the Net Obligation	(156,000)	-	-	-	(156,000)
Annual OPEB Cost	<u>\$ 2,577,000</u>	<u>\$ 11,000</u>	<u>\$ 153,000</u>	<u>\$ 478,000</u>	<u>\$ 3,219,000</u>

Net OPEB Asset

The University's Net OPEB Asset as of June 30, 2015 is calculated as follows:

	Fiscal Year Ending June 30, 2015				
	<u>Medical</u>	<u>Dental</u>	<u>Life</u>	<u>Sick Pay</u>	<u>Total</u>
AOC Needed	\$ 2,577,000	\$ 11,000	\$ 153,000	\$ 478,000	\$ 3,219,000
AOC Contributed	2,591,000	11,000	153,000	478,000	3,233,000
% of AOC Contributed	101%	100%	100%	100%	100%
Net OPEB (Assets) at June 30, 2013	(2,503,000)	-	-	-	(2,503,000)
Change in Net OPEB (Assets)	(14,000)	-	-	-	(14,000)
Net OPEB (Assets) at June 30, 2014	<u>\$ (2,517,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,517,000)</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Funded Status, Utilizing Entry Age Normal Cost Method and Level Dollar Amortization Method of UAAL – As of June 30, 2015:

	<u>Medical</u>	<u>Dental</u>	<u>Life</u>	<u>Sick Pay</u>	<u>Total</u>
Present Value of Benefits (PVB)					
Retirees	\$37,759,000	\$119,000	\$3,573,000	\$272,000	\$41,723,000
Actives	<u>20,183,000</u>	<u>131,000</u>	<u>160,000</u>	<u>4,539,000</u>	<u>25,013,000</u>
Total	\$57,942,000	\$250,000	\$3,733,000	\$4,811,000	\$66,736,000
Actuarial Accrued Liability (AAL)					
Retirees	\$37,759,000	\$119,000	\$3,573,000	\$272,000	\$41,723,000
Actives	<u>18,571,000</u>	<u>123,000</u>	<u>158,000</u>	<u>1,890,000</u>	<u>20,742,000</u>
Total	\$56,330,000	\$242,000	\$3,731,000	\$2,162,000	\$62,465,000
Assets	<u>\$25,494,000</u>	<u>\$110,000</u>	<u>\$1,689,000</u>	<u>\$978,000</u>	<u>\$28,271,000</u>
Unfunded AAL (UAAL)	\$30,836,000	\$132,000	\$2,042,000	\$1,184,000	\$34,194,000
Assets as % of AAL (Funded Ratio)	45.3%	45.5%	45.3%	45.2%	45.3%
UAAL as % of Annual Covered Payroll	66.5%	0.3%	4.4%	1.3%	24.3%
Annual Required Contribution (ARC)					
Normal Cost ¹	\$235,000	\$1,000	\$1,000	\$390,000	\$627,000
Amortization of Unfunded AAL ²	<u>2,300,000</u>	<u>10,000</u>	<u>152,000</u>	<u>88,000</u>	<u>2,550,000</u>
Total ARC	\$2,535,000	\$11,000	\$153,000	\$478,000	\$3,177,000
Estimated Benefit Payments (pay-as-you-go) ³	\$2,224,000	\$45,000	\$262,000	\$72,000	\$2,603,000
Covered Payroll	\$46,399,000	\$46,399,000	\$46,399,000	\$94,329,000	\$140,728,000

¹Includes interest to year end.

²Level dollar basis for 30 years. Interest charged at the discount rate and paid at the end of the year.

³Net of retiree contributions and allocated to benefits based on expected with medical as a balancing item.

The accompanying schedule of University contributions presents trend information about the amounts contributed to the plan by the University in comparison to the ARC, an amount that is actuarially determined. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost for each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the University and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the University and plan members to that point. The actuarial methods and assumptions used include techniques that are

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. Additional information as of the latest actuarial valuation is as follows:

	Retiree Benefits Trust ("RBT")
Valuation Date	7/1/2014
Reporting Date	6/30/2015
Measurement Date	4/1/2015
Actuarial Cost Method	Entry Age Normal
Actuarial Amortization Method	Level Dollar to decrement age
Remaining Amortization Period	30 Years, Open
Asset Valuation Method	Fair Market Value
Actuarial Assumptions:	
Investment Rate of Return	6.25%
Healthcare Cost Trend Rates:	
Medical and drug initial	8.50%
Medical and drug ultimate	4.50%
Dental initial	4.50%
Dental ultimate	4.50%
Inflation Rate - All Other	N/A
Administrative Costs - Medical & Dental	Included in Claim Costs
- Life Insurance	10%

Year Ended	Annual		
	Required	Actual	Percentage
<u>June 30</u>	<u>Contribution</u>	<u>Contribution</u>	<u>Contributed</u>
2012	\$ 4,806,000	\$ 5,201,000	108%
2013	3,723,000	4,404,000	118%
2014	3,368,000	3,178,000	94%
2015	3,177,000	3,233,000	102%

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

14. NATURAL CLASSIFICATIONS WITH FUNCTIONAL CLASSIFICATION

The following table shows the University's operating expenses by natural classifications within their functional classifications for the years ending June 30, 2015 and 2014:

<u>Expenses 2015</u>	<u>Salaries</u>	<u>Benefits</u>	<u>Services</u>	<u>Supplies</u>	<u>Ins, utilities & rent</u>	<u>Scholarships & Fellowships</u>	<u>Depreciation</u>	<u>Other</u>	<u>Totals</u>
Instruction	\$ 58,766,017	\$ 19,956,816	\$ 6,728,208	\$ 4,908,405	\$ 504,094	\$ 3,697,438	\$ -	\$ 2,266,502	\$ 96,827,480
Research	36,999,840	8,766,610	17,692,052	6,184,000	1,077,626	2,414,909	-	(1,268,729)	71,866,308
Public Service	15,494,053	4,739,064	6,186,126	1,184,791	493,735	157,752	-	2,689,054	30,944,575
Academic Support	8,434,801	2,434,325	1,379,613	876,057	176,148	(100,881)	-	352,581	13,552,644
Libraries	2,380,546	795,905	416,350	1,201,625	963	-	-	22,172	4,817,561
Student Services	7,702,786	2,379,501	1,507,811	588,365	412,078	(6,004)	-	835,649	13,420,186
Insitutional Support	15,993,999	5,968,886	8,069,474	(1,085,392)	748,138	(495,914)	-	938,288	30,137,479
Plant Operations	6,785,470	2,664,802	2,694,492	3,195,530	9,283,985	10,669	24,391,156	2,638,753	51,664,857
Scholarships & Fellowships	652,826	880	189,706	3,983	-	14,221,264	-	67,517	15,136,176
Auxiliary Enterprises	9,862,316	2,787,876	14,355,989	5,183,315	1,789,561	1,232,452	-	957,481	36,168,990
	<u>\$ 163,072,654</u>	<u>\$ 50,494,666</u>	<u>\$ 59,219,821</u>	<u>\$ 22,240,679</u>	<u>\$ 14,486,328</u>	<u>\$ 21,131,685</u>	<u>\$ 24,391,156</u>	<u>\$ 9,499,268</u>	<u>\$ 364,536,256</u>

<u>Expenses 2014</u>	<u>Salaries</u>	<u>Benefits</u>	<u>Services</u>	<u>Supplies</u>	<u>Ins, utilities & rent</u>	<u>Scholarships & Fellowships</u>	<u>Depreciation</u>	<u>Other</u>	<u>Totals</u>
Instruction	\$ 57,104,137	\$ 22,386,379	\$ 6,526,544	\$ 4,294,338	\$ 663,123	\$ 3,481,756	\$ -	\$ 2,143,431	\$ 96,599,708
Research	35,178,826	9,906,207	16,518,551	6,324,518	1,082,335	2,513,508	-	(974,163)	70,549,782
Public Service	15,413,872	5,175,502	6,032,692	1,346,807	385,231	254,600	-	2,322,719	30,931,423
Academic Support	8,450,613	2,644,064	1,535,321	1,291,072	677,932	(34,086)	-	292,783	14,857,699
Libraries	2,364,388	901,726	420,497	1,024,544	40	46,672	-	18,620	4,776,487
Student Services	7,078,213	2,438,822	1,288,471	459,367	389,729	585	-	1,029,187	12,684,374
Insitutional Support	15,040,573	5,543,842	8,271,316	(817,525)	669,803	(506,291)	-	1,229,563	29,431,281
Plant Operations	6,593,052	3,005,791	2,416,137	2,579,320	9,143,497	4,450	25,223,503	33,800	48,999,550
Scholarships & Fellowships	492,808	340	122,970	39,919	-	14,185,199	-	285,155	15,126,391
Auxiliary Enterprises	10,082,584	3,193,994	13,688,226	5,345,806	2,297,171	1,405,894	-	908,739	36,922,414
	<u>\$ 157,799,066</u>	<u>\$ 55,196,667</u>	<u>\$ 56,820,725</u>	<u>\$ 21,888,166</u>	<u>\$ 15,308,861</u>	<u>\$ 21,352,287</u>	<u>\$ 25,223,503</u>	<u>\$ 7,289,834</u>	<u>\$ 360,879,109</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

15. 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. The University considers any such potential refunds likely to be immaterial.

The University is a defendant in litigation arising from the normal course of operations. Based on present knowledge, the University's administration believes any ultimate liability in these legal matters will not materially affect the financial position of the University.

16. RISK MANAGEMENT

The University participates in the State of Idaho's risk and insurance program, which includes liability and property coverage. The State of Idaho's Retained Risk Fund has a \$500,000 cap for tort claims. The University's premiums are based on the State's actuarial calculations and are weighted for losses sustained by the University. Deductibles for the programs include \$2,000 for property losses, \$500 for auto physical damage, \$5,000 for boiler and machinery losses, \$500 for fine art losses and \$50 for inland marine losses. There are no casualty deductibles. During the past three fiscal years, no settled claims have exceeded insurance coverage levels, and there has been no significant reduction in coverage.

In July 2015 the University became self-insured for its Worker's Compensation coverage. The University utilizes a third-party administrator to adjudicate its claims and make payments under this coverage. The University maintains two separate bank accounts for its self-insured program, a \$500,000 reserve account as well as a separate account for ongoing claims processing and payments.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

17. COMPONENT UNIT

The University of Idaho Foundation, Inc. (Foundation) is a legally separate, 501(c)(3) component unit of the University of Idaho (University) which was established in 1970. The mission of the University of Idaho Foundation, Inc. Moscow, Idaho is to secure, manage, and distribute private support to enhance the growth and development of the University of Idaho. A Board of Directors comprised of up to 25 members governs and conducts the business of the Foundation, meeting three to four times each fiscal year. The officers of the Foundation are Chairman, Vice-Chairman, Treasurer, Secretary, and Past Chairman. Committees include: the Executive Committee, Committee on Directors, Operations and Finance Committee, Investment Committee, Audit Committee, Gift Acceptance Committee, and other committees appointed by the Chairman as necessary to carry out the business of the Foundation. Foundation business is conducted via regular meetings of the Board of Directors and its Executive Committee as well as through ongoing communications with committees and staff. Members of the Foundation's Board of Directors provide strong leadership and expertise in a variety of areas relative to its mission. In addition, directors also advise University leadership as requested, advocate for higher education, serve on various college advisory committees, and personally provide major private funding support for the University. Located in Moscow, the Foundation professional staff work collaboratively with the University development team, donors, and their advisors. The Foundation strategically partners with the leadership team at the University of Idaho including the President, Vice President of University Advancement, and the Vice President for Finance. Separate audited financial statements are prepared by the Foundation and may be obtained by contacting University of Idaho Foundation, 875 Perimeter Drive MS 3143, Moscow, Idaho 83844-3143.

The majority of the resources, or income earned from those resources, that the Foundation holds and invests are restricted to the activities of the University by donors. Because these restricted resources held by the Foundation can only be used by, or for the benefit of, the University and because these resources provide a significant amount of support to the University, the Foundation has been determined to be a component unit of the University and is discretely presented in the University's financial statements. Significant accounting policies associated with the University, described in Note 1, apply to the Foundation, when applicable. Significant disclosures at June 30, 2015 and 2014 are as follows:

INVESTMENTS—Investments in marketable securities are recorded at fair value as determined by quoted market prices. At June 30, 2015, the fair value of restricted and unrestricted investments was \$261,204,795 and \$4,834,436 respectively. At June 30, 2014, the fair value of restricted and unrestricted investments was \$250,947,165 and \$4,262,866 respectively.

The majority of investments held by the Foundation are part of the pooled endowment fund referred to as the Consolidated Investment Trust (CIT). The CIT was established by the Regents of the University of Idaho to pool endowment funds received by the University and the Foundation. The CIT utilizes the market value share method of accounting. The fair value of the CIT's portfolio is divided by the number of outstanding unit participation shares owned by the individual endowments to determine the value of a share when additional contributions are added.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

The following table represents the fair value of investments by type at June 30, 2015 and 2014 respectively:

Investment Type	2015	2014
U.S. Government Agency Obligations	\$ 4,695,607	\$ 3,986,172
Corporate Debt	47,392,623	40,639,833
Preferred Stock	484,608	567,335
Municipal Securities	114,228	191,082
U.S. Treasuries	17,136,362	16,269,715
Common Stock	117,424,123	119,061,688
International Equity Funds	16,249,113	18,284,068
Mutual Funds	47,542,761	32,311,363
Private Equity	14,999,806	12,017,435
Real Assets	-	11,881,340
	<u>\$ 266,039,231</u>	<u>\$ 255,210,031</u>

Interest Rate Risk

Interest rate risk is defined by GASB Statement No. 40 as the risk a government may face should interest rate variances affect the fair value of investments. 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. The Foundation does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

At June 30, 2015 the Foundation had the following investments subject to interest rate risk:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1-5	6-10	More than 10
Corporate debt	\$ 47,392,623	\$ 5,098,824	\$ 30,948,386	\$ 9,996,390	\$ 1,349,023
U.S. government agency obligations	4,695,607	436	4,148,349	463,074	83,748
U.S. treasuries	17,136,362	7,323	9,398,717	7,730,322	-
Municipal securities	114,228	-	-	40,036	74,192
	<u>\$ 69,338,820</u>	<u>\$ 5,106,583</u>	<u>\$ 44,495,452</u>	<u>\$ 18,229,822</u>	<u>\$ 1,506,963</u>

At June 30, 2014 the Foundation had the following investments subject to interest rate risk:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1-5	6-10	More than 10
Corporate debt	\$ 40,639,833	\$ 3,406,621	\$ 25,559,229	\$ 10,263,501	\$ 1,410,482
U.S. government agency obligations	3,986,172	21	3,159,394	82,489	744,268
U.S. treasuries	16,269,715	-	8,924,586	7,345,129	-
Municipal securities	191,082	75,374	-	5,009	110,699
	<u>\$ 61,086,802</u>	<u>\$ 3,482,016</u>	<u>\$ 37,643,209</u>	<u>\$ 17,696,128</u>	<u>\$ 2,265,449</u>

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Credit Risk

Credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. GASB Statement No. 40 requires disclosure of credit quality ratings for investments in debt securities. The Foundation does not have a formal policy that limits its investment choices. (The credit risk rating listed below are issued upon standards set by Standard and Poor's).

Investment securities subject to credit risk at June 30, 2015:

Credit Rating	Investment Type			Total
	U.S. Government Agency Obligatons	Corporate Debt	Municipal Securities	
AAA	\$ -	\$ 1,276,704	\$ -	\$ 1,276,704
AA	4,686,862	6,467,300	15,067	11,169,229
A	-	19,326,416	-	19,326,416
BBB	-	19,384,900	-	19,384,900
BB	-	501,525	40,036	541,561
B	-	44,507	-	44,507
CCC	-	24,404	-	24,404
D	-	27,602	-	27,602
Not Rated	8,745	339,265	59,125	407,135
Total	\$ 4,695,607	\$ 47,392,623	\$ 114,228	\$ 52,202,458

Investment securities subject to credit risk at June 30, 2014:

Credit Rating	Investment Type			Total
	U.S. Government Agency Obligatons	Corporate Debt	Municipal Securities	
AAA	\$ -	\$ 496,265	\$ -	\$ 496,265
AA	3,441,590	6,760,458	20,570	10,222,618
A	-	15,420,000	75,374	15,495,374
BBB	-	16,569,591	-	16,569,591
BB	-	600,225	40,024	640,249
CCC	-	29,486	-	29,486
D	-	30,949	-	30,949
Not Rated	544,582	732,859	55,114	1,332,555
Total	\$ 3,986,172	\$ 40,639,833	\$ 191,082	\$ 44,817,087

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Concentration of Credit Risk

Per GASB Statement No. 40, Concentration of Credit Risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Foundation has a formal policy addressing concentration of credit risk. Investments shall be diversified with the intent to minimize the risk of large realized and unrealized losses to the invested assets. The total portfolio will be constructed and maintained to provide prudent diversification with regard to the concentration of holding in individual issues, corporations, or industries.

- Not more than 5% of the total equity portfolio valued at market may be invested in the common stock of any one corporation.
- Debt securities of any one issuer shall not exceed 5% of the market value of the total bond portfolio at the time of purchase (except U.S. Treasury or other federal agencies).
- With the exception of passively managed portfolios, not more than 20% of the total portfolio may be invested in any one investment manager, fund, or pool.

As of June 30, 2015 and 2014 respectively, the Foundation had not invested more than 5 percent of their investments in any one issuer.

Custodial Credit Risk

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 possession of another party. The Foundation minimizes exposure to custodial credit risk by requiring that investments, to the extent possible, be clearly marked as to Foundation ownership and further to the extent possible, be held in the Foundation's name. At June 30, 2015 and 2014 all Foundation funds were held in the name of the counterparty for benefit of the Foundation.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The Foundation investment policy limits the exposure to foreign investments holdings in the portfolio. The Foundation is exposed to foreign currency risk in foreign stocks that it holds as follows for June 30, 2015 and 2014 respectively:

Currency Type		June 30, 2015 Fair Value	June 30, 2014 Fair Value
AUD	Australia	\$ 1,761,410	\$ 2,364,593
BRL	Brazil	1,038,135	1,409,974
CAD	Canada	335,203	19,839
CHF	Switzerland	3,219,288	2,576,109
CLP	Chile	177,511	193,569
CNY	China	2,305,695	2,111,802
EUR	Euro	3,838,430	4,456,680
GBP	Great Britain	6,711,114	8,440,281
HKD	Hong Kong	3,742,499	3,478,470
IDR	Indonesia	302,829	342,617
INR	India	1,089,507	1,117,329
JPY	Japan	2,736,885	2,853,215
KRW	Korea	1,803,806	2,063,711
MXN	Mexico	697,724	870,845
MYR	Malaysia	433,909	530,543
NOK	Norway	71,229	100,081
PHP	Philippines	159,628	99,221
PLN	Poland	237,507	244,747
RUB	Russia	331,140	522,633
SEK	Sweden	686,396	777,938
SGD	Singapore	1,473,065	1,608,727
THB	Thailand	350,915	348,936
TRY	Turkey	205,038	291,150
TWD	Taiwan	1,779,403	1,916,110
ZAR	South Africa	989,625	1,010,246
Various	Various	302,475	383,718
		\$ 36,780,366	\$ 40,133,084

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

DISTRIBUTIONS TO UNIVERSITY OF IDAHO AND AFFILIATES

During fiscal years 2015 and 2014, earnings from endowments invested in the CIT, direct gifts and other revenues to the Foundation were distributed as follows:

	2015		2014	
	CIT Endowment Income	Gifts and Other Revenues	CIT Endowment Income	Gifts and Other Revenues
Scholarships	\$ 5,871,545	\$ 3,182,855	\$ 5,489,757	\$ 2,843,656
Student loans	185,179	-	183,394	-
Building funds	-	636,093	-	2,743,143
University of Idaho College and Department Operating Accounts				
Academic Excellence	490,820	-	472,866	13,700
Agricultural and Life Sciences	426,733	1,383,650	388,728	1,426,014
Art and Architecture	14,417	143,942	14,220	101,141
Athletics	58,434	932,157	57,349	479,670
Business and Economics	385,488	538,183	377,452	794,586
Education	49,045	319,066	47,986	337,248
Engineering	175,743	636,702	138,277	699,029
Law	228,706	756,042	226,504	270,377
Letters, Art and Social Science	590,564	452,714	537,419	300,670
Library	180,277	44,083	171,563	3,831
Natural Resources	356,598	548,784	335,998	319,541
Science	192,344	426,420	184,528	224,383
Other departments	446,900	762,872	424,987	1,113,935
Life beneficiaries	50,800	-	107,143	-
University of Idaho affiliates	405	26,333	401	109,739
Total Distributions	\$ 9,703,998	\$ 10,789,896	\$ 9,158,572	\$ 11,780,663

DONOR RESTRICTED ENDOWMENTS

The Foundation receives certain gift assets that are restricted for endowment purposes, and by definition the original gift amount will be held in perpetuity for the benefit of the University. Restriction requirement for principal preservation is addressed by Idaho statute, and is applicable lacking any further guidance from the individual gift agreement. During the fiscal years ended June 30, 2015 and 2014, \$7,555,053 and \$13,520,023 was contributed to endowments, respectively.

The Foundation Board of Directors establishes a spending rate annually for endowments. The approved fiscal year 2015 and 2014 spending rate was set at 4.4% and 4.5%, respectively, of the three-year rolling average of the CIT's monthly fair market value.

During the fiscal year ended June 30, 2015 and 2014, the endowments held by the Foundation had net appreciation (depreciation) on donor-restricted endowments of \$(6,350,568) and \$27,458,773 respectively. Unrealized appreciation (depreciation) is included with the "Restricted-Expendable" Net Position.

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2015 AND 2014

18. RELATED ORGANIZATIONS

The Idaho Research Foundation, Inc. (“Research Foundation”) is a separate legal entity that until 2008 provided technology transfer services to the University. In 2008 an agreement was reached between the University and Research Foundation to integrate some of the services into the University. The new role of the Research Foundation is to hold equity from licensing transactions on behalf of the University. The Research Foundation is a legally separate organization which provides a valuable service to the University. It does not provide financial resources to the University and is not reported as a component unit.

The Vandal Boosters, Inc. (“Boosters”) is a fund raising organization that provides financial assistance and services to the University of Idaho intercollegiate athletic department. Contributions received by the University from this organization are recorded as gifts. It does not provide significant financial resources to the University and is not reported as a component unit.

The University of Idaho Alumni Association (“Association”) was established to develop and maintain a positive relationship with alumni, parents, and friends of the University. The Association is a legally separate organization which provides a valuable service to the University. It does not provide significant financial resources to the University and is not reported as a component unit.

19. RESTATEMENT OF NET POSITION

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, is effective for financial statement periods beginning after June 15, 2014 with the effects of accounting changes to be applied retroactively by restating the financial statements. The Statement requires the University record its proportionate share of the defined benefit pension obligations for active, inactive and retired employees receiving retirement benefits under the Public Employee Retirement System of Idaho (“PERSI”).

The University adopted this new pronouncement in the current year. It is not practical for PERSI to determine the amounts of all deferred inflows of resources and deferred outflows of resources related to pensions as of the beginning of the plan year. As a result, the prior year has not been restated for deferred inflows of resources, deferred outflows of resources, net pension liability and pension expense. Since the restatement of the prior year presented is not practical, the cumulative effect of applying this Statement is reported as a restatement of beginning net position as of June 30, 2014.

	As Previously Reported <u>June 30, 2014</u>	Restated <u>June 30, 2014</u>	Cumulative Effect of <u>Change</u>
Deferred Outflows of Resources	\$ -	\$ 5,611,158	\$ 5,611,158
Net Pension Liability	-	35,003,176	35,003,176
Net Position	345,580,206	316,188,188	(29,392,018)

REQUIRED SUPPLEMENTARY INFORMATION JUNE 30, 2015 AND 2014

REQUIRED SUPPLEMENTARY INFORMATION

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

	<u>2015</u>
University's portion of net pension liability	1.83%
University's proportionate share of the net pension liability	\$ 13,469,341
University's covered employee payroll	50,667,755
University's proportional share of the net pension liability as a percentage of its covered employee payroll	26.58%
Plan fiduciary net position as a percentage of the total pension liability	94.95%

Data reported is measured as of July 1, 2014 (measurement date)

Schedule of University Contributions PERSI – Base Plan

	<u>2015</u>
Statutorially-required contribution	\$ 5,735,586
Contributions in relation to the statutorily-required contribution	5,735,586
Contribution (deficiency) excess	\$ -
University's covered-employee payroll	50,667,755
Contributions as a percentage of covered-employee payroll	11.32%

Schedule of Funding Progress Retiree Benefits Trust

Fiscal Year	Actuarial Value	Actuarial Accrued Liability (AAL) -	Unfunded AAL (UAAL)	Funded	Covered	UAAL as a Percent
<u>End Date</u>	<u>of Assets (a)</u>	<u>Entry Age (b)</u>	<u>(b - a)</u>	<u>Ratio (a / b)</u>	<u>Payroll (c)</u>	<u>of Covered Payroll (b - a) / (c)</u>
6/30/2012	\$ 21,774,000	\$ 73,240,000	\$ 51,466,000	29.7%	\$ 123,237,000	41.8%
6/30/2013	24,753,000	63,465,000	38,712,000	39.0%	123,592,000	31.3%
6/30/2014	28,271,000	61,476,000	33,205,000	46.0%	132,777,000	25.0%
6/30/2015	29,768,000	62,465,000	32,697,000	47.7%	140,728,000	23.2%

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

Idaho State Board of Education
University of Idaho
Moscow, Idaho

We have audited, in accordance with the 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 University of Idaho (the University), and its discretely presented component units, and the aggregate remaining fund of the University, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise University of Idaho's basic financial statements, and have issued our report thereon dated September 28, 2015. Our report includes reference to other auditors who audited the financial statements of the University of Idaho Foundation, a discretely presented component unit, and the University of Idaho Health Benefits Trust, a fiduciary fund, as described in our report of the University of Idaho's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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

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

MOSS ADAMS_{LLP}**Compliance and Other Matters**

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Moss Adams LLP".

Eugene, Oregon
September 28, 2015

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

Idaho State Board of Education
University of Idaho
Moscow, Idaho

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

MOSS ADAMS_{LLP}**Report on Internal Control Over Compliance**

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

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

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

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



Eugene, Oregon
September 28, 2015

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

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

Federal Awards

Internal control over major federal programs:

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

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

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

Identification of Major Federal Programs

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

Dollar threshold used to distinguish between type A and type B programs: \$ 3,000,000

Auditee qualified as low-risk auditee? Yes No

Section II - Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

None reported

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS FOR THE YEAR ENDED JUNE 30, 2015

FINDING 2014-001 – Special Tests and Provisions: Enrollment Reporting – Significant Deficiency in Internal Controls and Instances of Noncompliance

Federal Program: CFDA 84.268 Federal Direct Loans, CFDA 84.038 Federal Perkins Loans

Condition: The University did not have procedures in place to adequately report student status changes timely.

Management’s View of Status in Current Year: The University has updated its policies and procedures to ensure the last date of attendance is updated to NSLDS on a timely basis once they receive information from faculty documenting the student’s last date of attendance.

University of Idaho

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF AGRICULTURE</u>							
DEPARTMENT OF AGRICULTURE							
National Potato Promotion Board - 13617	10			50,815			50,815
Western Forestry & Conservation Assn - IETIC Director Even Yr Funds	10			264			264
Western Forestry & Conservation Assn - Data Mgr FY14	10			5			5
Western Forestry & Conservation Assn - IETIC Russell H Hudson Gene Archive	10			1			1
Western Forestry & Conservation Assn - IETIC Director Odd Yr Funds	10			18,307			18,307
Western Forestry & Conservation Assn - IETIC Data Manager II Odd Yr	10			722			722
Western Forestry & Conservation Assn; 00683L	10			449			449
Western Forestry & Conservation Assn; 00683L	10			20			20
IFTNC Federal Partners 2014	10			4,309			4,309
USDA Forest Service; 08CS11010500034	10		100				100
USDA Forest Service; 10JV11221634247	10		9,610				9,610
USDA Forest Service; 11-CR-11221632-126	10		2,897				2,897
USDA Forest Service; 11CS11010500001	10		6,867				6,867
USDA Forest Service; 11CS11011100049	10		5,122				5,122
USDA Forest Service; 13-JV-11221633-194	10		3,171				3,171
USDA Forest Service; 13-PA-11011724-031	10		29,450				29,450
USDA Forest Service; NFS 14-PA-11062754-008	10		27,500				27,500
USDA-APHIS; 13-8130-1547-CA	10		7,143				7,143
USDA Forest Service; 09JV11221634294	10		18,401				18,401
USDA Forest Service; 09JV11221634314	10		7,987				7,987
USDA Forest Service; 10CR11221632182	10		20,404				20,404
USDA Forest Service; 10JV11261987041	10		10,808				10,808
USDA Forest Service; 10JV11272162041	10		(222)				(222)
USDA Forest Service; 11-CS-11221632-092	10		5,927				5,927
USDA Forest Service; 11JV11261987105	10		24,737				24,737
USDA Forest Service; 12JV11111133040	10		24,115				24,115
USDA Forest Service; 13-CR-11261950-089	10		13,860				13,860
USDA Forest Service; 13-JV-11221632-082	10		13,650				13,650
USDA Forest Service; 13-JV-11221632-160	10		3,647				3,647
USDA Forest Service; 13-JV-11221633-112	10		10,779				10,779
USDA Forest Service; 13-JV-11221633-114	10		15,244				15,244
USDA Forest Service; 13-JV-11221633-130	10		38,667				38,667
USDA Forest Service; 13-JV-11221633-132	10		16,824				16,824
USDA Forest Service; 13-JV-11221633-136	10		26,982				26,982
USDA Forest Service; 13-JV-11221634-065	10		59,629				59,629
USDA Forest Service; 13-JV-11221634-145	10		33,235				33,235
USDA Forest Service; 13JV11242302048 G24392927001	10		-				-
USDA Forest Service; 14-JV-11221633-042	10		52,333				52,333
USDA Forest Service; 2013-JV-11261900-072	10		2,926				2,926

University of Idaho

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF AGRICULTURE</u>							
DEPARTMENT OF AGRICULTURE (Cont.)							
USDA/OCE/ORACBA; 58011111003	10		13,837				13,837
USDA-APHIS; 13-8130-0286-CA	10		11,592				11,592
US Dept. of Agriculture; 58-0510-4-021 N	10				11,598		11,598
USDA Forest Service; 10PA11010404038	10				895		895
USDA Forest Service; 12-CS-11011724-027	10				20,283		20,283
USDA Forest Service; 11CR11221611214	10				370,520		370,520
USDA Forest Service; 12-JV-11221637-143	10				330,679		330,679
USDA Forest Service; 15046	10				2,364		2,364
*I*ACMineral Nutrients in Fuji App	10			(4,621)			(4,621)
NPPB ZC and Potato Exports-Wenninge	10			56,201			56,201
IAC Improved Yield Efficiency	10			72,944			72,944
TFSWCD Crop Magic Valley	10			380			380
*I*AGRES Resistance Gene Dosage	10			720			720
KSU Region 1 LRPS	10					13,911	13,911
AGRICULTURE RESEARCH SERVICE							
Agricultural Research-Basic and Applied Research	10	001	1,422,881				1,422,881
University of Nebraska; 25-6235-0205-003	10	001		929			929
USDA Agricultural Research Ser; 59-2060-5-001	10	001		31,620			31,620
Washington State University; 123681 G003447	10	001		35			35
AGRICULTURAL MARKETING SERVICE							
Specialty Crop Block Grant Program - Farm Bill	10	170	43,211				43,211
Idaho Bean Commission; 13602	10	170		24,876			24,876
Idaho Bean Commission; 13615	10	170		8,722			8,722
Idaho Bean Commission; 14598	10	170		584			584
Idaho Department of Agriculture; 2013SCBGP-FB	10	170		44,039			44,039
Idaho Department of Agriculture; 2013SCBGP-FB	10	170		25,318			25,318
Idaho Department of Agriculture; 2014 Farm Bill SCBGP-FB	10	170		19,143			19,143
Idaho Department of Agriculture; 2014 Farm Bill SCBGP-FB	10	170		6,980			6,980
Idaho Department of Agriculture; 2014 Farm Bill SCBGP-FB	10	170		6,797			6,797
Idaho Department of Agriculture; SCBGP-FB-2012	10	170		2,610			2,610
Idaho Department of Agriculture; SCBGP-FB-2012	10	170		11,924			11,924
Idaho Department of Agriculture; SCBGP-FB-2012	10	170		15,300			15,300
Idaho Department of Agriculture; SCBGP-FB-2012	10	170		577			577
Idaho Potato Commission; 12618	10	170		60,110			60,110
Idaho Potato Commission; 2013 FARM BILL SCBGP-FB	10	170		50,340			50,340
Idaho Potato Commission; 2013 FARM BILL SCBGP-FB	10	170		6,419			6,419
Idaho Potato Commission; 2013 FARM BILL SCBGP-FB	10	170		41,137			41,137
Idaho Potato Commission; 2014 Farm Bill SCBGP-FB	10	170		9,497			9,497

University of Idaho

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF AGRICULTURE</u>							
AGRICULTURAL MARKETING SERVICE (Cont.)							
Idaho Potato Commission; 2014 Farm Bill SCBGP-FB	10	170		2,265			2,265
ANIMAL AND PLANT HEALTH INSPECTION SERVICE							
Plant and Animal Disease, Pest Control, and Animal Care	10	025	630,663		12,172		642,835
NATIONAL INSTITUTE OF FOOD AND AGRICULTURE							
Grants for Agricultural Research, Special Research Grants	10	200	211,864				211,864
Univ of California Davis; 201302570-04-UI-HIRNYCK-FOODU	10	200		22,338			22,338
University of California, Davis; 201302570-26-UI-BARBOUR-BGP	10	200		4,841			4,841
University of California, Davis; 201402878-07-UI-Hirnyck-FoodU	10	200		28,943			28,943
University of California, Davis; 201402878-22-UI-MORISHITA-ECS	10	200		2,999			2,999
University of Washington; 734578	10	200		791			791
University of Washington; 756222	10	200		127			127
University of Washington; 756222	10	200		15,765			15,765
University of Washington; 757248	10	200		22,771			22,771
Washington State University; 105577 G003124	10	200		62,017			62,017
Washington State University; 105577 G003394	10	200		148,133			148,133
Cooperative Forestry Research	10	202	496,039				496,039
Payments to Agricultural Experiment Stations Under the Hatch Act	10	203	3,044,582				3,044,582
Animal Health and Disease Research	10	207	49,571				49,571
Food and Agricultural Sciences National Needs Graduate Fellowship Grants	10	210			17,117		17,117
Small Business Innovation Research	10	212					
Thermal Framing, LLC; 2014-1	10	212		25,350			25,350
Sustainable Agriculture Research and Education	10	215					
Montana State University; G186-15-W5289	10	215		2,064			2,064
Utah State University; 100893001	10	215		(918)			(918)
Utah State University; 110892008	10	215		2,340			2,340
Utah State University; 120833019	10	215		9,657			9,657
University of Wyoming; 1002627	10	215				11,906	11,906
Higher Education Challenge Grants	10	217	(7,349)				(7,349)
Higher Education Multicultural Scholars Program	10	220			33,993		33,993
Community Food Projects	10	225					
Oregon State University; 170348	10	225		1,517			1,517
Secondary and Two-Year Postsecondary Agriculture Education Challenge Grants	10	226			9,436		9,436
Integrated Programs	10	303	67,298				67,298
Kansas State University; S13116	10	303		21,461			21,461
Texas Woman's University; 2045-045-2	10	303		25,285			25,285
Washington State University; 112890_G002647	10	303		12,226			12,226
Washington State University; 112890_G002787	10	303		5,354			5,354

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF AGRICULTURE</u>							
NATIONAL INSTITUTE OF FOOD AND AGRICULTURE (Cont.)							
Homeland Security_Agriculture	10	304					
Univ of California Davis; 201303063-07	10	304		10,986			10,986
Biodiesel	10	306			70,214		70,214
Organic Agriculture Research and Extension Initiative	10	307					
Washington State University; 110036-G002574	10	307		(1,580)			(1,580)
Utah State University; 10075902	10	307				18	18
Utah State University; 10075902	10	307				2,112	2,112
Specialty Crop Research Initiative	10	309	70,878				70,878
Cornell University; 73999-10424	10	309		2,812			2,812
Cornell University; 73999-10424	10	309		33,996			33,996
Cornell University; 73999-10424	10	309		3,168			3,168
Cornell University; 73999-10424	10	309		2,181			2,181
Cornell University; 73999-10424	10	309		4,358			4,358
North Carolina St. University; 2010136505	10	309		165,779			165,779
Texas A & M University; 06-S140619	10	309		681			681
Texas A & M University; 570610	10	309		667			667
University of Wisconsin; 350K825	10	309		53,846			53,846
University of Wisconsin; 350K825	10	309		26,933			26,933
Washington State University; 111349G002607	10	309		(4,706)			(4,706)
Washington State University; 123535 G003384	10	309		10,941			10,941
Agriculture and Food Research Initiative (AFRI)	10	310	5,692,211				5,692,211
Auburn University; 13-AGR-373036-UI	10	310		13,923			13,923
Boise State University; 5353-A	10	310		114,862			114,862
Boise State University; 5353-A	10	310		5,325			5,325
Colorado State University; G-91600-5	10	310		50,589			50,589
Colorado State University; G-91600-5	10	310		30,368			30,368
Colorado State University; G-91600-5	10	310		55,948			55,948
Colorado State University; G-91600-5	10	310		43,618			43,618
Idaho State University; 14-20A-RGE021	10	310		10,071			10,071
Oregon State University; C0462A-A	10	310		73,908			73,908
Oregon State University; U0720B-E P0031110	10	310		5,699			5,699
Regents University of California Riverside; S-000471	10	310		75,034			75,034
Univ of California Davis; 201015718-13	10	310		78,342			78,342
University of Nevada at Reno; UNR-14-78 114GC000085	10	310		25,996			25,996
University of Oregon; 238391D	10	310		16,114			16,114
University of Washington; 729775	10	310		96,782			96,782
University of Washington; 729775	10	310		126,626			126,626
USDA Agricultural Research Ser; 59-1907-2-254	10	310		76,958			76,958

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
DEPARTMENT OF AGRICULTURE							
NATIONAL INSTITUTE OF FOOD AND AGRICULTURE (Cont.)							
Washington State University; 115337G002918	10	310		30,236			30,236
Washington State University; 115375 G002917	10	310		95,207			95,207
Washington State University; 115375 G002917	10	310		109,380			109,380
Washington State University; 115808G002989	10	310		95,022			95,022
Washington State University; 115808G002989	10	310		192,828			192,828
Washington State University; 115808G002989	10	310		42,873			42,873
Washington State University; 115808G002989	10	310		210,550			210,550
Oregon State University; U0720B-B	10	310				334	334
Oregon State University; U0720B-D	10	310				5,889	5,889
Oregon State University; U0720B-F	10	310				14,890	14,890
Washington State University; 118978 G003159	10	310				33,172	33,172
Biomass Research and Development Initiative Competitive Grants Program (BRDI)	10	312	201,073				201,073
Alfalfa and Forage Research Program	10	330					
Washington State University; 124210 G003390	10	330		19			19
Crop Protection and Pest Management Competitive Grants Program	10	329			66,070		66,070
University of California, Davis; SA14-2309-15	10	329		40			40
Utah State University; 15052701	10	329		1,138			1,138
Cooperative Extension Service	10	500			3,220,012		3,220,012
Kansas State University; S14073	10	500				7,313	7,313
Kansas State University; S14152	10	500				5,949	5,949
Kansas State University; S15058	10	500				16,721	16,721
National 4-H Council; 11413C	10	500				(294)	(294)
New Mexico State University; Q01463	10	500				112	112
Pennsylvania State University; 5031-UI-UM-9802	10	500				46,101	46,101
Pennsylvania State University; 5138-UI-USDA-2628	10	500				4,635	4,635
University of Wyoming; 1001769	10	500				4,443	4,443
University of Wyoming; 1002139	10	500				13,518	13,518
Utah State University; 110897009	10	500				15,191	15,191
Washington State University; 108815G003207	10	500				-	-
ECONOMIC RESEARCH SERVICE							
Agricultural and Rural Economic Research, Cooperative Agreements and Collaborations	10	250					
University of Arkansas; UA AES 05837-01	10	250		9,640			9,640
FOOD AND NUTRITION SERVICE							
Child and Adult Care Food Program	10	558					
Idaho State Department of Education; 2901	10	558				30,468	30,468
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10	561					
Idaho Dept. of Health & Welfare; WC066000-7/WC078600	10	561				85,604	85,604
Idaho Dept. of Health & Welfare; WC066000-7/WC078600	10	561				69,956	69,956

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF AGRICULTURE</u>							
FOOD AND NUTRITION SERVICE (Cont.)							
Idaho Dept. of Health & Welfare; WC066000-7/WC078600	10	561				112,902	112,902
Idaho Dept. of Health & Welfare; WC066000-7/WC078600	10	561				58,323	58,323
Idaho Dept. of Health & Welfare; WC066000-7/WC078600	10	561				56,865	56,865
Idaho Dept. of Health & Welfare; WC078600	10	561				273,151	273,151
Idaho Dept. of Health & Welfare; WC078600	10	561				140,813	140,813
Idaho Dept. of Health & Welfare; WC078600	10	561				17,452	17,452
Idaho Dept. of Health & Welfare; WC078600	10	561				9,769	9,769
Idaho Dept. of Health & Welfare; WC078600	10	561				11,591	11,591
Idaho Dept. of Health & Welfare; WC078600	10	561				15,910	15,910
FOREST SERVICE							
Cooperative Forestry Assistance	10	664	(131)				(131)
Washington Department of Natural Resources; IAA 14-253	10	664		15,478			15,478
Idaho Department of Lands; UI/IDL10-417 TO 13-302	10	664				95,360	95,360
North Dakota State University; FAR0021941	10	664				1,938	1,938
Forest Products Lab: Technology Marketing Unit (TMU)	10	674	(1,251)				(1,251)
Forest Health Protection	10	680	414,520				414,520
RURAL BUSINESS-COOPERATIVE SERVICE							
Rural Business Opportunity Grants	10	773					
Clearwater Economic Development Assoc.; 14282	10	773		35,315			35,315
NATURAL RESOURCES CONSERVATION SERVICE							
Soil & Water Conservation	10	902	171,897		(4,340)		167,557
Soil Survey	10	903	(707)				(707)
Environmental Quality Incentives Program	10	912	53,325		74,153		127,478
FOREIGN AGRICULTURAL SERVICE							
Scientific Cooperation and Research	10	961	7,544				7,544
TOTAL - DEPARTMENT OF AGRICULTURE			13,085,341	3,030,750	4,235,166	1,176,023	21,527,280
<u>DEPARTMENT OF COMMERCE</u>							
DEPARTMENT OF COMMERCE							
Boise State University; BSU FY16 TechHelp NIST	11					2,061	2,061
Boise State University; BSU FY16 NIST Prog Income	11					139	139
Boise State University; BSU FY16 TechHelp EDA	11					102	102
ECONOMIC DEVELOPMENT ADMINISTRATION							
Economic Development_Technical Assistance	11	303			34,047		34,047
Boise State University; 5461-2014-A	11	303				9,468	9,468
Boise State University; 5461-2014-A	11	303				(3,325)	(3,325)
Boise State University; 5461-2015-A	11	303				28,470	28,470

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF COMMERCE (Cont.)</u>							
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION							
Climate and Atmospheric Research	11	431					
Oregon State University; NA226BC	11	431		55,496			55,496
Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program	11	438					
Columbia River Inter-Tribal - C13-01C1300140	11	438		21,147			21,147
NOAA Programs for Disaster Relief Appropriations Act - Non-construction and Construc	11	483					
Office of Species Conservation; 005 12 CW	11	483		22,085			22,085
NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY							
Manufacturing Extension Partnership	11	611					
Boise State University; 4801-2015-A	11	611				143,656	143,656
Boise State University; 4801-2015-A	11	611				153,195	153,195
Boise State University; 4801-A	11	611				4,313	4,313
Boise State University; 4801-A	11	611				(819)	(819)
Boise State University; 6447-A	11	611				24,035	24,035
Boise State University; 6474-A	11	611				182	182
TOTAL - DEPARTMENT OF COMMERCE			-	98,728	34,047	361,477	494,252
<u>DEPARTMENT OF DEFENSE</u>							
DEPARTMENT OF DEFENSE							
US Army Corps of Engineers; W9127N-12-P-0322	12		3,600				3,600
US Army Corps of Engineers; TOW9127N0920009001	12		56				56
US Army Corps of Engineers; W9127N-14-2-0010	12		58,065				58,065
US Army Corps of Engineers; W912HZ-12-2-0004	12		88,218				88,218
US Army Corps of Engineers; W912HZ-12-2-0004	12		697				697
US Army Corps of Engineers; W912HZ-12-2-0004	12		(32,122)				(32,122)
US Army Corps of Engineers; W912HZ-12-2-0004	12		325,574				325,574
US Army Corps of Engineers; W912HZ-12-2-0004	12		148,995				148,995
US Army Corps of Engineers; W912HZ-12-2-0004	12		346,760				346,760
US Army Corps of Engineers; W912HZ-12-2-0004	12		466,756				466,756
US Army Corps of Engineers; W912HZ-12-2-0004	12		522,111				522,111
US Army Corps of Engineers; W912HZ-12-2-0004	12		61,910				61,910
US Army Corps of Engineers; W912HZ-12-2-0014	12		6,455				6,455
US Army Corps of Engineers; W912HZ-15-2-0009	12		3,463				3,463
US Army Corps of Engineers; W912HZ-15-2-0011	12		9,747				9,747
Federal Government; H98230-14-C-0964	12		235,528				235,528
US Army Corps of Engineers; W912HQ12C0009	12		174,513				174,513
US Army Corps of Engineers; W912HQ-12-C-0022	12		16,371				16,371
US Department of the Army; NAFBA1-13-M-0211	12				289		289

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF DEFENSE</u>							
DEPARTMENT OF DEFENSE (Cont.)							
US Department of the Army; NAFBA1-13-M-0316	12				60,981		60,981
Washington State University; 125387 G003414	12					2,071	2,071
Washington State University; 125386 G003413	12					1,918	1,918
Washington State University; 122248 G003366	12					3,328	3,328
Washington State University; 122249 G003364	12					3,328	3,328
Univ of California Davis; 201301358-01	12			(11,284)			(11,284)
Univ of California Davis; 201301803-01	12			14,951			14,951
SP Cramer and Associates; 14602	12			56,567			56,567
Univ of California Davis; 201400387-01	12			152,413			152,413
CFD Research Corporation; 20120488	12			78,092			78,092
Global Technology Connection, Inc.; 7113	12			33,190			33,190
OFFICE OF THE CHIEF OF NAVAL RESEARCH, DEPARTMENT OF THE NAVY							
Basic and Applied Scientific Research	12	300	635,504				635,504
Western Kentucky University; WKURF51220110001	12	300		20,062			20,062
Western Kentucky University; WKURF51220110001	12	300		(97)			(97)
OFFICE OF THE SECRETARY OF DEFENSE							
Basic Scientific Research - Combating Weapons of Mass Destruction	12	351	120,157				120,157
Basic, Applied, and Advanced Research in Science and Engineering	12	630	126,979				126,979
DEPARTMENT OF DEFENSE U.S. ARMY MEDICAL COMMAND							
Military Medical Research and Development	12	420	357,375				357,375
DEPARTMENT OF THE AIR FORCE MATERIEL COMMAND							
Basic Science Research	12	431	82,945				82,945
University of Texas at Austin; UTA14-000287	12	431		69,198			69,198
NATIONAL SECURITY AGENCY							
Mathematical Sciences Grants Program	12	901	14,794				14,794
DEFENSE ADVANCED RESEARCH PROJECTS AGENCY							
Research and Technology Development	12	910	21,941				21,941
TOTAL - DEPARTMENT OF DEFENSE			3,796,392	413,092	61,270	10,645	4,281,399
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>							
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT							
High Country RC & D; 15112	14			17,250			17,250
TOTAL - DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			-	17,250	-	-	17,250

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL</u> <u>AGENCY</u> <u>NUMBER</u>	<u>FEDERAL</u> <u>CFDA</u> <u>EXTENSION</u>	<u>DIRECT</u> <u>RESEARCH</u> <u>EXPENDITURES</u>	<u>PASS THROUGH</u> <u>RESEARCH</u> <u>EXPENDITURES</u>	<u>DIRECT</u> <u>NON-RESEARCH</u> <u>EXPENDITURES</u>	<u>PASS THROUGH</u> <u>NON-RESEARCH</u> <u>EXPENDITURES</u>	<u>TOTAL</u> <u>EXPENDITURES</u>
<u>DEPARTMENT OF THE INTERIOR</u>							
DEPARTMENT OF INTERIOR							
Western Forestry & Conservation Assn - IETIC Director Even Yr Funds	15			33			33
Western Forestry & Conservation Assn - Data Mgr FY14	15			1			1
Western Forestry & Conservation Assn - IETIC Russell H Hudson Gene Archive	15			23			23
Western Forestry & Conservation Assn - IETIC Director Odd Yr Funds	15			4,807			4,807
Western Forestry & Conservation Assn - IETIC Data Manager II Odd Yr	15			190			190
Western Forestry & Conservation Assn; 00683L	15			130			130
Western Forestry & Conservation Assn; 00683L	15			6			6
IFTNC Federal Partners 2014	15			1,580			1,580
US Geological Survey; G12PC00068 MOD 3	15		138,654				138,654
US Geological Survey; G12PC00068 MOD 8	15		108,728				108,728
US Geological Survey; 12497	15		174,844				174,844
USDI Bureau of Indian Affairs; A13AC00099	15		23,867				23,867
USDI National Park Service; H1200090004 P09AC00140	15		(671)				(671)
USDI National Park Service; P11AC90546	15		18,961				18,961
USDI National Park Service; P12AC10215	15		(106)				(106)
USDI National Park Service; H2370094000 J2301110201	15		(614)				(614)
USDI National Park Service; P11AC90631	15		52,111				52,111
USDI National Park Service; H1200090004/P12AC10829	15				21,418		21,418
USDI National Park Service; H2370094000P12AC11137	15				50,069		50,069
USDI National Park Service; H1200090004/P12AC10546	15				881		881
Department of Interior	15	DAV	347				347
BUREAU OF LAND MANAGEMENT							
Recreation Resource Management	15	225	25,487				25,487
Invasive and Noxious Plant Management	15	230	142,451				142,451
Fish, Wildlife and Plant Conservation Resource Management	15	231	41,007		50,441		91,448
Wildland Fire Research and Studies Program	15	232	106,842		7,717		114,559
Environmental Quality and Protection Resource Management	15	236	88,106				88,106
Challenge Cost Share	15	238	11,998				11,998
Management Initiatives	15	239			14,846		14,846
BUREAU OF INDIAN AFFAIRS							
Agriculture on Indian Lands	15	034	44,135		11,720		55,855
BUREAU OF RECLAMATION							
Water 2025	15	507					
US Department of Interior - Bureau of Reclamation - R09AC10428	15	507		4,650			4,650
Desert Research Institute; 646.2150.01	15	507		5,030			5,030
Providing Water to At-Risk Natural Desert Terminal Lakes	15	508					
Desert Research Institute; 646050701	15	508		(19)			(19)
Desert Research Institute; TASK3	15	508		454			454
Fish and Wildlife Coordination Act	15	517	248,114				248,114

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF THE INTERIOR</u>							
BUREAU OF RECLAMATION (Cont.)							
SECURE Water Act-Research Agreements	15	560					
US Department of Interior - Bureau of Reclamation - R09AC10428	15	560		1,074			1,074
US FISH AND WILDLIFE SERVICE							
Sport Fish Restoration Program	15	605					
Idaho Department of Fish & Game; UI/IDFG09TO1	15	605		42,343			42,343
Idaho Department of Fish & Game; UI/IDGF09TO1	15	605		46,585			46,585
North Dakota Game & Fish Dept; 11519D	15	605		15,382			15,382
North Dakota Game & Fish Dept; 11519E	15	605		18,180			18,180
Fish and Wildlife Management Assistance	15	608	1,138				1,138
Wildlife Restoration	15	611					
Idaho Department of Fish & Game - LETTER 08.23.10 CONNELLY	15	611		11,305			11,305
Migratory Bird Joint Ventures	15	637					
Pheasants Forever, Inc.; 12538B	15	637		(3,603)			(3,603)
Research Grants (Generic)	15	650	(205)				(205)
Association of Fish And Wildlife Agencies; 15401	15	650		1,699			1,699
Endangered Species Conservation	15	657	24,030				24,030
Endangered Species - Candidate Conservation Action Funds	15	660	894		5,280		6,174
U.S.GEOLOGICAL SURVEY							
Assistance to State Water Resources Research Institutes	15	805	64,879				64,879
U.S. Geological Survey_ Research and Data Collection	15	808	104,576		200,889		305,465
Desert Research Institute; 646-5621	15	808		337			337
National Cooperative Geologic Mapping Program	15	810	172,721				172,721
Cooperative Research Units Program	15	812	499,933				499,933
National Geological and Geophysical Data Preservation Program	15	814			24,974		24,974
National Land Remote Sensing_ Education Outreach and Research	15	815					
AmericaView, Inc.; AV13-ID01	15	815		35,443			35,443
National Climate Change and Wildlife Science Center	15	820					
North Carolina St. University; 2014-0405-02	15	820		30,000			30,000
Oregon State University; GS240BA	15	820		245,923			245,923
Oregon State University; GS277A-A	15	820		10,660			10,660
Oregon State University; GS296A-A	15	820		85,374			85,374
Oregon State University; GS298A-A	15	820		44,465			44,465
NATIONAL PARK SERVICE							
Preservation of Japanese American Confinement Sites	15	933	2,524				2,524
Cooperative Research and Training Programs – Resources of the National Park System	15	945	370,080		53,760		423,840
TOTAL - DEPARTMENT OF THE INTERIOR			2,464,831	602,052	441,995	-	3,508,878

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF JUSTICE</u>							
JUVENILE JUSTICE & DELINQUENCY PREVENTION							
Juvenile Mentoring Program	16	726					
National 4-H Council; 15123	16	726				30,085	30,085
National 4-H Council; 2013-OJJD-PNMP-412	16	726				20,971	20,971
BUREAU OF JUSTICE ASSISTANCE							
John R. Justice Prosecutors and Defenders Incentive Act	16	816			(1,265)		(1,265)
TOTAL - DEPARTMENT OF JUSTICE			-	-	(1,265)	51,056	49,791
<u>DEPARTMENT OF STATE</u>							
US Department of State; S-IRPO-100-13-GR-004							
BUREAU OF EDUCATIONAL AND CULTURAL AFFAIRS	19		15,527				15,527
Academic Exchange Programs - Undergraduate Programs							
International Research & Exchanges Board - UGRAD PAKISTAN - U13	19	009				62	62
Educational and Cultural Exchange Programs Appropriation Overseas Grants							
Institute of International Education; IIE FULBRIGHT 14451	19	022				69,747	69,747
Institute of International Education; S-ECAGD-15-CA-1015	19	022				3,121	3,121
Professional and Cultural Exchange Programs - Citizen Exchanges							
Georgetown University; IU-RX2050-981-13-C	19	415				(789)	(789)
BUREAU OF NEAR EASTERN AFFAIRS							
Middle East Partnership Initiative	19	500					
Georgetown University; UOI-01-SECAGD14CA1163	19	500				26,760	26,760
TOTAL - DEPARTMENT OF STATE			15,527	-	-	98,901	114,428
<u>DEPARTMENT OF TRANSPORTATION</u>							
DEPARTMENT OF TRANSPORTATION							
Idaho Transportation Department - A014(335)/14335							
Idaho Transportation Department; UI-15-02	20					12,648	12,648
Idaho Transportation Department; UI-15-04	20			2,014			2,014
FEDERAL HIGHWAY ADMINISTRATION							
Highway Planning and Construction							
Idaho Transportation Department; UI-15-03	20	205		5,879			5,879
Idaho Transportation Department; 6361	20	205		10,724			10,724
Idaho Transportation Department - UI-12-01	20	205		1,853			1,853
Washington State University - 119421G003091	20	205		9,010			9,010
Idaho Transportation Department - UI-13-01	20	205		16,787			16,787
Idaho Transportation Department; UI-14-02	20	205		29,122			29,122
Idaho Transportation Department - UI-14-03	20	205		62,655			62,655

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF TRANSPORTATION (Cont.)</u>							
RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION							
University Transportation Centers Program	20	701	1,407,575				1,407,575
University of Washington; 739436	20	701		24,965			24,965
University of Washington; 739436	20	701		50,736			50,736
University of Washington; 739436	20	701		41,112			41,112
University of Washington; 739436	20	701		19,185			19,185
University of Washington; 739436	20	701		2,664			2,664
University of Washington; 739436	20	701		15,769			15,769
University of Washington; 739436	20	701		22,024			22,024
University of Washington; 739436	20	701		46,982			46,982
University of Washington; UWSC8235 BPO3863	20	701		3,925			3,925
University of Washington; UWSC8235 BPO3863	20	701		11,297			11,297
University of Washington; UWSC8235 BPO3863	20	701		4,382			4,382
University of Washington; UWSC8235 BPO3863	20	701		375			375
PIPELINE AND HAZARDOUS MATERIALS SAFETY ADMINISTRATION							
State Damage Prevention Program Grants	20	720					
One-Call of Wyoming, Inc; 15300	20	720				4,580	4,580
TOTAL - DEPARTMENT OF TRANSPORTATION			1,407,575	393,467	-	17,228	1,818,270
<u>DEPARTMENT OF TREASURY</u>							
INTERNAL REVENUE SERVICE							
Low-Income Taxpayer Clinics	21	008			60,321		60,321
TOTAL - DEPARTMENT OF TREASURY			-	-	60,321	-	60,321
<u>FEDERAL COMMUNICATION COMMISSION</u>							
Federal Communication Commission							
Federal Communications Commission; 12323	32				2,863		2,863
Federal Communications Commission; DA 14-947	32				54,580		54,580
TOTAL - FEDERAL COMMUNICATION COMMISSION			-	-	57,443	-	57,443
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>							
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION							
NASA Goddard Space Flight Center; NNG14HX23P	43		(1,952)				(1,952)
National Aeronautic Space Ad.; NNX10AN29A	43		86,981				86,981
National Aeronautic Space Ad.; NNX10AN30A	43		91,270				91,270
National Aeronautic Space Ad.; NNX10AQ10G	43		(2,988)				(2,988)

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>NATIONAL AERONAUTICS AND SPACE ADMINISTRATION</u>							
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION (Cont.)							
National Aeronautic Space Ad.; NNX11AO51H	43		4,685				4,685
National Aeronautic Space Ad.; NNX14AI67G	43		66,198				66,198
National Aeronautic Space Ad.; NNX14AN39A	43		73,986				73,986
National Aeronautic Space Ad.; NNX10AT77A	43				12,822		12,822
National Aeronautic Space Ad.; NNX10AT77A Jet Propulsion Laboratories; 1512294	43				13,571		13,571
Jet Propulsion Laboratories; 1490288	43			45,821			45,821
Jet Propulsion Laboratories; 1519294	43			13,957			13,957
University of Arizona; 1407200 PO 243109	43			13,978			13,978
Jet Propulsion Laboratories; 1512214	43			14,711			14,711
Science	43			2,725			2,725
Cornell University; 67431-10067	43	001	1,452,636				1,452,636
University of Maryland; 19612-Z6914002	43	001		6,411			6,411
University of Maryland; Z661802	43	001		2,551			2,551
University of Maryland; Z662303	43	001		10,119			10,119
University of Maryland; Z6880001 PO14655	43	001		40,971			40,971
Education	43	008	399,458	17,975			17,975
							399,458
TOTAL - NATIONAL AERONAUTICS AND SPACE ADMINISTRATION			2,170,274	169,219	26,393	-	2,365,886
<u>NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES</u>							
NATIONAL ENDOWMENT FOR THE ARTS							
Promotion of the Arts-Grants to Organizations & Individuals	45	024			8,966		8,966
Promotion of the Arts_Partnership Agreements	45	025					
Idaho Commission on the Arts; 5406QF1-15	45	025				119	119
Idaho Commission on the Arts; 3526ET-15	45	025				3,841	3,841
Idaho Commission on the Arts; 4315AE-14	45	025				134	134
Western States Arts Federation; TW201400060	45	025				2,150	2,150
Western States Arts Federation; TW201400102	45	025				2,000	2,000
NATIONAL ENDOWMENT FOR THE HUMANITIES							
Promotion of the Humanities_Federal/State Partnership	45	129					
Idaho Humanities Council; 2015006	45	129				928	928
Idaho Humanities Council; 2015019	45	129				1,551	1,551
TOTAL - NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			-	-	8,966	10,723	19,689

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>INSTITUTE OF MUSEUM AND LIBRARY SERVICES</u>							
INSTITUTE OF MUSEUM AND LIBRARY SERVICES							
Grants to States	45	310					
Idaho Commission for Libraries; CE1400-40	45	310		900			900
Idaho Commission for Libraries; CE1400-47	45	310		823			823
TOTAL - INSTITUTE OF MUSEUM AND LIBRARY SERVICES			-	1,723	-	-	1,723
<u>NATIONAL SCIENCE FOUNDATION</u>							
Engineering Grants	47	041	199,733				199,733
Salish Kootenai College; AMP Minority Participation	47	041		1,050			1,050
MJ3 Industries, LLC; MJ3UII	47	041		(2,360)			(2,360)
Tuskegee University; 34-22420-179-76190	47	041		20,483			20,483
Mathematical and Physical Sciences	47	049	628,507				628,507
Geosciences	47	050	722,596				722,596
Idaho State University; 11141CRBAO07	47	050		7,411			7,411
University of Missouri; C00023524-7	47	050		10,778			10,778
University of Texas at Austin; UTA13-000935	47	050		37,858			37,858
Woods Hole Oceanographic Institution; A101022	47	050		777			777
Computer and Information Science and Engineering	47	070	8,806				8,806
Biological Sciences	47	074	1,705,587				1,705,587
Michigan State University; 61-2075UI	47	074		84,924			84,924
Michigan State University; 61-2075UI	47	074		45,926			45,926
Michigan State University; 61-2075UI	47	074		100,982			100,982
Michigan State University; 61-2075UI	47	074		1,016			1,016
Michigan State University; 61-2075UI	47	074		21,054			21,054
Michigan State University; 61-2075UI	47	074		2,906			2,906
Michigan State University; 61-2075UI	47	074		10,313			10,313
Michigan State University; 61-2075UI	47	074		20,085			20,085
Michigan State University; 61-2075UI	47	074		3,790			3,790
Michigan State University; 61-2075UI	47	074		104,293			104,293
Michigan State University; 61-2075UI	47	074		11,305			11,305
Michigan State University; 61-2075UI	47	074		40,288			40,288
Michigan State University; 61-2075UI	47	074		3,878			3,878
Washington State University; 118419G003242	47	074		179,948			179,948
Washington State University; 121253G003276	47	074		68,404			68,404
Social, Behavioral, and Economic Sciences	47	075	103,781				103,781
University of New Hampshire; 14-089	47	075		33,295			33,295
University of New Hampshire; 14-089	47	075		123,955			123,955
Education and Human Resources	47	076	2,066,769				2,066,769
Lewis-Clark State College; LCSC2011-11	47	076		2,851			2,851

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<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>NATIONAL SCIENCE FOUNDATION</u>							
NATIONAL SCIENCE FOUNDATION (Cont.)							
Montana State University; G122-13-W2687	47	076		22,312			22,312
Washington State University; 114008 G003326	47	076		15,299			15,299
Washington State University; 115393 G002948	47	076		156,827			156,827
Polar Sciences	47	078	477,132				477,132
International Science and Engineering (OISE)	47	079	765,147				765,147
Montana State University; G183-11-W3069	47	079		48,861			48,861
Office of Cyberinfrastructure	47	080	3,825,715				3,825,715
University of Alaska; UAF 14-0064/POFP41993	47	079		62,285			62,285
TOTAL - NATIONAL SCIENCE FOUNDATION			10,503,773	1,240,794	-	-	11,744,567
<u>ENVIRONMENTAL PROTECTION AGENCY</u>							
OFFICE OF RESEARCH AND DEVELOPMENT							
Science to Achieve Results (STAR) Fellowship Program	66	514	11,796				11,796
OFFICE OF WATER							
Water Pollution Control State, Interstate, and Tribal Program Support	66	419	56,757				56,757
Capitalization Grants for Drinking Water State Revolving Funds	66	468					
Department of Environmental Quality; C883	66	468				13,857	13,857
OFFICE OF CHEMICAL SAFETY AND POLLUTION PREVENTION							
Research, Development, Monitoring, Public Education, Training, Demonstrations, & Studies	66	716					
National Association of State Dept. of Ag Research Foundation; 2013PSEP IDAHO	66	716				6,027	6,027
OFFICE OF SOLID WASTE AND EMERGENCY RESPONSE							
Solid Waste Management Assistance Grants	66	801					
Idaho Department of Environmental Quality; S497	66	801				1,496	1,496
TOTAL - ENVIRONMENTAL PROTECTION AGENCY			68,553	-	-	21,380	89,933
<u>DEPARTMENT OF ENERGY</u>							
DEPARTMENT OF ENERGY							
Northwest Energy Efficiency Alliance, Inc. - 40061-05	81			20,715			20,715
Northwest Energy Efficiency Alliance, Inc. - 40061-05	81			15,002			15,002
Northwest Power and Conservation Council; C2011-41	81			2,562			2,562
Columbia River Inter-Tribal - C13-01C1300140	81			410,418			410,418
Columbia River Inter-Tribal; V15-01 V1500140	81			43,038			43,038
Northwest Power and Conservation Council; C2015-46	81					2,040	2,040
Northwest Power and Conservation Council - C2012047	81					(3)	(3)
Bonneville Power Administration; 61778	81		22,030				22,030
Bonneville Power Administration; 65557	81		122,760				122,760

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<u>DEPARTMENT OF ENERGY</u>							
DEPARTMENT OF ENERGY (Cont.)							
Department of Energy; DEFG0203ER41270	81		82,128				82,128
Department of Energy; DESC00004751	81		7,211				7,211
Battelle Energy Alliance LLC; 42246 Release 138	81					5,063	5,063
Battelle Energy Alliance LLC; 42246TO127	81					370,056	370,056
Battelle Energy Alliance LLC; 42246 RELEASE 127 AMENDMENT 2	81					1,114,353	1,114,353
Columbia River Inter-Tribal; C11-17 C1101740	81			929			929
Columbia River Inter-Tribal; C14-12 POC1401240	81			57,512			57,512
Washington State University; 117844 G003377	81			78,291			78,291
Battelle Energy Alliance LLC; 68389-03	81			28,701			28,701
Battelle Energy Alliance LLC; 68389-01	81			72,588			72,588
Idaho Department of Fish & Game; MA, UI/IDFG 09	81			60,162			60,162
Kootenai Tribe; UI/KTOI TO63775-2	81			63,250			63,250
Kootenai Tribe; UI/KTOI QUIST - 67793	81			18,735			18,735
Kootenai Tribe; UI/KTOI TO63775	81			48			48
Kootenai Tribe; UI/KTOI TO58178	81			201			201
Washington Department of Fish & Wildlife; 15-02894	81			10,045			10,045
Battelle; 194975	81			82,997			82,997
Columbia River Inter-Tribal; EARLY SETUP	81			27			27
Columbia River Inter-Tribal; EARLY SETUP	81			1,115			1,115
Columbia River Inter-Tribal; C14-10 C1401040	81			201,299			201,299
Columbia River Inter-Tribal; C13-12 PO C1301240	81			1,169			1,169
Battelle Energy Alliance LLC; 00042246 TO 00123	81			71,470			71,470
Battelle Energy Alliance LLC; 42246TO120	81			112,536			112,536
Battelle Energy Alliance LLC; 42246TO0111	81			53,977			53,977
Idaho National Engineering Laboratory; 42246TO131	81			9,232			9,232
Battelle Energy Alliance LLC; 42246 Release 135	81			32,313			32,313
University of Wisconsin; 354K756	81			10,777			10,777
Argonne National Laboratory; 2F-33081	81			30,732			30,732
Los Alamos National Laboratory; 210546-1	81			55,075			55,075
Battelle Energy Alliance LLC; 00042246TO119	81			22,071			22,071
Battelle Energy Alliance LLC; 42246TO97	81			(664)			(664)
Battelle Energy Alliance LLC; 42246 Release 139	81			16,972			16,972
Battelle Energy Alliance LLC; 42246TO103	81			59,965			59,965
University of Wisconsin; 347K815	81			27,593			27,593
Battelle Energy Alliance LLC; 42246 Release 140	81			5,130			5,130
Battelle Energy Alliance LLC; 42246 Release 141	81			7,190			7,190
Battelle Energy Alliance LLC; 42246TO114	81			4,578			4,578
Battelle Energy Alliance LLC; 42246TO126	81			67,370			67,370

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DEPARTMENT OF ENERGY							
DEPARTMENT OF ENERGY (Cont.)							
Battelle Energy Alliance LLC; 42246TO128	81			21,568			21,568
Battelle Energy Alliance LLC; 42246TO129	81			55,758			55,758
Battelle Energy Alliance LLC; 42246 RELEASE 130	81			4,948			4,948
Battelle Energy Alliance LLC; 00127434	81			166,214			166,214
Battelle Energy Alliance LLC; 128504	81			260,361			260,361
Battelle Energy Alliance LLC; 00042246TO115	81			57,584			57,584
Battelle Energy Alliance LLC; 42246 Release 136	81			47,883			47,883
Battelle Energy Alliance LLC; 42246 Release 137	81			15,007			15,007
Battelle Energy Alliance LLC; 42246TO124	81			25,197			25,197
Battelle Energy Alliance LLC; 68389-02	81			73,276			73,276
Kootenai Tribe; UI/KTOI Yager-63143	81			4,603			4,603
Battelle Energy Alliance LLC; 00042246TO115	81			11,431			11,431
Kootenai Tribe; UI/KTOI TO57791	81			9,785			9,785
Kootenai Tribe; UI/KTOI TO63815	81			146,575			146,575
Battelle Energy Alliance LLC; 42246TO132	81			25,635			25,635
Georgia Tech Research Corporation; RD537SD	81			68,138			68,138
Battelle Energy Alliance LLC; 00042246TO118	81			13,251			13,251
Northwest Energy Efficiency Alliance, Inc.; 42678	81			42,125			42,125
Northwest Energy Efficiency Alliance, Inc.; 42678	81			16,784			16,784
Northwest Energy Efficiency Alliance, Inc.; 42678	81			442			442
Northwest Energy Efficiency Alliance, Inc.; 42678	81			6,565			6,565
Northwest Energy Efficiency Alliance, Inc.; 42809	81			6,479			6,479
Idaho National Engineering Laboratory; 145044	81					27,709	27,709
Battelle Energy Alliance LLC; 42246 TO 133	81					24,838	24,838
ARRA DEPARTMENT OF ENERGY (RECOVERY)							
ARRA Idaho Power Company - SOW#6	81	ARRA		(11)			(11)
Office of Science Financial Assistance Program	81	049					
Boston University; 4500001723	81	049		56,845			56,845
The University of Michigan; 3001644205	81	049		589			589
Washington State University; 105283G002254	81	049		48,171			48,171
University Coal Research	81	057	167,463				167,463
University of North Texas; GF2654/PO NT752-134182	81	057		7,835			7,835
Energy Efficiency and Renewable Energy Information Dissemination, Outreach, Training	81	117					
Boise State University; 5212-B	81	117				111,444	111,444
Boise State University; 5212-B	81	117				34,952	34,952

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
DEPARTMENT OF ENERGY							
DEPARTMENT OF ENERGY (Cont.)							
Nuclear Energy Research, Development & Demonstration	81	121					
Battelle Energy Alliance LLC; 00042246TO00059	81	121	590,937	(645)			590,292
TOTAL - DEPARTMENT OF ENERGY			992,529	2,947,514	-	1,690,452	5,630,495
DEPARTMENT OF EDUCATION							
OFFICE OF STUDENT FINANCIAL ASSISTANCE PROGRAMS							
Federal Supplemental Educational Opportunity Grants	84	007			513,666		513,666
Federal Work-Study Program	84	033			544,057		544,057
Federal Perkins Loan Program-Federal Capital Contributions	84	038			542		542
Federal Pell Grant Program	84	063			14,928,451		14,928,451
Federal Direct Student Loans	84	268			62,584,366		62,584,366
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES							
Special Education Grants to States	84	027					
Idaho State Department of Education - 074064	84	027				1,734	1,734
Special Education Grants to States	84	027A					
Boise State University; 15146	84	027A				19,160	19,160
Idaho State Department of Education; 074065	84	027A				2,356	2,356
Idaho State Department of Education; 074066	84	027A				2,091	2,091
Idaho State Department of Education; 074067	84	027A				26	26
Idaho State Department of Education; 074098	84	027A				2,963	2,963
Idaho State Department of Education; 075004	84	027A				185,744	185,744
Idaho State Department of Education; 075006	84	027A				71,685	71,685
Idaho State Department of Education; 075008	84	027A				258,167	258,167
Idaho State Department of Education; 075010	84	027A				324,456	324,456
Idaho State Department of Education; 095047	84	027A				245,644	245,644
Rehabilitation Services_Vocational Rehabilitation Grants to States	84	126					
Idaho Dept. of Voc Rehabilitation; 15513	84	126				3,858	3,858
Special Education Preschool Grants	84	173					
Idaho State Department of Education - 074064	84	173				2	2
Assistive Technology	84	224			109,146		109,146
Assistive Technology	84	224A			151,731		151,731
Special Education_Grants to States	84	323					
Idaho State Department of Education; 075067	84	323				49,181	49,181
Idaho State Department of Education; 075068	84	323				38,555	38,555
Idaho State Department of Education; 084035	84	323				490	490

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF EDUCATION</u>							
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES (Cont.)							
Idaho State Department of Education; 084036	84	323				244	244
Special Education_Technical Assistance and Dissemination to Improve Services and Res	84	326			81,464		81,464
OFFICE OF POSTSECONDARY EDUCATION							
TRIO_Student Support Services	84	042A			382,500		382,500
TRIO_Talent Search	84	044A			348,968		348,968
TRIO_Upward Bound	84	047			679,584		679,584
TRIO_Upward Bound	84	047A			775,097		775,097
TRIO_Educational Opportunity Centers	84	066			238,114		238,114
Gaining Early Awareness and Readiness for Undergraduate Programs	84	334					
Idaho State Board of Education - GEAR UP Idaho Scholarships	84	334				405,799	405,799
OFFICE OF VOCATIONAL AND ADULT EDUCATION							
Career and Technical Education -- Basic Grants to States	84	048A					
Idaho Division of Professional-Technical Education; F-CPL-PSWS-PD-14A-665	84	048A				9	9
Idaho Division of Professional-Technical Education; F-SPP-PTLI-FC-15A-665	84	048A				44,498	44,498
Career and Technical Education -- Basic Grants to States	84	048					
Idaho Division of Professional-Technical Education; F-SPP-PTLI-FC-14A-665	84	048				473	473
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION							
Title I Grants to Local Educational Agencies	84	010					
Idaho State Department of Education - 063057	84	010				1,225	1,225
Idaho State Department of Education; 075028	84	010				354,250	354,250
Migrant Education_College Assistance Migrant Program	84	149			423,358		423,358
Migrant Education_College Assistance Migrant Program	84	149A			6,233		6,233
Improving Teacher Quality State Grants	84	367			465		465
Idaho State Board of Education; S367B01200047	84	367				94,074	94,074
National Writing Project; 92-ID01-SEED2014 Amend 1	84	367				18,779	18,779
Improving Teacher Quality State Grants	84	367B					
Idaho State University; 14-200A	84	367B				33,623	33,623
School Improvement Grants							
Idaho State Department of Education; 075028	84	377A				120,616	120,616
School Improvement Grants							
Idaho State Department of Education - 063057	84	388				155	155
TOTAL - DEPARTMENT OF EDUCATION			-	-	81,767,742	2,279,857	84,047,599
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>							
DEPARTMENT OF HEALTH AND HUMAN SERVICES							
Centers for Disease Control & Prevention; 214-2014-M-58886	93		15,000				15,000
Dept. Health and Human Services; HHSN276201400319P	93		68,744				68,744

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES (Cont.)</u>							
HEALTH RESOURCES AND SERVICES ADMINISTRATION							
Area Health Education Centers Point of Service Maintenance & Enhancement Awards	93	107					
Mountain States Group, Inc.; 14689	93	107				170	170
Maternal and Child Health Services Block Grant to the States	93	994					
Idaho Dept. of Health & Welfare; HC856600	93	994				5,000	5,000
ADMINISTRATION FOR COMMUNITY LIVING							
ACL Assistive Technology	93	464			173,608		173,608
ADMINISTRATION FOR CHILDREN AND FAMILIES							
Child Care and Development Block Grant	93	575					
Idaho Dept. of Health & Welfare; WC069400	93	575				4,814,146	4,814,146
University Centers for Excellence in Developmental Disabilities Education, Research, and	93	632			530,966		530,966
NATIONAL INSTITUTES OF HEALTH							
Oral Diseases and Disorders Research	93	121	122,154				122,154
Research Infrastructure Programs	93	351	448,204				448,204
Allergy, Immunology and Transplantation Research	93	855	579,814				579,814
University of Maryland; 101155B PO SR00003526	93	855		16,970			16,970
University of Maryland; 8916SR00003008	93	855		8,746			8,746
University of Texas Southwestern Medical Center at Dallas; GMO 900405 RGC000000017	93	855		(6,788)			(6,788)
Biomedical Research and Research Training	93	859	4,934,519				4,934,519
Point Loma Nazarene University; 1R15GM102995-01A1	93	859		12,361			12,361
University of Florida; UF13011	93	859		26,643			26,643
University of Nevada Las Vegas Board of Regents; 14-746Q-01-PG13-00	93	859		276			276
University of Nevada Las Vegas Board of Regents; 14-778C-00	93	859		3,816			3,816
University of Nevada Las Vegas Board of Regents; 15-746Q-UI-PG26-00	93	859		61,052			61,052
University of New Mexico; 3RN79	93	859		35,039			35,039
Child Health and Human Development Extramural Research	93	865	136,087				136,087
Univ of California Irvine; 2010-2401	93	865		22,978			22,978
Aging Research	93	866					
Oregon Health & Science University; 1004084_UID	93	866		15,033			15,033
Vision Research	93	867	263,145				263,145
CENTERS FOR DISEASE CONTROL AND PREVENTION							
Public Health Emergency Preparedness	93	069					
Idaho Dept. of Health & Welfare; HC763500	93	069		154,227			154,227
PPHF 2012: Community Transformation Grants -Small Communities Program financed	93	737					
Coeur d'Alene Tribe; 13050	93	737				41,475	41,475
PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by I	93	738					
Benewah Medical Center; 15455	93	738				18,374	18,374
Preventive Health and Health Services Block Grant funded solely with PPH Funds	93	758					
Idaho Dept. of Health & Welfare; HC843300	93	758				11,709	11,709

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

<u>FEDERAL GRANT/PROGRAM TITLE</u>	<u>FEDERAL AGENCY NUMBER</u>	<u>FEDERAL CFDA EXTENSION</u>	<u>DIRECT RESEARCH EXPENDITURES</u>	<u>PASS THROUGH RESEARCH EXPENDITURES</u>	<u>DIRECT NON-RESEARCH EXPENDITURES</u>	<u>PASS THROUGH NON-RESEARCH EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>							
CENTERS FOR DISEASE CONTROL AND PREVENTION (Cont.)							
Assistance Programs for Chronic Disease Prevention and Control	93	945					
Idaho Department of Health & Welfare; HC826700	93	945				27,291	27,291
Idaho Dept. of Health & Welfare; HC833000	93	945				37,000	37,000
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION							
Substance Abuse and Mental Health Services_Projects of Regional and National Signific:	93	243			98,127		98,127
TOTAL - DEPARTMENT OF HEALTH AND HUMAN SERVICES			6,567,667	350,353	802,701	4,955,165	12,675,886
<u>DEPARTMENT OF HOMELAND SECURITY</u>							
Cooperating Technical Partners	97	045	5,982				5,982
Emergency Management Performance Grants	97	042					
Idaho Bureau of Homeland Security; NGBID-11-D-001TO002-FY-2013	97	042		38,399			38,399
Centers for Homeland Security	97	061					
University of Alaska; R0288153 PO 0485979	97	061		52,044			52,044
TOTAL - DEPARTMENT OF HOMELAND SECURITY			5,982	90,443	-	-	96,425
<u>AGENCY FOR INTERNATIONAL DEVELOPMENT</u>							
AGENCY FOR INTERNATIONAL DEVELOPMENT	98						
Purdue University; 8000051144	98			9,963			9,963
TOTAL - AGENCY FOR INTERNATIONAL DEVELOPMENT			-	9,963	-	-	9,963
TOTAL FEDERAL FINANCIAL ASSISTANCE			41,078,444	9,365,348	87,494,779	10,672,907	148,611,478

Notes to Schedule of Expenditures of Federal Awards Period Ended June 30, 2015

1. Basis of Presentation

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

2. Summary of Significant Accounting Policies

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

3. University Administered Loan Programs

The University administers the Federal Perkins Loan Program (CDFA number 84.038). The outstanding student loan balance and total loan disbursements were \$11,017,398 and \$1,907,160 for the twelve months ended June 30, 2015.

The above expenditures for the Federal Perkins Loan Program include loans to students and administrative cost allowances. The expenditures reported in the Schedule of Expenditures of Federal Awards represent the administrative cost allowance for the year reported. The federal capital contribution was discontinued for FY 2006.

4. Subrecipients

Of the federal expenditures presented in the schedule, the University provided federal awards to subrecipients as listed on the following pages:

University of Idaho

Notes to Schedule of Expenditures of Federal Awards Period Ended June 30, 2015

US Army Corps of Engineers; W912HZ-12-2-0004	12.	19,174
DEPARTMENT OF THE INTERIOR		
DEPARTMENT OF THE INTERIOR		
US Geological Survey; G12PC00068 MOD 3	15.	93,768
US Geological Survey; G12PC00068 MOD 8	15.	18,420
USDI National Park Service; H2370094000P12AC11137	15.	17,605
BUREAU OF LAND MANAGEMENT		
Invasive and Noxious Plant Management	15.230	87,000
GEOLOGICAL SURVEY		
Assistance to State Water Resources Research Institutes	15.805	163
National Climate Change and Wildlife Science Center	15.820	
Federal Pass Through	15.820	
Oregon State University; GS296A-A	15.820	27,076
Oregon State University; GS298A-A	15.820	28,152
NATIONAL PARK SERVICE		
Cooperative Research and Training Programs – Resources of the National Park System	15.945	178,283
FEDERAL HIGHWAY ADMINISTRATION		
RESEARCH AND SPECIAL PROGRAMS ADMINISTRATION		
University Transportation Centers Program	20.701	1,077,060
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION		
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION		
National Aeronautic Space Ad.; NNX10AN29A	43.	83,924
National Aeronautic Space Ad.; NNX10AN30A	43.	79,576
National Aeronautic Space Ad.; NNX14AN39A	43.	62,661
Aerospace Education Services Program	43.001	332,011
Education	43.008	170,407
NATIONAL SCIENCE FOUNDATION		
Engineering Grants	47.041	10,367

University of Idaho

Notes to Schedule of Expenditures of Federal Awards Period Ended June 30, 2015

Mathematical and Physical Sciences	47.049	37,326
Biological Sciences	47.074	352,736
Education and Human Resources	47.076	2,466
Polar Programs	47.078	353,879
Office of International and Integrative Activities	47.079	278,252
Office of Cyberinfrastructure	47.080	2,061,621
ENVIRONMENTAL PROTECTION AGENCY		
OFFICE OF WATER		
Capitalization Grants for Drinking Water State Revolving Funds	66.468	
Federal Pass Through	66.468	
Department of Environmental Quality; C883	66.468	368

University of Idaho

Notes to Schedule of Expenditures of Federal Awards Period Ended June 30, 2015

DEPARTMENT OF ENERGY		
DEPARTMENT OF ENERGY	81.	
Federal Pass Through		
Battelle Energy Alliance LLC; 42246TO126	81.	1,991
Battelle Energy Alliance LLC; 42246TO129	81.	3,138
Battelle Energy Alliance LLC; 00127434	81.	58,775
Battelle Energy Alliance LLC; 128504	81.	189,102
Nuclear Energy Research, Development & Demonstration	81.121	56,741
DEPARTMENT OF EDUCATION		
OFFICE OF ELEMENTARY AND SECONDARY EDUCATION		
Improving Teacher Quality State Grants	84.367	
Federal Pass Through	84.367	
Idaho State Board of Education; S367B01200047	84.367	31,173
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES		
Assistive Technology	84.224	7,000
DEPARTMENT OF HEALTH AND HUMAN SERVICES		
ADMINISTRATION FOR CHILDREN AND FAMILIES		
Child Care and Development Block Grant		
Federal Pass Through	93.575	
Idaho Dept. of Health & Welfare; WC069400	93.575	2,567,013
ADMINISTRATION FOR COMMUNITY LIVING		
ACL Assistive Technology	93.464	7,000
NATIONAL INSTITUTES OF HEALTH		
Oral Diseases and Disorders Research	93.121	77,219
Allergy, Immunology and Transplantation Research	93.855	80,140
Biomedical Research and Research Training	93.859	2,179,878
DEPARTMENT OF HOMELAND SECURITY		
Centers for Homeland Security	97.061	

University of Idaho

Notes to Schedule of Expenditures of Federal Awards Period Ended June 30, 2015

Federal Pass Through		97.061	
	University of Alaska; R0288153 PO 0485979	97.061	17,567
TOTAL FEDERAL FINANCIAL ASSISTANCE TO SUBRECIPIENTS			<u><u>13,472,482</u></u> T