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Annual Financial Statements Fiscal Year 2011





REPORT OF INDEPENDENT AUDITORS

Idaho State Board of Education Boise State University

We have audited the accompanying financial statements of Boise State University (University) and its discretely presented component unit as of and for the years ended June 30, 2011 and 2010, as listed in the table of contents. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of the University's discretely presented component unit as described in Note 13. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the component unit, is based solely on the reports of other auditors.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Boise State University's discretely presented component unit were not audited in accordance with *Government Auditing Standards*. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of other auditors provide a reasonable basis for our 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 financial position of the Boise State University and its discretely presented component unit as of June 30, 2011 and 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.



In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2011, on our consideration of the University's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

The Management's Discussion and Analysis listed in the table of contents and certain information in Note 11, *Postemployment Benefits Other Than Pensions*, that is labeled as "required supplementary information" are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were conducted for the purpose of forming an opinion on the University's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations,* and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Eugene, Oregon

September 28, 2011

Mass Adams LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2011

Boise State University (the "University") is a publicly supported, multi-disciplinary institution of higher education recognized by the Carnegie Foundation for outreach and community engagement. The University has the largest student enrollment of any university in Idaho, with enrollment of 19,993 and 18,936 for the Fall semesters of fiscal year 2011 (Fall 2010) and fiscal year 2010 (Fall 2009), respectively.

The transition of the Selland College of Applied Technology programs to the new College of Western Idaho ("CWI") was completed on July 1, 2010 with the transfer of buildings located in Canyon County, Idaho and the transfer of equipment along with certain fund balances that had been accumulated by Selland College. CWI offers lower division transfer degrees as well as applied technology programs and had 5,127 and 2,546 lower division academic students for Fall 2010 and 2009, respectively. CWI's first graduates will be eligible to transfer to the University in Fall 2011.

The University's main campus is located in Boise. Idaho with convenient access to the governmental institutions and commercial and cultural amenities located in the capital city. The metropolitan area has a population of approximately 570,000. The University employed approximately 3,955 faculty and staff (including 1,106 student employees) as of June 30, 2011. The University administers baccalaureate, masters and doctoral programs through seven colleges -Arts and Sciences, Business and Economics, Education, Engineering, Graduate Studies, Health Sciences, and Social Sciences and Public Affairs. The University offers over 75 distinct graduate curricula leading to

masters' degrees. Four doctoral programs include an Ed.D. in Curriculum and Instruction and Ph.D. programs Geophysics, Geosciences, and Electrical and Computer Engineering. The University is accredited by the Northwest Commission on Colleges and Universities, and a number of the University's academic programs have also obtained specialized accreditation. The University competes in NCAA intercollegiate athletics as a Division I-A member and fields 17 men's and women's teams in 12 sports. The University is home to over 50 research centers and institutes, including the Center for Health Policy, the Center for Public Policy and Administration, the Environmental Science and Public Policy Research Institute, the Global Business Consortium, the Raptor Research Center, and the Hemingway Western Studies Center. The University also hosts National Public Radio, Public Radio International, and American Public Radio on the Boise State Radio Network, which broadcasts in southern Idaho, western Oregon and northern Nevada on a network of 19 stations and translators.

Overview of the Financial Statements and Financial Analysis

The financial statements for fiscal years ended June 30, 2011 and June 30, 2010 are prepared in accordance with Governmental Accounting Standards Board ("GASB") principles. There are three financial statements presented: the statement of net assets; the statement of revenues, expenses, and changes in net assets; and the statement of cash flows. The Boise State University Foundation, Inc. (the "Foundation") is a legally separate, tax-exempt entity and is

discretely presented for the fiscal years ended June 30, 2011 and 2010. The Foundation reports financial information according to Financial Accounting reporting Standards Board ("FASB") standards. The University presents component unit financial information on pages immediately following the statements of the University. Financial statements of the Foundation may be obtained from the President for Finance Vice and Administration at the University.

Statement of Net Assets

The statement of net assets displays a snapshot of assets, liabilities, and net assets of the University as of the current fiscal year-end in comparative format with the prior fiscal year-end. The statement of net assets presents end-of-year data concerning assets (current and non-current), liabilities (current and non-current) and net assets (assets minus liabilities). The difference between the current and non-current

classification is discussed in the footnotes to the financial statements. From the data presented, readers of the statement of net assets 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. assets (assets minus liabilities) are divided into three major categories. The first category, invested in capital assets, net of related debt, provides the University's equity in capital assets. The second net asset category is restricted, expendable net assets. Restricted, expendable net assets are available for expenditure by the University for purposes as determined by donors and/or external entities that have placed time or purpose restrictions on the use of the assets. The final category is unrestricted net assets. Unrestricted net assets provide the amount of equity in assets available to the University for any lawful purpose of the institution.

Summary Statements of Net Assets							
As of June 30							
(Dollars in Thousands)							
	2011 2010 2009					2009	
ASSETS:							
Current assets	\$	126,309	\$	92,765	\$	96,983	
Capital assets, net		420,783		391,436		374,656	
Other assets		55,797		102,790		98,320	
Total assets	\$	602,889	\$	586,991	\$	569,959	
						,	
LIABILITIES:							
Current liabilities	\$	54,483	\$	54,048	\$	55,651	
Non-current liabilities		232,223		237,718		229,563	
Total liabilities		286,706		291,766		285,214	
NET ASSETS:							
Invested in capital assets, net of related debt		200,893		192,322		175,660	
Restricted, expendable		21,691		20,985		17,442	
Unrestricted		93,599		81,918		91,643	
Total net assets		316,183		295,225		284,745	
Total liabilities and net assets	\$	602,889	\$	586,991	\$	569,959	

The University's total assets increased during fiscal year 2011 by \$15,897,788 from \$586,991,329 in 2010 to \$602,889,117 in fiscal year 2011. Capital assets continued to grow as the University converted invested bond proceeds into works-in-progress to fund ongoing construction projects. Cash with treasurer increased as the University planned for potential state budget reductions. The University's total liabilities decreased during fiscal year 2011 by \$5,060,157 from \$291,766,549 in 2010 to \$286,706,392 in 2011. The decrease is attributable to debt payments on outstanding notes and bonds.

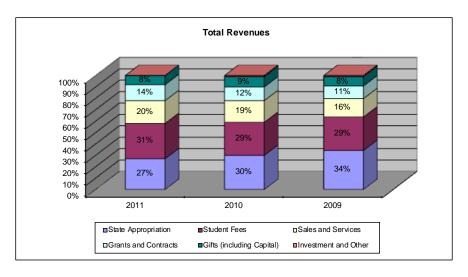
Overall net assets increased during fiscal \$20,957,945 year 2011 by from \$295,224,780 in 2010 to \$316,182,725 in 2011. Net assets invested in capital assets net of related debt increased as restricted investments and unrestricted revenues were converted to capital assets. Unrestricted net assets increased by \$11,681,281. continued reduction of state funding anticipated in the future, the University must intentionally build unrestricted reserves to support debt loads and fund maintenance and growth initiatives.



Statement of Revenues, Expenses, and Changes in Net Assets

Changes in total net assets, as presented on the statement of net assets, are based on the activity presented in the statement of revenues, expenses, and changes in net assets. The purpose of the statement is to present the revenues (operating and nonoperating) received by the University, and the expenses (operating and non-operating) paid by the institution and any other revenues, expenses, gains and losses received or spent by the University. will publically supported university normally reflect a net operating loss because state general fund appropriations are not reported as operating revenues. Generally

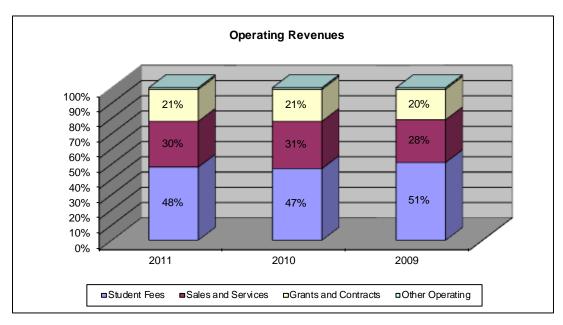
speaking, operating revenues are generated by providing services to the various customers, students and constituencies of the University. Operating expenses are those expenses paid to acquire or produce the services provided in return for operating revenues and to carry out the functions of the University. Non-operating revenues are revenues received for which services are not provided. For example, state general funds are non-operating because the Idaho State Legislative process provides them to the University without the Legislature directly receiving services in exchange for those revenues.

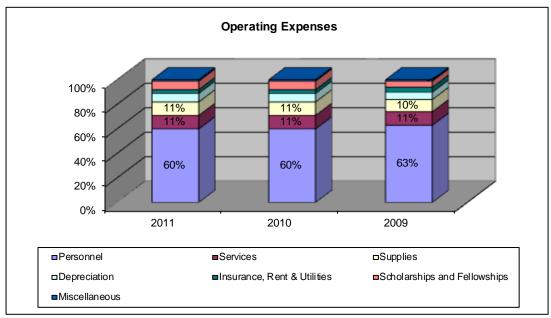


Summary Statements of Revenues, Expenses, and Changes in Net Assets Fiscal Years Ended June 30 (Dollars in Thousands)							
		2011		2010		2009	
Operating revenues	\$	179,831	\$	166,713	\$	155,978	
Operating expenses		281,846		270,685		269,658	
Operating loss		(102,015)		(103,972)		(113,680)	
Non-operating revenues and expenses		117,477		106,689		119,927	
Income before other revenues, expenses, gains or losses		15,462		2,717		6,247	
Other revenues and expenses		5,496		7,763		2,181	
Increase in net assets		20,958		10,480		8,428	
Net assets—Beginning of year		295,225		284,745		276,317	
Net assets—End of year	\$	316,183	\$	295,225	\$	284,745	

The statement of revenues, expenses, and changes in net assets reflects an overall increase in net assets during fiscal year 2011 of \$20,957,945. Operating revenues increased by \$13,117,900 from \$166,713,085 in 2010 to \$179,830,985 in 2011. This increase is caused by additional student fee revenue, net of scholarship allowances, federal grants and contract revenue and auxiliary sales.

Operating expenses increased by \$11,161,452 from \$270,684,863 in 2010 to \$281,846,315 in 2011. Personnel expenses increased \$5.7 million driven by a \$2.5 million increase in instructional salaries and a \$1.5 million increase in research and research infrastructure salaries. In addition, \$970,000 in additional coaches' salaries was funded by gifts.





Services contain a \$1.9 million increase in repairs and maintenance related to repairs on the Ron and Linda Yanke Family Research Park, which was converted from a retail office complex to accommodate the research and outreach mission of the University. This \$10 million building was acquired by the Boise State Foundation and is leased via an operating lease to the University.

Scholarship expenses increased \$1.8 million; half of the increase from scholarship programs and half from federal grants. Depreciation increased by \$814,131 due to the opening of the Norco building in 2010, which houses the School of Nursing and University Health Services, and continued investment in furniture and equipment.



Statement of Cash Flows

The final statement presented by the University is the statement of cash flows. The statement of cash flows presents detailed information about the cash activity of the University during the year. statement of cash flows is not presented for component units. The statement is divided into five sections. The first section deals with operating cash flows and shows the net cash used by the operating activities of the University. The second section reflects cash flows from non-capital financing activities. This section reflects the cash received and spent for non-operating, non-investing and non-capital financing purposes. The third section deals with cash flows from capital and related financing activities. This section deals with 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 from investing activities. The fifth section reconciles the net cash used in operating

activities to operating income or loss reflected on the statement of revenues, expenses, and changes in net assets.

Overall, cash increased by \$7,888,178 during the year compared to a cash decrease of \$16,322,881 during fiscal year 2010. Cash used in operating activities totaled \$80.6 million in fiscal year 2011 compared to \$80.9 million in fiscal year 2010. Increases in student fees and auxiliary revenues were offset by increased operating expenses driven by continued growth. Cash provided by non-capital financing activities increased \$7.6 million in 2011 declining \$9.2 million in 2010. The decline in 2010 was related to State appropriations. In 2011, the continued decline in State funding was offset by an increase in federal Pell grants received for the benefit of students and cash gifts. The University continued to invest heavily in facilities, spending previously issued bond proceeds, donations and invested reserves.

Summary Statements of Cash Flows Fiscal Years Ended June 30						
(Dollars	s in T	housands)				
		2011		2010		2009
Cash provided (used) by:						
Operating activities	\$	(80,588)	\$	(80,874)	\$	(94,277)
Non-capital financing activities		127,964		120,353		129,557
Capital and related financing activities		(60,607)		(41,934)		(25,284)
Investing activities		21,119		(13,868)		(2,210)
Net change in cash		7,888		(16,323)		7,786
Cash—Beginning of year		34,183		50,506		42,720
Cash—End of year	\$	42,071	\$	34,183	\$	50,506

Capital Asset and Debt Administration

The University's capital assets, (prior to depreciation) increased by \$46,354,830 from \$575,096,910 in 2010 to \$621,451,740 in 2011. The University continued to build and acquire property and buildings consistent with the Campus Master Plan. Construction was completed on the Aquatic Center addition to the Student Recreation Center, and the Transit Center addition to the Student Union Building. Capital asset additions to work in progress in 2011 included the Environmental Research Building which will house the Departments of Geosciences, Civil Engineering, Political Public Policy Science and and

Administration beginning in 2012.

Construction also continues on Phase 2 of the Lincoln Parking deck, Lincoln Avenue Housing and the new College of Business and Economics. Limited state funding exists for University buildings. The University continues to leverage student facility fees, donations and grant funding with taxable and tax-exempt bonds to improve and add academic and auxiliary facilities. Unrestricted net assets are intentionally accumulated to provide funds to support debt payments should operating revenues unexpectedly decrease.



Economic Outlook

Like many state universities across the country, the University's budget funded from State appropriations has declined significantly from 2009 through 2012. However at Boise State enrollments continued at or near record highs:

	(Dollars in Millions) Fiscal Year							
					Cummulative			
	2009	2010	2011	2012	Inc (Dec)			
General Fund Budget	82.3	72.8	70.5	68.0	(14.3)			
% decrease		-11.5%	-3.2%	-3.5%	-17.4%			
Academic HDCT Fall Term	18,675	18,936	19,993	19,664	989			
% increase (decrease)		1.4%	5.6%	-1.6%	5.3%			
Academic FTE Fall Term	13,914	14,537	15,336	15,215	1,301			
% increase (decrease)		4.5%	5.5%	-0.8%	9.4%			

The declines in State support, while difficult, have not been as great as in some other western states. The State of Idaho also shows some signs of economic recovery. The State ended the fiscal year with \$85.3 million more in tax revenues than what had been predicted in January 2011. This was a 7.95% improvement from 2010 levels. The surplus was primarily used to support k-12 public schools and community colleges.

The July 2011 *Idaho Economic Forecast*, published by the Idaho Division of Financial Management, predicts "signs of growth this year followed by modest gains thereafter." Employment and personal income are expected to grow modestly each of the next 4 years. While this bodes well for the State in general, management does not anticipate a return to state funding levels of the past as higher education competes with other education and service agencies for budget dollars.

Concurrent with reducing state budgets, the University has seen increased academic demand. In light of the economic downturn, students are returning to complete degrees or retrain in new disciplines. In addition, the University has focused on retention of students resulting in higher demand for upper-class course sections.

The student body has been evolving; becoming more academically prepared and diverse. The upcoming Fall 2011 academic full-time equivalent of 15,215 is .8% lower than the previous year and there is a shift toward full-time attendance. Boise State has the highest admission standards in the State of Idaho and this fall the student body profile has the following characteristics when compared to Fall 2010:

- •16% increase in admits with a 3.5 or higher GPA
- •9% increase in admits with top 10% ACT/SAT Math
- •15% increase in admits with top 10% ACT/SAT English
- •14% increase in the number of admitted students from underrepresented backgrounds
- •65% increase in admitted undergraduate international students

The increase in numbers and quality of the student body has continued despite steep

tuition increases. In order to accommodate growth and the transformation of the University physically and programmatically, in light of declining state support, additional funding has been obtained from students, donors and granting agencies. Tuition and fees have risen during the period charted above by a cumulative 20%.

In June of 2011, the University completed the first comprehensive capital campaign, exceeding the original campaign goal by \$10 million, and raising over \$185 million to support scholarships, programs and facilities. In addition, over the past four years, the University opened or started construction on 112 new major building projects, encompassing more than 600,000 square feet. This represents a 25% increase in classroom, laboratory, office and event space.

The mixture of decreasing state revenues and an evolving institution with increasing enrollment continues to be the main management challenge for the University. Other financial variables including decreased federal stimulus funding, potential fluctuations in gifts, and increases or decreases in federal student aid could also

have an impact on the University's future funding package. Management continues to actively plan for future funding scenarios. Several funding models have been developed to allow for a thoughtful reaction to funding factors as they solidify. Budget processes were used during fiscal year 2011 and 2012 to drive current resources to strategic initiatives. Efforts to reduce the cost of delivery of all services while increasing the value added by the same services are on-going in all divisions.

Emphasis will continue to be placed on developing the campus in line with the Campus Facilities Master Plan. University is also currently updating the strategic plan created in 2006 which laid out a road map for Boise State University to "Metropolitan Research become University of Distinction." The revised plan will focus on program prioritization in light of the current economy to ensure alignment with the regional economy. It will also recognize the progress made to date while detailing future initiatives designed to facilitate reaching the destination defined by Academic Excellence, Public Engagement, Vibrant Culture, and Exceptional Research.





BOISE STATE UNIVERSITY STATEMENTS OF NET ASSETS JUNE 30, 2011 AND JUNE 30, 2010

	 University 2011	University 2010		
ASSETS				
CURRENT ASSEIS:				
Cash with treasurer	\$ 29,743,682	\$	23,926,523	
Cash and cash equivalents	12,327,517		10,256,498	
Student loans receivable	1,315,307		1,306,177	
Accounts receivable and unbilled charges, net	19,502,375		18,640,285	
Prepaid expense	1,386,795		1,754,323	
Inventories	2,373,922		3,001,744	
Investments	57,574,792		31,371,511	
Due from component units	1,941,698		2,365,085	
Other current assets	 143,040		143,057	
Total current assets	 126,309,128		92,765,203	
NON-CURRENT ASSETS:				
Student loans receivable, net	9,261,522		9,148,857	
Investments	43,928,348		90,700,869	
Deferred bond financing costs	2,240,396		2,341,050	
Capital assets, net	420,782,858		391,435,724	
Other assets	 366,865		599,626	
Total non-current assets	 476,579,989		494,226,126	
TOTAL ASSETS	\$ 602,889,117	\$	586,991,329	

BOISE STATE UNIVERSITY STATEMENTS OF NET ASSETS (CONTINUED) JUNE 30, 2011 AND JUNE 30, 2010

	University 2011		University 2010		
LIABILITIES					
CURRENT LIABILITIES:					
Accounts payable and accrued liabilities	\$	3,925,320	\$	6,530,710	
Due to state agencies		9,090,430		7,670,360	
Accrued salaries and benefits payable	1	1,389,906		10,872,232	
Compensated absences payable		6,644,947		6,366,260	
Interest payable		2,625,297		2,622,945	
Unearned revenue	1	1,935,935		11,727,621	
Notes and bonds payable		6,094,984		5,390,829	
Obligations under capital lease		120,788		113,770	
Obligations under capital lease - component unit		305,000		295,000	
Other liabilities		2,351,106		2,458,326	
Total current liabilities	5	54,483,713		54,048,053	
NON-CURRENT LIABILITIES:					
Unearned revenue		1,803,749		1,807,559	
Notes and bonds payable	22	2,398,765		228,445,927	
Obligations under capital lease		150,367		271,154	
Obligations under capital lease - component unit		1,776,798		2,081,798	
Net other post employment benefits obligation		6,093,000		5,110,610	
Other liabilities		-		1,448	
Total non-current liabilities	23	32,222,679		237,718,496	
TOTAL LIABILITIES	28	86,706,392		291,766,549	
NET ASSETS:					
Invested in capital assets, net of related debt	20	0,892,674		192,322,268	
Restricted, expendable	2	21,690,750		20,984,492	
Unrestricted	9	3,599,301		81,918,020	
TOTAL NET ASSETS	31	6,182,725		295,224,780	
TOTAL LIABILITIES AND NET ASSETS	\$ 60	2,889,117	\$	586,991,329	

See notes to financial statements.

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BOISE STATE UNIVERSITY COMPONENT UNIT BOISE STATE UNIVERSITY FOUNDATION, INC. STATEMENTS OF FINANCIAL POSITION JUNE 30, 2011 AND JUNE 30, 2010

	Foundation 2011		Foundation 2010	
ASSETS				
CURRENT ASSETS:				
Cash and cash equivalents	\$	3,574,773	\$	1,567,164
Accrued interest and other receivables		392,810		390,017
Pledges receivable		6,345,502		5,897,528
Investment in lease - technology building current portion		333,393		323,024
Total current assets		10,646,478		8,177,733
NON-CURRENT ASSETS:				
Restricted cash and cash equivalents		6,806,685		9,778,753
Pledges receivable		11,392,432		10,111,335
Investments		111,134,038		93,625,377
Interest in perpetual trusts		2,843,549		2,526,137
Investments in real estate		9,927,836		10,042,836
Funds held by trustee		568,703		568,691
Investment in lease - technology building		1,921,725		2,255,118
Other assets		680,390		721,432
Total non-current assets		145,275,358		129,629,679
TOTAL ASSEIS	\$	155,921,836	\$	137,807,412

BOISE STATE UNIVERSITY COMPONENT UNIT BOISE STATE UNIVERSITY FOUNDATION, INC. STATEMENTS OF FINANCIAL POSITION (CONTINUED) JUNE 30, 2011 AND JUNE 30, 2010

	Foundation 2011			Foundation 2010		
LIABILITIES						
CURRENT LIABILITIES:						
Accounts payable	\$	238,697	\$	518,923		
Interest payable		42,994		49,082		
Prepaid memberships and suites/press box		2,890,649		2,433,217		
Liability for split interest trusts		81,387		70,309		
Trust earnings payable to trust beneficiaries		20,364		20,364		
Long-term liabilities - current portion		305,000		295,000		
Deferred revenue - current portion		76,607		76,607		
Total current liabilities		3,655,698		3,463,502		
NON-CURRENT LIABILITIES:						
Bonds and certificates payable		6,288,000		7,583,000		
Deferred revenue		304,832		370,523		
Deferred suites/press box revenue		317,091		362,567		
Liability under split interest trust agreements		1,024,727		807,898		
Amounts held in custody for others		1,216,361		1,078,113		
Trust earnings payable to trust beneficiaries		220,933		218,993		
Total non-current liabilities		9,371,944		10,421,094		
TOTAL LIABILITIES		13,027,642		13,884,596		
NET ASSETS:						
Permanently restricted		63,137,670		61,521,741		
Temporarily restricted		71,428,605		55,547,228		
Unrestricted		8,327,919		6,853,847		
TOTAL NET ASSETS		142,894,194		123,922,816		
TOTAL LIABILITIES AND NET ASSETS	\$	155,921,836	\$	137,807,412		

BOISE STATE UNIVERSITY STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS FIS CAL YEARS ENDED JUNE 30, 2011 AND JUNE 30, 2010

	 University 2011	University 2010		
OPERATING REVENUES:				
Student fees, pledged for bonds	\$ 112,297,614	\$	99,384,223	
Scholarship allowance	(26,785,200)		(21,161,700)	
Student fees, net	85,512,414		78,222,523	
Federal grants and contracts (including \$4,610,567 and				
\$3,853,725 of revenues pledged for bonds in 2011 and				
2010, respectively)	33,014,131		28,194,109	
State and local grants and contracts (including \$632,911				
and \$522,460 of revenues pledged for bonds in 2011				
and 2010, respectively)	4,195,941		5,382,542	
Private grants and contracts (including \$178,557				
and \$130,838 of revenues pledged for bonds in 2011				
and 2010, respectively)	1,640,473		1,556,517	
Sales and services of educational activities, pledged for bonds	2,636,512		2,448,463	
Sales and services of auxiliary enterprises, pledged for bonds	51,155,298		49,279,692	
Other, pledged for bonds	 1,676,216		1,629,239	
Total operating revenues	 179,830,985		166,713,085	
OPERATING EXPENSES:				
Personnel cost	168,022,097		162,286,708	
Services	31,137,894		28,991,442	
Supplies	29,662,074		29,164,378	
Insurance, utilities and rent	9,261,705		9,347,415	
Scholarships and fellowships	20,872,303		19,069,193	
Depreciation	19,917,096		19,102,965	
Miscellaneous	 2,973,146		2,722,762	
Total operating expenses	281,846,315		270,684,863	
OPERATING (LOSS) INCOME	 (102,015,330)	,	(103,971,778)	

BOISE STATE UNIVERSITY STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS (CONTINUED) FIS CAL YEARS ENDED JUNE 30, 2011 AND JUNE 30, 2010

		University 2011	University 2010		
NON-OPERATING REVENUES (EXPENSES):					
State appropriations	\$	74,070,779	\$	78,193,614	
Pell grants		31,811,880		25,855,407	
Gifts (includes gifts from component units equal to \$18,008,896 and \$13,684,049 in 2011 and 2010,		21 (51 74)		17.001.267	
respectively) Net investment income (including \$524,323 and		21,651,746		17,091,367	
\$584,430 of revenues pledged by the University for bonds					
in 2011 and 2010, respectively)		648,589		1,261,210	
Change in fair value of investments (including \$139,130 and					
\$247,652 of revenues pledged by the University for bonds					
in 2011 and 2010, respectively)		(145,538)		376,077	
Interest (net of capitalized interest by the University of		(10.152.546)		(0.995.671)	
\$816,964 and \$686,111 in 2011 and 2010, respectively) Gain (loss) on retirement of capital assets		(10,153,546) (589,195)		(9,885,671) (426,315)	
Contribution to College of Western Idaho		(369,193)		(5,263,088)	
Other		182,282		(513,912)	
		<u> </u>			
Net non-operating revenues (expenses)		117,476,997		106,688,689	
INCOME BEFORE OTHER REVENUES AND EXPENSES		15,461,667		2,716,911	
OTHER REVENUES AND EXPENSES:					
Capital appropriations		3,882,989		1,919,048	
Capital grants and gifts		1,613,289		5,843,347	
Total other revenue		5,496,278		7,762,395	
INCREASE IN NET ASSETS		20,957,945		10,479,306	
NET ASSETS—Beginning of year		295,224,780		284,745,474	
NET ASSETS—End of year	\$	316,182,725	\$	295,224,780	

BOISE STATE UNIVERSITY COMPONENT UNIT BOISE STATE UNIVERSITY FOUNDATION, INC. STATEMENTS OF ACTIVITIES FISCAL YEAR ENDED JUNE 30, 2011

	Unrestricted	Temporarily Restricted	Permanently Restricted	Foundation 2011
OPERATING REVENUES:				
Gifts	\$ 42,733	\$ 17,814,396	\$ 1,297,560	\$ 19,154,689
In-kind contributions	12,183	-	-	12,183
BAA membership	2,996,261	27,885	-	3,024,146
Non-charitable income	335,035	1,734,640	900,343	2,970,018
Interest and dividends	1,528,070	1,593,090	7.012	3,121,160
Change in split interest trusts	-	(207,541)	7,812	(199,729)
Change in fair value of investments	816,370	11,421,642	2 205 715	12,238,012
Total revenues & gains	5,730,652	32,384,112	2,205,715	40,320,479
Net assets released from restrictions through satisfaction o	f:			
Program restrictions	17,376,935	(16,713,783)	(663,152)	-
Board and donor designated transfers	655	(74,021)	73,366	
Total operating revenues	23,108,242	15,596,308	1,615,929	40,320,479
ODED ATTRIC EVDENICES.				
OPERATING EXPENSES:	3,094,616			2 004 616
Distribution of scholarships		-	-	3,094,616
Distribution of funds for academic programs	4,725,600	-	-	4,725,600
Distribution of funds for athletic programs:	0.974.175			0.974.175
Program services Fundraising expenses	9,874,175	-	-	9,874,175
	7,821	-	-	7,821
Management and general	306,684	-	-	306,684
Uncollectable pledge expense	629,017	-	-	629,017
Repair & maintenance on building	-	-	-	-
Administrative expense:	241 105			241 105
Program services	241,105	-	-	241,105
Fundraising expenses	1,210,465	-	-	1,210,465
Management and general	1,065,043			1,065,043
Total operating expenses	21,154,526			21,154,526
OPERATING INCOME	1,953,716	15,596,308	1,615,929	19,165,953
NON-OPERATING REVENUES (EXPENSES):				
Lease income	_	210,669	_	210,669
Amortization of deferred income	_	76,607	_	76,607
Gain (Loss) on sale of property	_	(2,207)	_	(2,207)
Interest on capital asset - related debt	(339,479)	(=,==7)	_	(339,479)
Depreciation and amortization expense	(140,165)	-	_	(140,165)
	(= 10, = 00)			(=10,200)
Total non-operating revenues (expenses)	(479,644)	285,069		(194,575)
CHANGE IN NET ASSETS	1,474,072	15,881,377	1,615,929	18,971,378
NET ASSETS - Beginning of year	6,853,847	55,547,228	61,521,741	123,922,816
NET ASSETS - End of year	\$ 8,327,919	\$ 71,428,605	\$ 63,137,670	\$ 142,894,194

BOISE STATE UNIVERSITY COMPONENT UNIT BOISE STATE UNIVERSITY FOUNDATION, INC. STATEMENTS OF ACTIVITIES FISCAL YEAR ENDED JUNE 30, 2010

	Ummaded et a	Temporarily	Permanently	Foundation
	Unrestricted	Restricted	Restricted	2010
OPERATING REVENUES:				
Gifts	\$ 48,129	\$ 13,575,372	\$ 2,614,605	\$ 16,238,106
In-kind contributions	354,178	Ψ 13,373,372	ψ 2,014,005 -	354,178
BAA membership	2,592,589	72,460	_	2,665,049
Non-charitable income	181,165	1,679,062	144,685	2,004,912
Interest and dividends	1,015,405	1,325,502		2,340,907
Change in split interest trusts	-	19,535	5,085	24,620
Change in fair value of investments	4,302,801	1,159,385	_	5,462,186
Total revenues	8,494,267	17,831,316	2,764,375	29,089,958
Net assets released from restrictions through satisfaction o		(10.17.5.01.1)		
Program restrictions	12,156,814	(12,156,814)	- (00 7.51)	-
Board and donor designated transfers	102,862	(14,301)	(88,561)	
Total operating revenues	20,753,943	5,660,201	2,675,814	29,089,958
OPERATING EXPENSES:	2 520 525			2.520.525
Distribution of scholarships	2,520,535	-	-	2,520,535
Distribution of funds for academic programs	5,504,671	-	-	5,504,671
Distribution of funds for athletic programs:	5 225 027			5 225 027
Program services	5,335,937	=	-	5,335,937
Fundraising expenses	9,925	-	-	9,925
Management and general	251,982	=	-	251,982
Uncollectable pledge expense	290,216	-	-	290,216
Repair & maintenance on building	60,999	-	-	60,999
Administrative expense:	250 027			250 027
Program services	258,037	-	-	258,037
Fundraising expenses	767,778	-	-	767,778
Management and general	1,269,431			1,269,431
Total operating expenses	16,269,511			16,269,511
OPERATING INCOME	4,484,432	5,660,201	2,675,814	12,820,447
NON-OPERATING REVENUES (EXPENSES):		247.040		615.010
Lease income	-	245,819	-	245,819
Amortization of deferred income	-	76,607	-	76,607
Gain (Loss) on sale of property	(202.062)	-	-	(202.062)
Interest on capital asset - related debt	(383,863)	-	-	(383,863)
Depreciation and amortization expense	(140,165)			(140,165)
Total non-operating revenues (expenses)	(524,028)	322,426		(201,602)
CHANGE IN NET ASSETS	3,960,404	5,982,627	2,675,814	12,618,845
NET ASSETS - Beginning of year	2,893,443	49,564,601	58,845,927	111,303,971
NET ASSETS - End of year	\$ 6,853,847	\$ 55,547,228	\$ 61,521,741	\$ 123,922,816

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BOISE STATE UNIVERSITY STATEMENTS OF CASH FLOWS FISCAL YEARS ENDED JUNE 30, 2011 AND JUNE 30, 2010

	 University 2011	 University 2010
CASH FLOWS FROM OPERATING ACTIVITIES:		
Student fees	\$ 84,156,953	\$ 77,497,698
Grants and contracts	37,518,728	37,399,071
Sales and services of educational activities	2,711,376	2,267,982
Sales and services of auxiliary enterprises	52,071,741	49,773,211
Other operating receipts	2,092,386	1,780,951
Payments to employees	(166,098,879)	(159,446,035)
Payments for services	(31,551,894)	(29,963,747)
Payments for supplies	(28,281,849)	(30,382,320)
Payments for insurance, utilities and rent	(9,235,510)	(9,333,585)
Payments for scholarships and fellowships	(20,879,913)	(19,087,268)
Loans issued to students	(1,408,182)	(1,209,076)
Collections of loans to students	1,157,759	1,345,808
Other payments	 (2,841,103)	 (1,516,560)
Net cash used in operating activities	 (80,588,387)	(80,873,870)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
State appropriations	74,070,779	78,193,614
Pell grants	31,811,880	25,855,407
Gifts	22,081,811	16,304,420
Direct lending receipts	91,004,855	82,688,314
Direct lending payments	 (91,004,855)	 (82,688,314)
Net cash provided by non-capital financing activities	 127,964,470	 120,353,441
CASH FLOWS FROM CAPITAL AND RELATED		
FINANCING ACTIVITIES:		
Capital grants and gifts	(2,455,322)	5,843,347
Capital appropriations	3,882,989	1,919,048
Purchases of capital assets	(45,825,857)	(43,667,508)
Proceeds from notes and bonds payable	-	14,423,101
Principal paid on notes and bonds payable and capital leases	(5,798,197)	(10,770,993)
Interest paid on notes and bonds payable and capital leases	(10,104,783)	(9,898,677)
Payments for bond issuance costs Other	(1,500) (304,757)	(252,389) 469,618
	 (304,737)	 102,010
Net cash used in capital and related financing activities	(60,607,427)	(41,934,453)
mancing acumus	 (00,007,427)	 (+1,/3+,+33)

BOISES TATE UNIVERSITY STATEMENTS OF CASH FLOWS (CONTINUED) FIS CAL YEARS ENDED JUNE 30, 2011 AND JUNE 30, 2010

	University 2011	University 2010
CASH FLOWS FROM INVESTING ACTIVITIES: Purchase of investments	\$ (165,261,376)	\$ (193,583,850)
Proceeds from sales and maturities of investments Investment income	 185,440,879 940,019	178,188,575 1,527,276
Net cash used by investing activities	 21,119,522	(13,867,999)
NET CHANGE IN CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER	7,888,178	(16,322,881)
$CASH\ AND\ CASH\ EQUIVALENTS\ AND\ CASH\ WITH\ TREASURER—Beginning\ of\ year$	34,183,021	50,505,902
CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—End of year	\$ 42,071,199	\$ 34,183,021
RECONCILIATION OF NET OPERATING REVENUES (EXPENSES) TO NET CASH AND CASH EQUIVALENTS USED IN OPERATING ACTIVITIES:		
Operating loss Adjustments to reconcile operating loss to net cash used in operating activities:	\$ (102,015,330)	\$ (103,971,778)
Depreciation and amortization	19,932,364	19,102,965
Changes in assets and liabilities: Accounts receivable and unbilled charges, net	(862,090)	476,557
Student loans receivable, net	(121,795)	278,320
Inventories	627,822	(975,732)
Other assets	16,466	55,876
Accounts payable and accrued liabilities	6,803	(653,175)
Accrued salaries and benefits payable	517,674	2,025,866
Compensated absences payable	278,687	7,910
Unearned revenue	204,504	1,368,256
Other post employment benefits obligation	982,390	924,399
Other liabilities	 (155,882)	 486,666
Net cash used in operating activities	\$ (80,588,387)	\$ (80,873,870)
SUPPLEMENTAL DISCLOSURE OF NON-CASH TRANSACTIONS:		
Assets donated to the University	\$ 4,068,610	\$ 2,096,501
Transfer of assets to College of Western Idaho	\$ <u>-</u>	\$ 5,263,088

NOTES TO FINANCIAL STATEMENTS THE FISCAL YEARS ENDED JUNE 30, 2011 AND JUNE 30, 2010

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

The financial statements for fiscal years ended June 30, 2011 and June 30, 2010 are prepared in accordance with Governmental Accounting Standards Board ("GASB") principles. The University considers component units with net assets greater than 5% of the University's net assets to be significant. As such, the Boise State University Foundation, Inc. (the "Foundation") is discreetly presented for the fiscal years ended June 30, 2011 and 2010. The Foundation was established for the purpose of soliciting donations for the

exclusive benefit of the University. Financial statements of the Foundation may be obtained from the Vice President for Finance and Administration at the University. The Foundation's financial statements are prepared in accordance with Financial Accounting Standards Board ("FASB") pronouncements.

Financial Statement Presentation - In June 2010, the GASB issued Statement No. 59. "Financial Instruments Omnibus." This Statement updates and improves existing standards regarding financial reporting of certain financial instruments and external investment The requirements of this pools. Statement are effective for periods beginning after June 15, 2009 and have been incorporated into the University's notes to the financial statements.

Basis of Accounting - For financial reporting purposes, the University is considered special-purpose a 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 accordance with GAAP. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated. The University has the option to apply all FASB pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The University has elected to not apply FASB pronouncements issued after the applicable date.

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

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

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

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

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

Capital Assets, net - Capital assets are stated at cost when purchased or constructed, or if acquired by gift, at the estimated fair value at the date of gift. The University's capitalization policy includes all tangible items with a unit cost of \$5,000 or more, and an estimated useful life of greater than one year. Intangible assets with a unit cost of \$200,000 or more, and an estimated useful life of greater than one year, are recorded as capital assets. Renovations to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs maintenance are charged to operating expense in the period in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 40 to 50 years for buildings, 20 to 25 years for land improvements, 5 to 20 years for intangibles, 10 years for library books, and 5 to 13 years for equipment.

The University has certain collections that it does not capitalize, including the Nell Shipman Film Collection and Albertson's Library Special Collections. These collections adhere to the University's policy to (a) maintain them for public exhibition, education or research; (b) protect, keep unencumbered, care for, and preserve them; and (c) require proceeds from their sale to be used to acquire other

collection items. Generally accepted accounting principles permit collections maintained in this manner to be charged to operations at the time purchased rather than capitalized.

Non-current Liabilities – Non-current liabilities include principal amounts of revenue bonds payable, notes payable, and long-term capital lease obligations, net other post-employment benefit obligations, non-current unearned revenue and arbitrage liabilities (presented in other liabilities).

Net Assets – The University's net assets are classified as follows:

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

Restricted, Expendable – Restricted, expendable net assets include resources in which the University is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted – Unrestricted net assets represent equity in assets derived mainly from student fees, sales and services of educational departments, auxiliary enterprises, and state appropriations. These resources are used for transactions related to the educational and general operations of the University, and may be used to meet current expenses for any lawful purpose and in accordance with SBOE policy. When an expense is

incurred that can be paid using either restricted or unrestricted resources, the University's policy is to first apply the expense towards restricted resources, and then towards unrestricted resources.

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

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

appreciation or depreciation in the fair value of investments, interest expense and gain or loss on the disposal of capital assets and other non-exchange transactions.

Scholarship Discounts/Allowances -

Student fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in net 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 other third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or non-governmental programs, are recorded as either operating or nonoperating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy student fees and related charges, University has recorded scholarship discount or allowance.

Use of Accounting Estimates - The

preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements, and revenues and expenses during the year. Actual results could differ from those estimates.

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

New Accounting Standards November 2010, the GASB issued Statement No. 61,"The **Financial** Reporting Entity: Omnibus." This statement modifies the requirements for including component units within the financial statements of governmental Management has not yet entities. determined the impact this standard will have on the University's financial The requirements of this statements. Statement are effective for the fiscal year ended June 30, 2013.



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

Deposits – Cash with treasurer is under the control of the State Treasurer and is carried at cost. Cash and cash equivalents include cash on hand of \$114,493 and \$111,173 as of June 30, 2011 and 2010, respectively and amounts deposited with federally chartered institutions carried at cost. Custodial credit risk is the risk that in the event of a financial institution failure. the deposits may not be returned. The State's policy for managing custodial credit risk can be found in the Idaho Code, Section 67-2739. Cash that is restricted in purpose from an external source and is not expected to be utilized within the next fiscal year is reported on the financial statements as restricted cash and as a non-current asset.

Basis of Custodial Credit Risk As of June 30		
	2011	2010
Insured	\$ 5,411,583	\$ 250,000
Uncollateralized	-	6,365,321
Collateralized by securities held by the pledging financial institution	6,801,441	3,530,004
Total deposits	\$ 12,213,024	\$ 10,145,325

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

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

and other fixed rate investment fund managers. The State's investment pool is managed by the State Treasurer's Office in compliance with Idaho Code, Sections 67-1201 through 67-1222. Additional information about LGIP may be obtained from the State's CAFR.

The University had original cost of \$77,219,456 and \$103,247,176 invested in the State's external pools as of June 30, 2011 and 2010, respectively. The University also had \$1,011 and \$1,934,852 invested in external money market funds as of June 30, 2011 and 2010, respectively.

Credit Risk of Debt Securities – The risk that an issuer of debt securities or another counterparty to an investment will not fulfill its obligation is commonly expressed in terms of the credit quality rating issued by a

nationally recognized statistical rating organization such as Moody's, Standard and Poor's, and Fitch's. Ratings, as of June 30, are presented on the following page using the Moody's scale. AAA ratings signify that the portfolio holdings provide extremely strong protection

against losses from credit defaults. Moody's has a separate rating scale for short-term debt obligations, including commercial paper. The P-1 rating is Prime-1 for issuers having a superior ability to repay short-term debt obligations.

		A	s of J	une 30, 20	11					
(Dollars in Thousands)										
Investment Type	Fa	ir Value		AAA		AA		A	P-1	Unrated
External investment pool	\$	77,221	\$	-	\$	-	\$	-	\$ -	\$ 77,221
Corporate notes and bonds		11,881		-		11,881			-	-
US Treasury notes and bonds		2,470		2,470		-		-	-	-
Federal Home Loan Bank		1,524		1,524		-		-	-	-
Commercial paper		7,991		-		-		-	7,991	-
		101,087		3,994		11,881		-	7,991	77,221
Invesments held on behalf of em	oloyee t	enefit plan	ıs:							
- Bond/equity mutual funds	-	203		-		-		-	-	203
- Equity mutual funds		174		-		-		-	-	174
- Income mutual funds		39		-		-		-	-	39
		416		-		-		-	-	416
Total investments	\$	101,503	\$	3,994	\$	11,881	\$	-	\$ 7,991	\$ 77,637
		,		,		•			•	
% of Total		100%		4%		12%		0%	8%	76%

		A	s of J	une 30, 20	10						
(Dollars in Thousands)											
Investment Type	Fai	r Value		AAA		AA		A	P-1	Unrated	
External investment pool	\$	105,213	\$	-	\$	-	\$	-	\$ -	\$	105,213
Corporate notes and bonds		719		-		635		84	-		-
US Treasury notes and bonds		142		142		-		-	-		-
Federal Home Loan Bank		5,012		5,012		-		-	-		-
Federal Farm Credit Bank		3,927		3,927		-		-	-		-
Federal National Mortgage Assoc		2,266		2,266		-		-	-		-
Federal Home Loan Mortgage Corp		4,670		4,670		-		-	-		-
		121,949		16,017		635		84	-		105,213
Invesments held on behalf of emplo	yee b	enefit plan	s:								
- Bond/equity mutual funds		80		-		-		-	-		80
- Equity mutual funds		30		_		_		_	-		30
- Income mutual funds		13		_		-		-	-		13
		123		_		_		_	_		123
Total investments	\$	122,072	\$	16,017	\$	635	\$	84	\$ -	\$	105,336
0/ -675-4-1		1000/		120/		10/		00/	00/		9.60/
% of Total		100%		13%		1%		0%	0%		86%

Concentration of Credit Risk - When investments are concentrated in one issuer, the concentration represents heightened risk of potential loss. No specific percentage identifies when concentration of risk is present. GASB has adopted a principle that governments should provide note disclosure when 5% of the total government investments are concentrated in any one issuer. Investments in obligations explicitly guaranteed by the U.S. Government, funds, and other pooled mutual investments are exempt from disclosure. As of June 30, 2011, 8% of the University's investments were in the

short-term P-1 rated Abbey National North America LLC commercial paper that will mature within 120 days; and 6% of the University's investments were in the AA rated General Electric Capital corporate bond that will mature within the next fiscal year. As of June 30, 2010, the University had no investments where 5% or more of its investments were concentrated with a single issuer. The University is subject to policies as defined by the State of Idaho with respect to investments. The University has not adopted a formal policy addressing interest rate and concentration of credit risk.



Interest Rate Risk - Investments in debt securities that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rates. Approximately 8% of total investments are invested in securities with maturities longer than 1 year as of June 30, 2011.

Investment Maturities In Years As of June 30, 2011 (Dollars in Thousands)														
Investment Type		Fair Value	Les	s Than 1		1 to 5		6 to 10	11	to 15	16 t	o 20	21 t	o 25
External investment pool	\$	77,221	\$	77,221	\$	_	\$	_	\$	_	S	_	\$	_
Corporate notes and bonds	Ψ	11,881	Ψ	7,789	Ψ	4,092	Ψ	_	Ψ	_	Ψ	_	Ψ	_
US Treasury notes and bonds		2,470				2,470		_		_		_		_
Federal Home Loan Bank		1,524		-		1,524		-		-		_		_
Commercial paper		7,991		7,991		-		-		-		-		-
		101,087		93,001		8,086		-		-		-		-
Invesments held on behalf of employee	benef	it plans:												
- Bond/equity mutual funds		203		203		-		-		-		-		-
- Equity mutual funds		174		174		-		-		-		-		-
- Income mutual funds		39		39		-		-		-		-		-
		416		416		-		-		-		-		-
Total investments	\$	101,503	\$	93,417	\$	8,086	\$	-	\$	-	\$	_	\$	-

Investment Maturities In Years As of June 30, 2010 (Dollars in Thousands)														
Investment Type]	Fair Value	Le	ss Than 1		1 to 5		6 to 10	11	to 15	16 t	to 20	21	to 25
External investment pool	\$	105,213	\$	105,213	\$	-	\$	-	\$	-	\$	-	\$	-
Corporate notes and bonds		719		-		93		626		-		-		-
US Treasury notes and bonds		142		-		53		58		-		-		31
Federal Home Loan Bank		5,012		149		1,631		3,232		-		-		-
Federal Farm Credit Bank		3,927		-		100		3,827		-		-		-
Federal National Mortgage Assoc		2,266		-		2,211		-		-		-		55
Federal Home Loan Mortgage Corp		4,670		-		100		4,507		-		-		63
		121,949		105,362		4,188		12,250		-		-		149
Invesments held on behalf of employe	e benef	it nlans:												
- Bond/equity mutual funds	e benen	80		80		_		_		_		_		_
- Equity mutual funds		30		30		-		-		_		_		-
- Income mutual funds		13		13		-		-		-		-		-
		123		123		-		-		-		-		-
Total investments	\$	122,072	\$	105,485	\$	4,188	\$	12,250	\$	_	\$	_	\$	149

Investment Custodial Credit Risk – The University's investment securities are exposed to custodial credit risk if the securities are (i) uninsured, (ii) are not registered in the name of the University, or (iii) if they are held by either the counterparty or the counterparty's trust

department or agent but not in the University's name. While none of the University's investments are insured, the University's investments are either held in the University's name or the investments are not securities that exist in book entry or physical form.

3. ACCOUNTS RECEIVABLE AND UNBILLED CHARGES, NET

Accounts receivable and unbilled charges refer to the portion due to the University, as of June 30 by various

customers, students and constituencies of the University as a result of providing services to said groups.

Accounts Receivable and Unbilled Charges as of June 30	2011	2010
Student fees	\$ 12,253,005	\$ 11,234,587
Auxiliary enterprises and other operating activities	1,459,459	2,486,657
Federal, state, and private grants and contracts	1,674,149	1,496,700
Unbilled charges	6,779,742	6,383,671
Accounts receivable and unbilled charges	22,166,355	21,601,615
Less allowance for doubtful accounts	(2,663,980)	(2,961,330)
Accounts receivable and unbilled charges, net	\$ 19,502,375	\$ 18,640,285

4. STUDENT LOANS RECEIVABLE

Student loans made through the Federal Perkins Loan Program (the "Program") comprise substantially all of the loans receivable as of June 30, 2011 and 2010. The Program provides for cancellation of a loan at rates of 10% to 30% per year up to maximum of 100% if the participant complies with certain The Federal Government provisions. reimburses the University for amounts cancelled under these provisions. Loans receivable from students bear interest at rates ranging from 5% to 10% and are generally repayable in installments to the University over a 5 to 10 year period commencing 3 or 9 months after the date of separation from the University. The University outsources the loan servicing to a third party vendor. the University determines that loans 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 University has provided an allowance for uncollectible loans, to absorb loans that will ultimately be The allowance for written off. uncollectible loans was \$23,700 and \$23,801 as of June 30, 2011 and 2010, respectively. In the event the University should withdraw from the Program or the Federal Government was to cancel the Program, the University would be required to repay \$8,209,463 as of June 30, 2011.

5. CAPITAL ASSETS, NET

Following are the changes in capital assets for the fiscal year ended June 30, 2011:

			2011	(Do	llars in Tho	usan	ds)	
	Balance ly 1, 2010	Ad	lditions	T	ransfers	Ret	irements	Balance se 30, 2011
Capital assets not being depreciated:								
Land	\$ 46,897	\$	1,332	\$	-	\$	-	\$ 48,229
Construction in progress	28,238		39,393		(15,376)			52,255
Total assets not being depreciated	\$ 75,135	\$	40,725	\$	(15,376)	\$	-	\$ 100,484
Other capital assets:								
Building and improvements	\$ 402,224	\$	1,442	\$	15,310	\$	(1,104)	\$ 417,872
Furniture and equipment	49,324		6,264		66		(1,349)	54,305
Library materials	32,592		2,168		-		(1,791)	32,969
Intangibles	15,822						_	15,822
Total other capital assets	499,962		9,874		15,376		(4,244)	520,968
Less accumulated depreciation:								
Buildings and improvements	(117,534)		(12,026)		-		303	(129,257)
Furniture and equipment	(30,967)		(4,931)		-		1,209	(34,689)
Library materials	(23,895)		(1,857)		-		1,397	(24,355)
Intangibles	(11,265)		(1,103)					(12,368)
Total accumulated depreciation	(183,661)		(19,917)		-		2,909	(200,669)
Other capital assets, net	\$ 316,301	\$	(10,043)	\$	15,376	\$	(1,335)	\$ 320,299
Capital assets summary:								
Capital assets not being depreciated	\$ 75,135	\$	40,725	\$	(15,376)	\$	-	\$ 100,484
Other capital assets at cost	499,962		9,874		15,376		(4,244)	520,968
Total cost of capital assets	575,097		50,599		-		(4,244)	621,452
Less accumulated depreciation	(183,661)		(19,917)				2,909	(200,669)
Capital assets, net	\$ 391,436	\$	30,682	\$	-	\$	(1,335)	\$ 420,783

In addition to accounts payable for construction costs, the estimated cost to complete property authorized or under construction at June 30, 2011 is \$47,561,639. These costs will be paid from available reserves and construction proceeds from outstanding debt.

Following are the changes in capital assets for the year ended June 30, 2010:

				2010 (L	oll	ars in The	ousa	ends)		
	_	Balance ly 1, 2009	A	dditions	Ti	ransfers	Ret	tirements		Balance se 30, 2010
Capital assets not being depreciated:										
Land	\$	42,921	\$	3,976	\$	-	\$	-	\$	46,897
Construction in progress		21,880		30,004		(23,646)		-		28,238
Total assets not being depreciated	\$	64,801	\$	33,980	\$	(23,646)	\$		\$	75,135
Other capital assets:										
Building and improvements	\$	385,104	\$	92	\$	23,210	\$	(6,182)	\$	402,224
Furniture and equipment		63,049		4,422		(14,172)		(3,975)		49,324
Library materials		32,514		1,797		-		(1,719)		32,592
Intangibles		_		1,214		14,608		_		15,822
Total other capital assets		480,667		7,525		23,646		(11,876)		499,962
Less accumulated depreciation:										
Buildings and improvements		(108,218)		(11,373)		-		2,057		(117,534)
Furniture and equipment		(39,233)		(5,454)		10,549		3,171		(30,967)
Library materials		(23,361)		(1,840)		-		1,306		(23,895)
Intangibles				(436)		(10,549)		(280)		(11,265)
Total accumulated depreciation		(170,812)		(19,103)		_		6,254		(183,661)
Other capital assets, net	\$	309,855	\$	(11,578)	\$	23,646	\$	(5,622)	\$	316,301
Capital assets summary:										
Capital assets not being depreciated	\$	64,801	\$	33,980	\$	(23,646)	\$	_	\$	75,135
Other capital assets at cost	Ψ	480,667	Ψ	7,525	Ψ	23,646	Ψ	(11,876)	Ψ	499,962
Total cost of capital assets		545,468		41,505				(11,876)		575,097
Less accumulated depreciation		(170,812)		(19,103)				6,254		(183,661)
Capital assets, net	\$	374,656	\$	22,402	\$	_	\$	(5,622)	\$	391,436



6. UNEARNED REVENUE

Unearned revenue include amounts received for student fees, prepaid ticket sales, grant and contract revenue, a school district land swap and other amounts received prior to the end of the fiscal year that will be earned in subsequent years. In 2007, the University exchanged parcels of land with the Boise School District. The

difference between the appraised values of the parcels was recorded as unearned revenue, to be amortized as the "District" uses University facilities for sporting events. Student fees represent the portion of Summer school revenues related to the number of days of instruction in the subsequent fiscal year and prepaid Fall Semester fees.

Unearned revenue as of June 30	2011	2010
Prepaid ticket sales and auxiliary enterprises	\$ 5,960,368	\$ 5,447,759
Student fees	3,667,407	3,699,055
Grants and contracts	2,027,277	2,785,575
School district land swap	1,511,750	1,451,750
Other unearned revenue	572,882	151,041
Unearned revenue	\$ 13,739,684	\$ 13,535,180



7. LONG-TERM LIABILITIES

Following are the changes in bonds and notes payable, capital leases, non-current unearned revenue, other post-employment benefit obligations, and other liabilities for the fiscal years ended June 30, 2011 and 2010:

	2011 (Dollars in Thousands)										
	J	Ending Balance July 1, 2010 A		litions	Rec	ductions	1	Ending Balance e 30, 2011	due	nounts within e year	
Long-term debt:											
Revenue bonds payable	\$	230,390	\$	-	\$	(5,095)	\$	225,295	\$	5,785	
Basis adjustment arising from defeasance		(2,555)		-		217		(2,338)		-	
Premium on revenue bonds		3,746		-		(170)		3,576		-	
Notes payable		2,255		-		(294)		1,961		310	
Capital lease obligations		385		-		(114)		271		121	
Capital lease obligations - component unit		2,377		-		(295)		2,082		305	
Total long-term debt		236,598		-		(5,751)		230,847		6,521	
Other liabilities:											
Non-current unearned revenue		1,808		-		(4)		1,804		-	
Net other post employment benefits		5,111		982		-		6,093		-	
Non-current other		1		-		(1)		-		-	
Total other liabilities		6,920		982		(5)		7,897		-	
Long-term liabilities	\$	243,518	\$	982	\$	(5,756)	\$	238,744	\$	6,521	

		2010 (Dollars in Thousands)									
	1	eginning Balance					1	Ending Balance	due	nounts within	
	<u>Ju</u>	ly 1, 2009	Ac	lditions	Re	ductions	Jun	e 30, 2010	on	e year	
Long-term debt:											
Revenue bonds payable	\$	221,330	\$	14,090	\$	(5,030)	\$	230,390	\$	5,095	
Basis adjustment arising from defeasance		(2,772)		-		217		(2,555)		-	
Premium on revenue bonds		3,835		70		(159)		3,746		-	
Notes payable		7,349		-		(5,094)		2,255		296	
Capital lease obligations		495		263		(373)		385		114	
Capital lease obligations - component unit		2,652		-		(275)		2,377		295	
Total long-term debt		232,889		14,423		(10,714)		236,598		5,800	
Other liabilities:											
Non-current unearned revenue		1,902		-		(94)		1,808		-	
Net other post employment benefits		4,186		925		-		5,111		-	
Non-current other		529				(528)		1		-	
Total other liabilities		6,617		925		(622)		6,920		-	
Long-term liabilities	\$	239,506	\$	15,348	\$	(11,336)	\$	243,518	\$	5,800	

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8. BONDS AND NOTES PAYABLE

The University issues bonds to finance a portion of the construction of academic and auxiliary facilities. The University is required by bonding resolution to establish a Rebate Fund to be held and administered by the University, separate and apart from other funds and accounts of the University. The University shall make deposits into the Rebate Fund of all amounts necessary to make payments of arbitrage due to the United States. The arbitrage liability was \$0 and \$1,448 at June 30, 2011 and 2010, respectively. All bonds are at parity and are senior to notes payable. Management believes the University is in compliance with all bond covenants as of June 30, 2011 and 2010.

Bonds Payable:

			June	30, 2011 (Dollars	in Thousan	ds)			
Bond Issue		inal Face Value	Range of Annual Principal Amounts	Range of Semi Annual Interest Percentages	Maturity Date	В	standing alance 2011	В	standing alance 2010
	_	4.40.5		2 00001 4 00001	2017		4.40#		4.40#
General Revenue Bonds, Series 2010A	\$	1,195	\$ 285 - \$ 315	3.000% - 4.000%	2015	\$	1,195	\$	1,195
General Revenue Bonds, Series 2010B	\$	12,895	\$ 325 - \$ 795	3.940% - 6.310%	2040		12,895		12,895
General Revenue Bonds, Series 2009A	\$	42,595	\$ 720 - \$2,870	3.250% - 5.000%	2039		38,400		41,225
General Revenue Bonds, Series 2007A	\$	96,365	\$ 145 - \$7,880	4.000% - 5.000%	2037		96,365		96,365
General Revenue Bonds, Series 2007B	\$	25,860	\$ 510 - \$1,760	4.000% - 5.000%	2037		25,860		25,860
General Revenue Bonds, Series 2007C	\$	2,850	\$ 125 - \$ 600	5.210% - 5.210%	2014		1,300		1,845
General Revenue Bonds, Series 2005A	\$	21,925	\$ 140 - \$2,695	3.750% - 5.000%	2034		18,135		18,600
General Revenue Bonds, Series 2004A	\$	31,480	\$ 725 - \$2,205	4.000% - 5.000%	2033		26,450		27,375
General Revenue Bonds, Series 2003	\$	6,620	\$ 310 - \$1,715	4.000% - 5.000%	2017		4,665		4,955
General Revenue Bonds, Series 2002	\$	38,255	\$ 30 - \$ 30	5.375% - 5.375%	2012		30		75
Bonds before premium							225,295		230,390
Premium on bonds (including basis adjustments)							1,237		1,191
Total bonds outstanding						\$	226,532	\$	231,581

Notes Payable:

			June 30, 2	011 (Dollars i	n Thousands)		
Notes Payable	riginal e Value	Terms	Interest Rate	Maturity Date	Collateralized by	standing nce 2011	standing
2006 Bank note payable	\$ 3,381	11 years (1)	4.77%	2016	(2)	\$ 1,961	\$ 2,255

- (1) Amortized monthly
- (2) Bronco Athletic Association guarantee

Bonds Payable - Principal and interest maturities as of June 30, 2011 are as follows:

			nds Payable 2011		
		(Dol	lars in Thousands	3)	
	Principal		Interest		Total
2012	\$ 5,785	\$	10,501	\$	16,286
2013	6,095		10,223		16,318
2014	6,435		9,938		16,373
2015	6,840		9,629		16,469
2016	7,265		9,311		16,576
2017-2021	42,070		41,097		83,167
2022-2026	38,160		31,859		70,019
2027-2031	42,205		23,160		65,365
2032-2036	52,470		12,379		64,849
2037-2041	 17,970		1,456		19,426
Total	\$ 225,295	\$	159,553	\$	384,848

Notes Payable - Principal and interest maturities as of June 30, 2011 are as follows:

	(es Payable 2011 ars in Thousands)	
	Principal	Interest		Total
2012	\$ 310	\$ 86	\$	396
2013	325	71		396
2014	341	55		396
2015	357	39		396
2016	374	21		395
2017-2021	254	4		258
Total	\$ 1,961	\$ 276	\$	2,237

Extinguished Debt - As of June 30, 2011, debt in the amount of \$34,710,000 is considered extinguished through refunding of prior issues by a portion of the current issues. Escrowed funds are held in trust in the amount of \$34,982,330 for the payment of maturities on refunded bonds.

Refunded Bond Issue	Or	iginal Issue Amount	Principal Payments]	Defeased Amount	Defeased Liability utstanding
2001 Student Fee Refunding Rev Bonds	\$	4,455,000	\$ 4,455,000	\$	3,350,000	\$
2002 Student Union & Housing System		38,255,000	3,515,000		34,710,000	34,710,000
Total	\$	42,710,000	\$ 7,970,000	\$	38,060,000	\$ 34,710,000

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

Pledged Revenue – The University has pledged certain revenues as collateral for debt instruments. The pledged revenue amounts and coverage requirements are as follows for the year ended June 30, 2011:

Pledged revenues:	2011
Student fees	\$ 112,297,614
Rentals	8,462,549
Residence dining income	3,419,944
Other	1,676,216
Sales & service	41,909,317
F&A recovery	5,422,035
Investment income	663,453
Total pledged revenue	173,851,128
Less operations and maintenance	(60,026,901)
Pledged revenues, net	\$ 113,824,227
Debt service	\$ 15,766,410
Debt service coverage	722%
Coverage requirement	110%



9. LEASE OBLIGATIONS

Capital Lease Obligations – The University has entered into various capital lease agreements covering buildings and equipment. Assets under capital lease are included in capital assets, net of depreciation. Amortization of assets under capital lease is included in depreciation expense. These amounts are included in capital assets.

The University leases a building from the Foundation. Future minimum capital lease obligations under these agreements as of June 30, 2011, are as follows:

		2011 (D	Ollar	s inTho	usan	ds)
Future minimum capital lease obligations	Βυ	ilding	Equ	ipment	-	Fotal
2012	\$	426	\$	134	\$	560
2013		431		134		565
2014		429		22		451
2015		432		-		432
2016		433		-		433
2017		416		-		416
Total minimum obligations		2,567		290		2,857
Less interest		(485)		(19)		(504)
Present value of minimum obligations	\$	2,082	\$	271	\$	2,353



Following are the changes in assets under capital lease for the fiscal years ended June 30, 2011 and 2010:

		201	1 (Dolla	rs in Th	ousand	s)	
Ba	alance					В	alance
July	1,2010	Ada	ditions	Retire	ements	June	30, 2011
\$	6,973	\$	-	\$	-	\$	6,973
	2,664		-		-		2,664
	9,637		-		-		9,637
	(3,338)		(188)		-		(3,526)
	(2,310)		(100)		-		(2,410)
	(5,648)		(288)		-		(5,936)
\$	3,989	\$	(288)	\$	-	\$	3,701
	July	2,664 9,637 (3,338) (2,310) (5,648)	\$ 6,973 \$ 2,664 9,637 (3,338) (2,310) (5,648)	Balance July 1, 2010 Additions \$ 6,973 \$ - 2,664 - 9,637 - (3,338) (188) (2,310) (100) (5,648) (288)	Balance July 1, 2010 Additions Retire \$ 6,973 \$ - \$ 2,664 - - 9,637 - - (3,338) (188) (2,310) (100) (5,648) (288)	Balance July 1, 2010 Additions Retirements \$ 6,973 \$ - \$ - 2,664 - - 9,637 - - (3,338) (188) - (2,310) (100) - (5,648) (288) -	July 1, 2010 Additions Retirements June \$ 6,973 \$ - \$ - \$ 2,664 - - - 9,637 - - - (3,338) (188) - - (2,310) (100) - - (5,648) (288) - -

			201	0 (Dolla	rs in Th	ousand	s)	
	Ba	alance					В	alance
	July	1,2009	Ada	ditions	Retire	ments	June	30, 2010
s under capital leases:								
dings and improvements	\$	6,973	\$	-	\$	-	\$	6,973
pment		2,401		263		-		2,664
being amortized		9,374		263		-		9,637
			•					
accumulated amortization								
dings and improvements		(3,149)		(189)		-		(3,338)
pment		(2,198)		(112)		-		(2,310)
accumulated amortization		(5,347)		(301)		-		(5,648)
						-		
s under capital lease, net	\$	4,027	\$	(38)	\$	-	\$	3,989
	\$		\$		\$	-	=	\$

Operating Lease Obligations – The University has entered into various non-cancellable operating lease agreements covering certain equipment. The lease terms range from one to five years. The expense for operating leases was \$230,874 for the year ended June 30, 2011 and \$307,400 for the year ended June 30, 2010.

Future minimum lease payments on non-cancellable leases at June 30, 2011 are as follows:

Future minimum operating lease obligations	
2012	\$ 232,156
2013	188,007
2014	116,442
2015	25,266
2016	15,127
Total future minimum operating lease obligations	\$ 576,998

10. RETIREMENT PLANS AND TERMINATION PAYMENTS

Public Employee Retirement System of The Public **Employee** Idaho Retirement System of Idaho (PERSI) administers the PERSI Base Plan which is a cost-sharing, multiple-employer defined benefit retirement plan governed by Idaho Code, Sections 59-1301 through 59-1399. The funding policy, including contribution and vesting requirements, for the PERSI Base Plan is determined by the PERSI Retirement Board as defined by Idaho law. PERSI issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee Retirement System of Idaho, P.O. Box 83720, Boise, Idaho 83720-0078.

The PERSI Base Plan requires that both the members and the employer

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

The annual service retirement allowance for each month of credited service is 2% of the average monthly salary for the highest consecutive 42 months. Approximately 857 employees contribute to this plan.

University contributions, for the three fiscal years ended June 30, are as follows:

PERSI:	2011	2010	2009
University required contribution rate	10.39%	10.39%	10.39%
Percentage of covered payroll for employees	6.23%	6.23%	6.23%
University contributions required and paid	\$ 2,649,006	\$ 2,742,751	\$ 3,135,557

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

New faculty and exempt employees hired July 1, 1990 or thereafter

automatically enroll in the ORP and select their vendor option. Vendor options include Teachers Insurance and Annuity Association College Retirement **Equities** Variable and Annuity Life Insurance Company. 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. Participants are immediately fully invested in the ORP. Retirement benefits are available either as a lump sum or any portion thereof upon attaining 55 years of age.

The employee contribution requirement for the ORP is based on a percentage of total payroll. Employer contributions are determined by the State of Idaho. Approximately 1,438 employees contribute to this plan.

Although enrollees in the ORP no longer

belong to PERSI, the University is required to contribute to the PERSI Base Plan through July 1, 2025. The contribution rate is 1.49% of the annual covered payroll. During the fiscal years ended June 30, 2011, 2010, and 2009, this supplemental funding payment to PERSI was \$1,241,034, \$1,172,848, and \$1,187,141, respectively. This amount is not included in the regular University PERSI Base Plan contribution discussed previously.

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

ORP:	2011		2010	2009
University contribution	\$	7,747,212	\$ 7,340,409	\$ 7,411,340
Employee contribution	\$	5,823,468	\$ 5,519,278	\$ 5,579,722
Total contribution	\$	13,570,680	\$ 12,859,687	\$ 12,991,062
University contribution rate		9.27%	9.27%	9.26%
Employee contribution rate		6.97%	6.97%	6.97%

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

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

This is only available to active PERSI members. The Choice Plan contains employee gain sharing distributions, any voluntary employee contributions made, and the earnings on those funds. Approximately 127 employees contribute to this plan.

457(b) - Deferred Compensation Plan:

The 457(b) is a voluntary retirement savings plan covered under Section 457(b) of the Internal Revenue Code.

All University employees are eligible to participate in this plan. The plan is funded exclusively through employee pre-tax contributions. Approximately 56 employees contribute to this plan.

403(b) Plan:

The 403(b) is a voluntary tax-sheltered retirement plan covered under Section 403(b) of the Internal Revenue Code. All University employees are eligible to participate in this plan. The plan is funded exclusively by employee pre-tax contributions. Approximately 379 employees contribute to this plan.

Roth 403(b) *Plan*:

The Roth 403(b) is a voluntary retirement savings plan covered under Section 403(b) of the Internal Revenue Code. All University employees are eligible to participate in this plan. The plan is funded exclusively through

employee post-tax contributions. Approximately 36 employees contribute to this plan.

415(m) Plan:

The 415(m) Retirement Plan is a qualified excess benefit plan authorized under Section 415(m) of the Internal

Revenue Code. This plan is provided to select staff based on individual employment contracts negotiated. All contributions provided by the University are negotiated on an individual basis and are contingent on vesting requirements being satisfied. Currently, one University employee is part of this plan.

Supplemental Retirement Plan Contributions - Fiscal Year 2011:

Supplemental Contributions:	PCP		403(b)	457(b)	Ro	th 403(b)		415(m)
Employee contribution	\$	352,394	\$ 2,611,697	\$ 464,059	\$	158,266		N/A
University contribution		N/A	N/A	N/A		N/A	\$	245,000
University contribution		IV/A	N/A	IV/A		N/A	Ф	243

Termination Payments – Employees who qualify for retirement under the PERSI Base Plan or the ORP are eligible to use 50% of the cash value of their unused sick leave (with limits based on years of service) to purchase health insurance for the retiree. The University partially funds these obligations by

remitting 0.65% of employee gross payroll to the Sick Leave Insurance Reserve fund administered by PERSI. The total contributions for the fiscal years ended June 30, 2011, 2010, and 2009, were \$707,068, \$683,227, and \$714,027, respectively.



11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Summary of Plans

Boise State University participates in other postemployment benefit plans relating to health and disability that are administered by the State of Idaho as agent multiple-employer defined benefit plans. The Life Insurance benefit is a single-employer defined benefit plan. Idaho Code, Sections 67-5760 to 67-5767 and 72-1335, establishes the benefits and contribution obligations. Each of these benefits is provided by the University to retired or disabled employees. The most recent actuarial valuation is as of July 1, 2010. The University has not set aside any assets to pay future benefits; the University funds these benefits on a pay-as-you-go basis. Details of the plans can be found in the State's CAFR.

Plan Descriptions and Funding Policy:

Retiree Healthcare Plan - A retired employee of the University who is eligible to retire under the Public Employee Retirement System of Idaho (PERSI) may elect to purchase the retiree health insurance coverage for themself and eligible dependents. Employees must enroll within 60 days of the date of their retirement. Additionally, the unreduced PERSI monthly benefit at the time of retirement must meet or exceed the monthly cost of single retiree health insurance coverage, or employees must have 10 or more years (20,800 or more hours) of credited service. employee must have been an active employee on or before June 30, 2009, and must retire directly from State service. Coverage is not available to Medicare-eligible retirees their Medicare-eligible dependents. Retirees eligible for medical health insurance pay the majority of the premium cost; however, the retiree plan costs are subsidized by the active employee plan. The maximum benefit is \$1,860 per retiree per year. The University contributed \$16.44 per active employee per month towards the retiree premium cost.

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

The plan provides long-term disability income benefits to active employees who become disabled, generally up to a maximum age of 70. The gross benefit equals 60% of monthly pre-disability salary or \$4,000, whichever is less. The benefit does not increase with inflation and may be offset by other sources of as Social income such Security, Workers' Compensation, unemployment benefits, and certain retirement benefits. The State is self-insured for employees who became disabled prior to July 1, 2003; the State pays 100% of the cost of this benefit. The amount of the contribution is based on active claims and the number of insured individuals. Employees disabled on or after July 1, 2003, are insured by Principal Life Insurance Company and the obligation for the payment of benefits has been effectively transferred. The University pays 100% of the cost of the premiums. The University's contribution rate for the period was 0.324% of payroll in fiscal year 2011. This portion of the long-term disability income benefit is not included in the actuarial estimate as this is considered an insured benefit.

For up to 30 months following the date of disability, an employee is entitled to continue healthcare coverage under the State plan. The University pays 100% of the University's share of medical and dental premiums while the employee remains disabled. The employee is required to pay the normal active employee contribution for the plan and rate category in which the employee is enrolled. The University's contribution for the period was \$6.96 per active employee per month in fiscal year 2011.

This plan also provides basic life insurance and dependent life coverage to disabled employees, generally up to a maximum age of 70. The life insurance

benefit amount is generally 100% of annual salary, but not less than \$20,000. In addition, a \$2,000 life insurance benefit is provided for spouses, and a \$1,000 life insurance benefit is provided for dependent children. These benefits do not increase with inflation. The University pays 100% of the premiums; the contribution is actuarially determined based on actual claims experience.

Retiree Life Insurance Plan – This plan provides basic life insurance for certified retired employees. In general, the employee must have completed at least 30 years of credited service or the sum of his/her age and years of credited service must total at least 80 to qualify for this benefit. Eligible retirees receive basic life insurance coverage equal to of their annual salary retirement. The University pays 100% of the cost of basic life insurance for eligible retirees. The University's contribution for the period as a percent of payroll was 1.177% for retirees under age 65, .0894% for retirees between the ages of 65 and 69, and .0600% for retirees over age 70.



Annual OPEB Cost – The annual OPEB cost (AOC) is actuarially determined based on the annual required contribution (ARC) of the employer in accordance with GASB Statement Nos. 43 and 45. The following table illustrates the annual OPEB cost, the amount of contributions made, the increase (decrease) in the net OPEB obligation (NOO), and the NOO (funding excess) for the current year.

2011 Annual OPF (Do		st and Ne in Thousa			atio	n				
	F	Retiree _		Long-T	Γern	n Disabilit	y Pl	an	R	Retiree
		althcare				Life				Life
	_	Plan	I	ncome	In:	surance	He	althcare	Ins	surance
Annual OPEB cost										
Annual required contribution	\$	472	\$	98	\$	91	\$	155	\$	966
Interest		133		(2)		-		7		83
Adjustment to ARC		(198)		4		-		(10)		(123)
Annual OPEB cost		407		100		91		152		926
Contributions made		(182)		(90)		(135)		(129)		(157)
Increase (decrease) in net OPEB obligation		225		10		(44)		23		769
Net OPEB obligation – beginning of year		2,867		(46)		(12)		159		2,142
Net OPEB obligation (funding excess) – end of year	\$	3,092	\$	(36)	\$	(56)	\$	182	\$	2,911
Percentage of AOC contributed		44.61%		90.91%		148.35%		84.87%		16.92%

2010 Annual OPEB Cost and Net OPEB Obligation (Dollars in Thousands)										
	R	etiree _		Long-T	l'erm	Disabilit	ty Pla	an	R	etiree
		althcare Plan	Iı	ncome		Life surance	He	althcare		Life surance
Annual OPEB cost										
Annual required contribution	\$	336	\$	97	\$	77	\$	177	\$	979
Interest		122		(3)		-		4		63
Adjustment to ARC		(163)		4		-		(5)		(84)
Annual OPEB cost		295		98		77		176		958
Contributions Made		(173)		(78)		(83)		(98)		(248)
Increase (decrease) in net OPEB obligation		122		20		(6)		78		710
Net OPEB obligation – beginning of year		2,745		(66)		(6)		81		1,432
Net OPEB obligation (funding excess) – end of year	\$	2,867	\$	(46)	\$	(12)	\$	159	\$	2,142
Percentage of AOC contributed		58.64%		79.59%		107.79%		55.68%		25.89%

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

Annual OPEB Cost and Net OPEB Obligation Comparison (Dollars in Thousands)												
			Retiree		Long-	Гeг	m Disabili	ty P	lan		iree Life	
		Н	ealthcare Plan	Iı	ıcome	In	Life surance	Не	althcare	In	surance Plan	
Annual OPEB cost	2011	\$	407	\$	100	\$	91	\$	152	\$	926	
	2010	\$	295	\$	98	\$	77	\$	176	\$	958	
	2009	\$	350	\$	109	\$	87	\$	191	\$	929	
Percentage of AOC contributed	2011		44.61%		90.91%		148.35%		84.87%		16.92%	
	2010		58.64%		79.59%		107.79%		55.68%		25.89%	
	2009		111.02%		96.03%		147.37%		96.06%		24.89%	
NOO (funding excess) – end of year	2011	\$	3,092	\$	(36)	\$	(56)	\$	182	\$	2,911	
	2010	\$	2,867	\$	(46)	\$	(12)	\$	159	\$	2,142	
	2009	\$	2,745	\$	(67)	\$	(4)	\$	80	\$	1,432	

Funded Status and Funding Progress – Required Supplementary Information – The following table illustrates the funded status and the funding progress for the University as of June 30:

		(1)	onai	s in Thous	unus	,				(6)
	Actuarial Valuation	(1) Actuarial Value of	L	(2) ccrued iability	(U	(3) nfunded AAL UAAL)	(4) Funded Ratios	((5) Annual Covered	UAAL as a Percentage of Covered Payroll
D	Date	Assets		AAL)		2) - (1)	(1):(2)		Payroll	(3):(5)
Retiree healthcare plan	7/1/2006	\$0	\$	38,594	\$	38,594	0.00%	\$	122,474	31.5 2.0
	7/1/2008 7/1/2010	\$0 \$0	\$	2,656 2,837	\$ \$	2,656 2,837	0.00%	\$ \$	130,760 131.638	2.0
I am a tamma dia ahilita mlama	// 1/2010	\$0	Ф	2,837	Ф	2,837	0.00%	Ф	131,038	2.2
Long-term disability plan: Income	7/1/2006	\$0	\$	697	\$	697	0.00%	\$	122,474	0.6
income	7/1/2008	\$0 \$0	\$	715	\$	715	0.00%	\$, .	0.6
	7/1/2008	\$0 \$0	\$	655	\$	655	0.00%	\$	130,760 131.638	0.5
	// 1/ 2010	\$0	Ф	033	Ф	033	0.00%	ф	131,036	0.3
Life insurance	7/1/2006	\$0	\$	1.160	\$	1.160	0.00%	\$	122,474	0.9
	7/1/2008	\$0	\$	1.026	\$	1,026	0.00%	\$	130,760	0.8
	7/1/2010	\$0	\$	1,143	\$	1,143	0.00%	\$	131,638	0.9
				, -		, -			,	
Healthcare	7/1/2006	\$0	\$	1,093	\$	1,093	0.00%	\$	122,474	0.9
	7/1/2008	\$0	\$	1,227	\$	1,227	0.00%	\$	130,760	0.9
	7/1/2010	\$0	\$	1,027	\$	1,027	0.00%	\$	131,638	0.8
Retiree life insurance plan	7/1/2006	\$0	\$	10,060	\$	10,060	0.00%	\$	122,474	8.2
	7/1/2008	\$0	\$	10,895	\$	10,895	0.00%	\$	130,760	8.3
	7/1/2010	\$0	\$	12,020	\$	12,020	0.00%	\$	131,638	9.1

Effective July 1, 2009, legislative changes to the Retiree Healthcare Plan regarding eligibility stipulate that an officer or employee must be an active employee on or before June 30, 2009, and retire directly from State service; the maximum benefit is \$1,860 per retiree

per year. Additionally, any retiree will remain eligible until they are eligible for Medicare. Beginning January 1, 2010, coverage was not available to Medicare-eligible retirees or their Medicare-eligible dependents.

Schedule of Employer C	-	••	
	Annual Required		Actual Contributions as
Fiscal Year	Contribution	Actual	Percentage of
Ended	(ARC)	Contributions	ARC
06/30/11	\$966	\$156	16.15
06/30/10	\$979	\$248	25.89
06/30/09	\$941	\$231	24.58
	Fiscal Year	(Dollars in Thousands) Annual Required Fiscal Year Contribution Ended (ARC) 06/30/11 \$966 06/30/10 \$979	Fiscal Year Required Contribution Actual Contribution Ended (ARC) Contributions 06/30/11 \$966 \$156 06/30/10 \$979 \$248



Actuarial Methods and Assumptions – Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, contains multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Calculations are based on the types of benefits provided under the terms of the plan at the time of each valuation and on the pattern of

sharing costs between the employer and plan members. Any variations in future experience from that expected from these assumptions will result corresponding changes in the estimated costs of the benefits. The projection of benefits for financial reporting purposes does not incorporate the potential effects of legal funding limitations on the pattern of cost sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective and actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

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

	Retiree	Lo	ng-Term Disability P	lan	Retiree Life
	Healthcare Plan	Healthcare	Life Insurance	Income	Insurance Plan
Actuarial cost method	Projected Unit	Projected Unit	Projected Unit	Projected Unit	Projected Unit
	Credit	Credit	Credit	Credit	Credit
Amortization method	Level Percentage	Level Percentage	Level Percentage	Level Dollar	Level Percentage
	of Payroll	of Payroll	of Payroll	Amount	of Payroll
Amortization period	11 years	30 years	30 years	8 years	30 years
	Closed	Open	Open	Closed	Open
Assumptions:					
Inflation rate	3.00%	3.00%	3.00%	3.00%	3.00%
Investment return	4.00%	4.00%	4.00%	4.00%	4.00%
OPEB increases	N/A	N/A	N/A	N/A	N/A
Projected salary increases	3.50%	3.50%	3.50%	3.50%	3.50%
Healthcare cost initial					
Trend rate	10.00%	10.00%	N/A	N/A	N/A
Healthcare cost ultimate					
Trend rate	5.00%	5.00%	N/A	N/A	N/A

12. RISK MANAGEMENT

The University obtains workers' compensation coverage from the Idaho State Insurance Fund. The University's workers' compensation premiums are based on its payroll, its own experience, as well as that of the State of Idaho as a whole. The University commercial insurance for other risks of loss, including but not limited to employee bond and crime, out of state workers' compensation. business interruption, media liability and automobile physical damage insurance.

13. COMPONENT UNIT

The Boise State University Foundation, Inc. (the "Foundation") is discreetly presented within the financial statements as a component unit. The Foundation was established to engage in activities to benefit and support the University, including receiving contributions and holding, protecting, managing, and investing donated funds The Foundation is a non-profit corporation incorporated in accordance with the laws of the State of Idaho and managed by a volunteer Board of Directors. Under the Idaho State Board of Education's administrative rules, the Foundation must be independent of and cannot be controlled by the University. memorandum of understanding between the Foundation and the University defines the relationship between the two entities in accordance with these rules. The Foundation's financial statements prepared accordance in with standards by Financial set the Accounting Standards Board (FASB). FASB standards require three classes of net assets: unrestricted, temporarily restricted, and permanently restricted instead of reporting by fund as is done under GASB standards. Other differences include criteria for recognizing permanently restricted pledges, the method of accounting for split interest gifts, and the presentation of the financial information.

(a) Cash and Cash Equivalents, and Other Deposits and Investments

The Foundation considers all cash on deposit in demand savings and time deposits with an original maturity date of three months or less to be cash equivalents. Cash and cash equivalents held by investment managers considered investments and are shown as restricted cash and cash equivalents as the funds have been designated by the Foundation for investment purposes. Cash deposits at times during the year ended June 30, 2011 and 2010 exceeded FDIC insured limits. Investments are recorded in accordance with Accounting Standards Codification (ASC) (formerly Statement of Financial Accounting Standards (SFAS) No. 124, "Accounting for Certain investments Held by Not-for-Profit Organizations"). Investments in equity and debt securities that have readily determinable fair values are recorded at quoted market Investment securities without prices. quoted market prices are valued at estimated fair value using appropriate valuation methods that consider the underlying assets and financial reports. Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the near term could materially affect account balances and the amounts reported in the accompanying financial statements.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk

for investments is the risk that in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the Foundation will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

Basis of Custodial Credit Risk as of June 30		2011	2010			
Uninsured and uncollateralized	_	\$ 3,282,559	\$	960,111		
	_			*		



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

Investment Type		2011		2010	Percent of Total
Contificates of domesit	\$	2.650.000	\$	2 295 000	2.40/
Certificates of deposit	Ф	2,650,000	Ф	2,285,000	2.4%
US Treasury bonds		8,392,261		4,371,091	7.6%
Corporate bonds		24,291,305		23,247,809	22.0%
Bond mutual funds		19,224,293		18,481,915	17.2%
Equity funds		41,120,685		32,694,146	37.0%
Private equity investments		2,152,099		1,668,123	1.9%
• •					
Real estate and specialty assets		6,027,986		4,223,352	5.4%
Hedge funds		6,969,811		6,386,133	6.3%
Insurance annuities		305,598		267,808	0.2%
				·	
Total investments	\$	111,134,038	\$	93,625,377	100.0%

Fair Value of Investments – measured on a recurring basis as of June 30, 2011are as follows:

Fair Value of Investments	
Investments:	
Growth investments	
US equities	\$ 20,586,798
International equities	20,777,462
Private equity/special situations	2,152,099
Risk reduction investments:	
Cash and certificates of deposit	9,456,685
US/Global fixed income	51,969,881
Hedge funds	6,969,811
Real estate	6,027,987
Investments total	 117,940,723
Investments in perpetual trusts:	
US equities	849,529
International equities	590,849
Risk reduction investments:	
Cash and certificates of deposit	91,670
US/Global fixed income	742,328
Hedge funds	283,214
Real estate	285,959
Investments in perpetual trusts total	 2,843,549
Total investments, at fair value	\$ 120,784,272

Credit Risk – The risk that an issuer of debt securities or another counterparty to an investment will not fulfill its obligation is commonly expressed in terms of the credit quality rating issued by a nationally recognized statistical rating organization such as Moody's, Standard and Poor's, and Fitch's. Ratings by investment type, as of June 30, 2011, are as follows:

Moody's Scale		US Treasury	Corporate Bond Mutua		ond Mutual			
Rating		Bonds		Bonds		Funds	I	Fair Value
Aaa	\$	8,379,329	\$	4,364,452	\$	6,211,608	\$	18,955,389
Aa1		-		3,085,952		207,759		3,293,711
Aa2		-		2,850,978		12,652,819		15,503,797
Aa3		-		630,773		-		630,773
A1		-		3,367,282		26,156		3,393,438
A2		-		3,516,979		76,972		3,593,951
A3		-		2,368,042		-		2,368,042
Baa1		-		4,106,847		2,502		4,109,349
B2		-		-		24,611		24,611
Unrated		12,932		-		21,866		34,798
Total	\$	8,392,261	\$	24,291,305	\$	19,224,293	\$	51,907,859
,	·			·				

Interest Rate Risk – Investments in debt securities that are fixed for a longer period of time are likely to experience greater variability in their fair values due to future changes in interest rates. Maturities by investment type, as of June 30, 2011, are as follows:

Investment Type	I	Fair Value		· Value <1 yr 1-3 yr		3-10 yr	>10 yr		
US Treasury Bonds	\$	8,392,261	\$	4,009,081	\$	1,021,895	\$ 2,850,049	\$	511,236
Corporate bonds		24,291,305		18,666,378		2,594,338	3,030,589		-
Bond mutual funds		19,224,293		-		49,177	19,175,116		-
Rated securities	\$	51,907,859	\$ 22,675,459		\$	3,665,410	\$ 25,055,754	\$	511,236
			-						

(b) Pledges Receivable

Unconditional promises to give (pledges) are recognized as an asset and contribution revenue in the period in which the promise is received less an allowance, if any, for uncollectible pledges based on past collection experience. Pledges to be received after one year are discounted to present value. Amortization of discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. Pledges receivable in current assets include pledges which are due within one year.

Pledges receivable consist of the following as of June 30:

Pledges Receivable	2011	2010				
		_				
Receivable in less than one year	\$ 6,345,502	\$	5,897,528			
Receivable in one to five years	13,214,368		11,254,357			
Receivable in more than five years	784,847		1,544,647			
	20,344,717		18,696,532			
Less allowance	(890,000)		(890,000)			
Less discount	 (1,716,783)		(1,797,669)			
Total	\$ 17,737,934	\$	16,008,863			
	•					

(c) Donated Services

The University provided staffing and other general office support to the Foundation totaling \$12,183 and \$354,178 in fiscal years ending June 30, 2011 and 2010, respectively. The University loaned eight employees to the Foundation during fiscal year 2011 and

was reimbursed for the costs of those employees. Additionally, volunteers make substantial contributions of time to support the Foundation for which no value is assigned. The value of volunteer services is not reflected in the accompanying financial statements since they are not susceptible to objective measurement or valuation.



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

2011												
			S	ervices,	Sch	olarships						
	Pe	rsonnel	Supplies and			and						
Functional Categories		Cost	(Other	Fellowships		Dep	reciation	Total			
Instruction	\$	78,374	\$	11,027	\$	2,593	\$	-	\$	91,994		
Research		13,312		5,904		829		-		20,045		
Public service		6,314		4,295		269		-		10,878		
Libraries		3,508		1,704		-		-		5,212		
Student services		9,434		2,302		33		-		11,769		
Plant operations		5,807		8,497		-		-		14,304		
Institutional support		11,064		4,682		3		-		15,749		
Academic support		13,063		3,846		99		-		17,008		
Auxiliary enterprises		25,966		30,683		2,320		-		58,969		
Scholarships		1,180		95		14,726		-		16,001		
Depreciation								19,917		19,917		
Total operating expenses	\$	168,022	\$	73,035	\$	20,872	\$	19,917	\$	281,846		

	2010													
			S	ervices,	Sch	olarships								
	Pe	rsonnel	Supplies and		and									
Functional Categories		Cost	(Other	Fel	Fellowships		reciation	Total					
Instruction	\$	72,763	\$	10,280	\$	2,192	\$	-	\$	85,235				
Research		10,929		3,989		907		-		15,825				
Public service		7,123		4,090		270		-		11,483				
Libraries		3,781		1,647		-		-		5,428				
Student services		9,512		1,837		24		-		11,373				
Plant operations		5,881		10,093		-		-		15,974				
Institutional support		12,963		2,982		7		-		15,952				
Academic support		12,892		3,872		118		-		16,882				
Auxiliary enterprises		25,130		31,326		2,095		-		58,551				
Scholarships		1,313		110		13,456		-		14,879				
Depreciation		-		-		-		19,103		19,103				
Total operating expenses	\$	162,287	\$	70,226	\$	19,069	\$	19,103	\$	270,685				

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 refund a portion of these costs. University officials are of the opinion that the effect of these refunds, if any, will not have a significant effect on the financial position of the University.

The University has performed a review of potential pollution remediation obligations and found that there were no triggering events that would cause the University to record a pollution remediation liability as of June 30, 2011. The University is a defendant in litigation arising from the normal course of operations. Based on present knowledge, the University's management believes any ultimate liability in these matters will not materially affect the financial position of the University.







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

Idaho State Board of Education Boise State University

We have audited the financial statements of Boise State University (University) and its discretely presented component unit as of and for the year ended June 30, 2011, and have issued our report thereon dated September 28, 2011. Our report includes a reference to 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. Other auditors audited the financial statements of the discretely presented component unit, as described in our report on the University's financial statements. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

Management of the University is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the University's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the University's internal control over financial reporting.

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 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.

Our consideration of the internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the University's financial statements are free of 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*.

This report is intended solely for the information and use of the Idaho State Board of Education, management, others within the University, federal awarding agencies and pass-through entities, and is not intended to be, and should not be used by anyone other than these specified parties.

Eugene, Oregon

September 28, 2011

Mass Adams LLP



REPORT OF INDEPENDENT AUDITORS ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Idaho State Board of Education Boise State University

Compliance

We have audited Boise State University's (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, 2011. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the University's management. Our responsibility is to express an opinion on the University's compliance based on our audit.

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. Our audit does not provide a legal determination of the University's compliance with those requirements.

In our opinion, the University complied, in all material respects, with the 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, 2011.



Internal Control Over Compliance

Management of the University is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the University's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance 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 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended solely for the information and use of the Idaho State Board of Education, management, others within the University, federal awarding agencies, and pass-through entities and is not intended to be, and should not be used by anyone other than these specified parties.

Eugene, Oregon

November 18, 2011

Mass Adams LLP

Section I - Su	mmary of Auditor's Results
Financial Statements	
Type of auditor's report issued: Internal control over financial reporting:	Unqualified
Material weakness(es) identified?Significant deficiency(ies) identified?	yes <u>X</u> no yes <u>X</u> none reported
Noncompliance material to financial statements noted?	yes <u>X</u> no
Federal Awards	
Internal control over major programs:	
Material weakness(es) identified?Significant deficiency(ies) identified?	yes Xno yes Xnone reported
Type of auditor's report issued on compliance for major programs:	unqualified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	yes <u>X</u> no
Identification of major programs:	
CFDA Number(s)	Name of Federal Program or Cluster
84.388A School In Student Financial Assistance Cluster:	nprovement Grants
84.007 84.268	Federal Supplemental Educational Opportunity Grants Federal Direct Loans
84.033 84.038	Federal Work-Study Program
84.063	Federal Perkins Loan Program Federal Pell Grant Program
84.375	Academic Competitiveness Grants
84.376	National Science and Mathematics Access to Retain Taler (SMART) Grants
93.364	Nursing Student Loan Program
State Fiscal Stabilization Fund Cluster:	
84.394	A State Fiscal Stabilization Fund – Education State Grants, Recovery Act
Federal Transit Cluster:	- 1 1
20.500	Federal Transit - Capital Investment Grants
Special Education Cluster:	Special Education Crants to States
84.027A	Special Education Grants to States

Section I - Summary of Auditor's Results							
Dollar threshold used to distinguish between type A and type B programs:	<u>\$977,249</u>						
Auditee qualified as low-risk auditee?	<u>X</u> yesno						

Section II - Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

None reported

BOISE STATE UNIVERSITY SUMMARY SCHEDULE OF PRIOR AUDIT FINDING FOR THE YEAR ENDED JUNE 30, 2011

FINDING 2010-01—Procurement: Suspension and Debarment Certifications

Federal Program: CFDA 14.251 Economic Development Initiative

Federal Agency: Department of Housing and Urban Development

Condition: There was one covered transaction exceeding \$25,000 for which verification of suspension and debarment status did not occur.

Recommendation – Moss Adams recommended the purchasing office continue to follow the policies and procedures implemented in fiscal year 2010 related to suspension and debarment. In addition, Moss Adams recommended that the University have procedures in place to identify transactions that do not follow the standard procurement process, but still require verification that a vendor or subrecipient is not suspended or debarred.

View of Officials on Current Status: As a result of this finding, in addition to the procedures updated in fiscal year 2010, we have implemented procedures to identify transactions that require verification that a vendor or subrecipient is not suspended or debarred but that do not follow the standard procurement process. These transactions include those that are procured by the Department of Public Works rather than Boise State University.

<u>Updated Debarment and Suspension Verification Procedures for Non-Standard Procurement Transactions</u>

- For those projects that are procured by the Department of Public Works rather than following the University's standard procurement procedures:
 - o The Department of Public Works is notified that the project is funded by federal dollars and checking the Excluded Parties List System for intended vendors is a necessary action.
 - The Office of Sponsored Programs has developed language which the Department of Public Works includes in any Boise State University contract that contain the use of federal funds.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2011

	Federal							
	CFDA	Re	search	Non	-Research	Total		
Federal Grant / Program Title	Number		enditures		enditures	Exp	enditures	
_		_		_		_		
U.S. DEPARTMENT OF AGRICULTURE:								
Direct Programs:								
Wine Grape Cultivars	10.001	\$	10,360	\$	-	\$	10,360	
Populations of Invasive Plants	10.206		42,007		-		42,007	
Staph Vaccine for Cows	10.310		47,698		-		47,698	
Mycorrhizal Diversity	10.310		26,699		-		26,699	
Northern Idaho Point Counts	10.NA		10,412		-		10,412	
Sawtooth NF Goshawk Surveys	10.NA		7,145		-		7,145	
Dormancy in Lomatium Dissect	10.XXX		5,070		-		5,070	
Danskin Project	10.XXX		-		10,427		10,427	
Western Birds	10.XXX		4,740		-		4,740	
Forest Owls	10.XXX		1,643		-		1,643	
Mycorrhizal Fungi	10.XXX		3,210		-		3,210	
Sensitive Species Sawtooth NF	10.XXX		1,485		-		1,485	
Test Excav at BS-9/10-VY-102	10.XXX		-		9,337		9,337	
Pass Through Payments:								
Improving the Competitiveness	10.169		-		60,964		60,964	
Child and Adult Care Food Program (Children's Center)	10.558		-		49,829		49,829	
Total U.S. Department of Agriculture		\$	160,469	\$	130,557	\$	291,026	
U.S. DEPARTMENT OF COMMERCE:								
Direct Programs:								
TECenter Renovation	11.010	\$	-	\$	93,122	\$	93,122	
EDA University Center FY10	11.303		-		(26,100)		(26,100)	
TechHelp EDA University Center	11.303		-		126,084		126,084	
Spacio Variability of Snow	11.462		118,419		-		118,419	
NIST General FY09	11.611		-		(4,844)		(4,844)	
NIST GENERAL FY10	11.611		-		(18,986)		(18,986)	
Idaho TechHelp NIST MEP FY11	11.611		-		494,144		494,144	
Pass Through Payments:								
Pacific NW Climate Decision	11.431		19,891		-		19,891	
Total U.S. Department of Commerce		\$	138,310	\$	663,420	\$	801,730	
U.S. DEPARTMENT OF DEFENSE:								
Direct Programs:								
DNA Safeguard 2 - Hampikian	12.420	\$	103,756	\$	-	\$	103,756	
DNA Safeguard 2 - Wingett	12.420		16		-		16	
DNA Safeguard 2 - Alileche	12.420		44,991		-		44,991	
A West Nile Virus Vaccine-KC	12.420		222,907		-		222,907	
A West Nile Virus Vaccine-JT	12.420		138,338		_		138,338	
A West Nile Virus Vaccine-DW	12.420		77,717		_		77,717	
			,				,	

(continued)

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures
U.S. DEPARTMENT OF DEFENSE (continued):				
Direct Programs (continued):				
A West Nile Virus Vaccine-GY	12.420	\$ 6,876	\$ -	\$ 6,876
DNA Safeguard 3	12.420	283,829	-	283,829
DNA Safeguard 3	12.420	94,176	-	94,176
DNA Safeguard 3	12.420	131,064	-	131,064
DNA Safeguard 3	12.420	79,907	-	79,907
DNA Safeguard 3	12.420	66,183	-	66,183
DNA Safeguard Project	12.420	180	-	180
DNA Safeguard Project	12.420	609	-	609
DNA Safeguard 3	12.420	(3,774)	-	(3,774)
Semicon - Based Nanotechnology	12.431	246,898	-	246,898
Hydrologic Fluxes and States	12.431	273,848	-	273,848
DEPSCOR 08	12.800	129,190	-	129,190
DARPA 3-D Tech for Adv. Sensor	12.910	1,296,424	-	1,296,424
Reconfigurable Electronics	12.910	707,086	-	707,086
Reconfigurable Electronics-2	12.910	141,178	-	141,178
Dugway Proving Ground	12.NA	82,141	-	82,141
Integrated CMOS-Memristors-R	12.XXX	26,830	-	26,830
Integrated CMOS-Memristors 2	12.XXX	-	18,079	18,079
Pass Through Payments:				
Coastal Eng & Human Disturbanc	12.300	14,524	-	14,524
Effects of Fatigue & Load Car.	12.420	105,744	-	105,744
DEPSCoR FY08	12.630	31,260	-	31,260
Integrative Passives 2010	12.800	763	-	763
NMR Characterization of Chem.	12.XXX	43,701	-	43,701
Micro Vacuum Backward Wave	12.XXX	(7,429)	-	(7,429)
Processor for Open Source	12.XXX	88,964	-	88,964
PIP/PTAC Program	12.XXX	_	18,384	18,384
OTA Programmatic Agreement	12.XXX	-	12,976	12,976
Copper Plating of VCSEL Device	12.XXX	61,435	-	61,435
Lepa Pollinators and Predators	12.XXX	12,267	-	12,267
Dual Well Focal Plane Array	12.XXX	31,088	-	31,088
DOD STTR 2009 Development	12.XXX	36,896	-	36,896
Shielded Cold Cathode- Phase 2	12.XXX	52,366	-	52,366
2010 OT A ICRMP	12.XXX	-	27,178	27,178
AP Corrosion Test	12.XXX	1,454	-	1,454
Lepa Pollnatrs & Predators-YR2	12.XXX	4,422	-	4,422
Total U.S. Department of Defense		\$ 4,627,825	\$ 76,617	\$ 4,704,442

	Federal			
	CFDA	Research	Non-Research	Total
Federal Grant / Program Title	Number	Expenditures	Expenditures	Expenditures
U.S. DEPARTMENT OF THE INTERIOR:				
Direct Programs:				
Bromus Tectorum Establishment	15.231	\$ 3,194	\$ -	\$ 3,194
Breeding Bird/Burrowing Owl	15.231	15,714	-	15,714
Fire & Erosion in Western Rang	15.231	19,708	-	19,708
Fire & Erosion W Range Benner	15.231	44,793	-	44,793
Sage-Grouse Diet Selection	15.231	8,054	-	8,054
Peppergrass Pollinators	15.238	10,993	-	10,993
Pygmy Rabbit Diet Quality	15.238	15,207	-	15,207
Winter Raptors in NCA	15.238	27,915	-	27,915
Multiple Teleconnetion Index	15.507	25,847	-	25,847
Monitoring Songbirds in Idaho	15.635	487	-	487
USFWS Birds of Concern	15.635	11,404	-	11,404
Curlews on Idaho BLM Lands	15.655	13,785	-	13,785
More Castilleja Hybrids	15.660	9,447	-	9,447
Prince William Sound Seismic	15.807	(671)	-	(671)
Mt Rose Fault Seismic	15.807	22,556	-	22,556
SRFS Facilities Operating Acct	15.808	-	(636)	(636)
Barred Owl Food Habits	15.808	1,146	-	1,146
Support Anlysis Raptor Researc	15.808	-	5,773	5,773
Identifrog Software	15.808	3,834	-	3,834
Data Rescue for Bird Movements	15.808	-	179	179
Raptor Research Building	15.808	-	84,948	84,948
Craters Bird Survey	15.945	247	=	247
SFRWO Songbird Migration	15.XXX	(640)	-	(640)
FWS Devel on Cascade Bald Eagl	15.XXX	2,108	-	2,108
Bumpheads Archaeological Surve	15.XXX	-	2,191	2,191
Antelope Creek Survey	15.XXX	-	2,418	2,418
Fungicides Project	15.XXX	6,924	· -	6,924
Harvester Ant Monitoring	15.XXX	17,216	-	17,216
Endemic Species of Paintbrush	15.XXX	(734)	-	(734)
USGS RRC Remodel 2010	15.XXX	-	14,102	14,102
Fall Song Bird Migration MOD 3	15.XXX	7,812	· -	7,812
Pass Through Payments:				
Idaho Golden Eagle Surveys	15.611	69,593	-	69,593
IBO/IDFG Bird Greatest Conserv	15.634	92,596	-	92,596
Water Balance Modeling	15.805	10,823	-	10,823
Determining Cause of Elev Uran	15.808	5,940	-	5,940
Assessing the Dietary Quality	15.NA	9,737	-	9,737
ARRA:		,		,
Real-time Volcano Monitoring	15.818	89,872	-	89,872
Total U.S. Department of the Interior		\$ 544,907	\$ 108,975	\$ 653,882

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures		Non-Research Expenditures		Total Expenditures	
U.S. DEPARTMENT OF JUSTICE:								
Direct Programs:								
Innocence Assistance Program	16.746		\$	-	\$	92,488	\$	92,488
Pass Through Payments:								
RADAR Video Library	16.727			-		(3)		(3)
RADAR Video Library	16.727			-		25,213		25,213
Adult Perceptions Underage Dr	16.727			11,076		-		11,076
RADAR Video Library	16.727			-		340		340
RADAR Video Library	16.727			-		5,015		5,015
Total U.S. Department of Justice			\$	11,076	\$	123,053	\$	134,129
U.S. DEPARTMENT OF LABOR:								
Direct Programs:								
OSHA Consultation Program	17.504		\$	-	\$	180,543	\$	180,543
Idaho S&H Consultation Program	17.504			-		282,508		282,508
Total U.S. Department of Labor			\$	-	\$	463,051	\$	463,051
U.S. DEPARTMENT OF TRANSPORTATION:								
Direct Programs:								
Avionics Decontamination	20.109		\$	6,273	\$	-	\$	6,273
Chemical Sensors for Air Cabin	20.109			93,320		-		93,320
Sensors and Prognostics	20.109			27,906		-		27,906
Phase II:In-Flight Sensor Sys	20.109			9,025		-		9,025
Transit Center - DCE	20.500	(2)		-		57,275		57,275
TC Construction ID04	20.500	(2)		-		842,406		842,406
TC Construction ID03	20.500	(2)		-		672,162		672,162
Pass Through Payments:								
Evaluation of Concrete Sealer	20.XXX			3,636		-		3,636
Road Sensor Testing Project	20.XXX			18,652		-		18,652
Total U.S. Department of Transportation			\$	158,812	\$	1,571,843	\$	1,730,655
U.S. OFFICE OF PERSONNEL MANAGEMENT:								
Direct Programs:								
IPA Agreement - Eric McIndoo	27.XXX		\$	48,657	\$	-	\$	48,657
IPA Agreement - Cliff Bayer	27.XXX			51,876		-		51,876
IPA Agreement - Dr. Zhi Li	27.XXX			48,084		-		48,084

Federal Grant / Program Title	Federal CFDA Research Grant / Program Title Number Expenditures			Non-Research Expenditures		Total Expenditures	
U.S. LIBRARY OF CONGRESS:							
Pass Through Payments:							
TPS Workshop	41.LOC	\$	-	\$	3,404	\$	3,404
Open World Russia Civic Prog.	42.NA		-		6,700		6,700
Total U.S. Library of Congress		\$	-	\$	10,104	\$	10,104
NATIONAL AERONAUTICS AND SPACE ADMINISTRATION	·:						
Direct Programs:							
Ground-Based Radar Calibration	43.NA	\$	24,198	\$	-	\$	24,198
Improv of Remotely SWE	43.NA		123,785		-		123,785
CRRO NASA OM-HET	43.NA		27,682		-		27,682
Snow Microstructure	43.NA		16,191		-		16,191
Pass Through Payments:							
MIcrogravity University 2011	43.ADV		1,210		-		1,210
ISGC NASA Travel - Ubic	43.ADV		437		-		437
In Situ Aerosol Dispersion	43.NA		22,587		-		22,587
Calcogenide Glasses-Material	43.NA		22,944		-		22,944
NASA EPSCoR Reliability Invest	43.NA		191,229		-		191,229
Magnetic Phase Sintering	43.NA		(4,598)		-		(4,598)
Topology Control for Networkin	43.NA		2,064		-		2,064
Multi-GPU Clusters	43.NA		11,940		-		11,940
Soil Moisture at the Hillslope	43.NA		4,116		-		4,116
Elec-Prop Ceramic Materials	43.NA		251,326		-		251,326
Alex Sundling Fellowship	43.NA		1,494		-		1,494
Quantitative Measurement of SP	43.NA		2,034		-		2,034
Measurement of Dust Motion und	43.NA		16,941		-		16,941
Microgravity 2010	43.NA		10,000		-		10,000
Shawver ISGC Grad Fellowship	43.NA		14,306		-		14,306
Improve Learning in Intro ENG	43.NA		5,000		-		5,000
Kormos NASA EPSCoR Fellowship	43.NA 43.NA		15,000 15,064		-		15,000 15,064
DeLeon NASA EPSCoR Fellowship Mapping Permafrost ISGC/E.Park	43.NA 43.NA		15,004		-		15,004
ISGC Fellowship Bateman 10-11	43.NA 43.NA		15,063		_		15,063
Land-Atmosphere Coupling	43.NA		13,064		-		13,064
Remote Sensing of Cryosphere	43.NA		49,322		_		49,322
Molecular Mechanisms of Cellul	43.NA		66,113				66,113
ISGC Pluto Project	43.NA		-		162		162
Measurement of Dust Motion-2	43.NA		9,039		-		9,039
ISAS Summer Academy	43.NA		-		6,068		6,068
ISGC Special Proj Grant-2011	43.NA		2,959		-		2,959
Total National Aeronautics and Space Administration		\$	945,510	\$	6,230	\$	951,740

Federal CFDA Federal Grant / Program Title Number		Research Expenditures		Non-Research Expenditures		Total Expenditures	
NATIONAL FOUNDATION ON THE ARTS AND THE HUM	IANITIES:						
Pass Through Payments:							
Basque Interpretive Sign IHC	45.129	\$ -	\$	102	\$	102	
Philosophy of Mathematics	45.129	-		2,000		2,000	
Total National Foundation on the Arts and the Human	ities	\$ -	\$	2,102	\$	2,102	
NATIONAL SCIENCE FOUNDATION:							
Direct Programs:							
Plasmon Nanophotonics	47.041	\$ 99,512	\$	-	\$	99,512	
A WATERS Testbed	47.041	102,190		-		102,190	
Air Spring EM Stimulation	47.041	99,551		-		99,551	
Nanodevices on DNA Breadboards	47.041	46,298		-		46,298	
Adopting Education Innovation	47.041	32,692		-		32,692	
Eng Ed Research to Practice	47.041	25,146		-		25,146	
Nanodevices on DNA Bread-Lee	47.041	19,004		-		19,004	
CAREER: Wind Forecasting	47.041	2,305		-		2,305	
CAREER: RUI: Ferromagnetic	47.049	45,650		-		45,650	
Quantum and Biophysics	47.049	17,961		-		17,961	
CAREER:M Frary NSF	47.049	101,719		-		101,719	
NSF Lattice Dynamics	47.049	40,629		-		40,629	
Filtrations of Boolean Algebra	47.049	41,237		-		41,237	
Enabling Magnetoplasticity	47.049	149,135		-		149,135	
Collaborative Research : RUI	47.049	20,953		-		20,953	
Collaborative Research : RUI	47.049	15,423		_		15,423	
MRI LC-MS/MS Acquisition	47.049	540,572		_		540,572	
Nanoscale Physics	47.049	31,135		_		31,135	
RBFs For Geophysical Modeling	47.049	54,818		_		54,818	
Subsurface Imaging	47.049	187,258		_		187,258	
Hierarchical Microstructures	47.049	94,643		_		94,643	
ATD: Data Driven Stochastic	47.049	76,142		_		76,142	
Nanoscale Ferroelectrics	47.049	38,446		_		38,446	
ATD: Data Driven Stochastic IS	47.049	52,677		_		52,677	
Point Defects in Perovskites	47.049	51,234		_		51,234	
REU in Chemistry	47.049	8,465				8,465	
REU Site: Complexity in Alg-PS	47.049	37,664		_		37,664	
REU Site: Complexity in Algebr	47.049	10				10	
REU in Chemistry-PS	47.049	51,134		_		51,134	
NSF Collaborative Research	47.050	25,566		_		25,566	
NSF Collaborative Quantificati	47.050	52,631		_		52,631	
NSF Climate Controls on Alluvi	47.050	23,145		_		23,145	
Carboniferous Permian Paleocli	47.050	83,489		-		83,489	
Atmospheric Dust as Archive	47.050 47.050	9,692		-		9,692	
Collab Res : S. Amer Grassland	47.050	9,692 37,489		-		37,489	
Condu Res . 5. Amer Grassianu	47.030	31,409		-		(continued)	

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures	Non-Research Expenditures	Total Expenditures	
NATIONAL SCIENCE FOUNDATION (continued):					
Direct Programs (continued):					
Collab Res: Testing Mech Mod	47.050	\$ 67,005	\$ -	\$ 67,005	
Collab Res: Tectonic Rates	47.050	71,156	-	71,156	
Stable Isotope Mass Spectromet	47.050	366,199	-	366,199	
Quantifying Lateral Flow	47.050	60,990	-	60,990	
Potential GSSP of the GK Stage	47.050	6,786	-	6,786	
Virtual Geochronology Labs	47.050	25,858	-	25,858	
Himalayan Tectonic Models	47.050	6,346	-	6,346	
Phase Change Architectures	47.070	41,228	-	41,228	
NSF Career Degradation	47.070	19,783	-	19,783	
Revision of Columnea	47.074	98,141	-	98,141	
PUI Systematics Research	47.074	(1,098)	-	(1,098)	
Revision of Columnea-Supp	47.074	7,725	-	7,725	
NSF Research Instrumentation	47.074	13,243	-	13,243	
Chronic Stress in Ecosystems	47.074	21,096	-	21,096	
MRI : Acquisition of FACS	47.074	56,505	=	56,505	
IDBR:RUI: Devemopment of COIFM	47.074	47,107	=	47,107	
S-Stem #2 ID Engr Scholarship	47.076	98,766	-	98,766	
STEM Education	47.076	46,274	-	46,274	
STEM Education-PS Costs	47.076	1,967	-	1,967	
STEM Education-COAS	47.076	24,110	-	24,110	
STEM Education-COED	47.076	17,251	-	17,251	
NSF Idaho Step	47.076	83,032	-	83,032	
NSF Idaho Step Part. Support	47.076	24,760	-	24,760	
STEM Central STATION	47.076	120,304	-	120,304	
STEM Central STATION-Viskupic	47.076	11,015	-	11,015	
STEM Central STATION-Nadleson	47.076	6,819	-	6,819	
New GK-12 Local Resources-Supp	47.076	· -	6,926	6,926	
STEM Central STATION-F&A	47.076	5,921	-	5,921	
Idaho Scholarships for Transfe	47.076	· -	1,323	1,323	
Idaho Scholar for Transfers-PS	47.076	-	290	290	
Noyce Grant	47.076	25,251	-	25,251	
NSF Idaho Eng Scholarship Prog	47.076	98,789	_	98,789	
Acquisition of GC/MS & FT-IR	47.076	(308)	-	(308)	
New GK-12 Local Resources	47.076	-	120,980	120,980	
New GK-12 Participants	47.076	_	333,783	333,783	
Home Hearth Household	47.078	32,677	-	32,677	
Final BOREAS Conference	47.078	43,939	_	43,939	
Egypt Collaboration	47.079	4,120	_	4,120	
Pass Through Payments:		.,120		.,120	
Versatile Engin Lub Health Sen	47.041	15,423	_	15,423	
Formation Function Phys Gels	47.049	20,817	_	20,817	
Catchment Comparison Exercise	47.050	15,326	_	15,326	
Catematic Comparison Exercise	17.030	15,520	_	*	
				(continued)	

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures		Non-Research Expenditures		Ex	Total penditures
NATIONAL SCIENCE FOUNDATION (continued):							
Pass Through Payments (continued):							
DNA Origami Placement	47.070	\$	69,345	\$	-	\$	69,345
Imprv Comm in Cross-Disc Coll	47.075		3,747		-		3,747
Pacific Northwest LSAMP	47.076		61,726		-		61,726
Pacific Northwest LSAMP PS	47.076		11,487		-		11,487
National Geoscience Student	47.076		24,383		-		24,383
EPSCoR RII Program-Callahan	47.080		34,993		-		34,993
EPSCoR RII Program-Sridhar	47.080		185,272		-		185,272
EPSCoR RII Program - Medidi	47.080		96		-		96
EPSCoR RII Program-Pierce	47.080		38,161		-		38,161
EPSCoR RII Program-Feris	47.080		49,715		-		49,715
EPSCoR RII Program-Benner	47.080		45,957		-		45,957
EPSCoR RII Program-Lowe	47.080		56,210		-		56,210
EPSCoR RII Program-Cobourn	47.080		103,183		-		103,183
EPSCoR RII Program- Hernandez	47.080		92,595		-		92,595
EPSCoR Instrument - McNamara	47.080		31,392		-		31,392
EPSCoR Start-up-Leon	47.080		15,432		-		15,432
EPSCoR Start-up-Coburn	47.080		7,071		-		7,071
EPSCoR RII-de Graaff	47.080		122,831		-		122,831
EPSCoR RII-deGraaff Startup Y3	47.080		2,801		-		2,801
EPSCoR RII-Cobourn Startup YR3	47.080		3,695		-		3,695
EPSCoR RII-Flores Startup YR 3	47.080		3,938		-		3,938
NSF EPSCoR Track II	47.081		7,445		-		7,445
ARRA:							
REVSYS Trichos Project-ARRA	47.082		145,073		-		145,073
Ultrafast Laser-ARRA	47.082		487,807		-		487,807
Dependent Distributed Inferenc	47.082		19,948		-		19,948
Total National Science Foundation		\$	5,544,241	\$	463,302	\$	6,007,543

Federal Grant / Program Title	Federal CFDA Number	Research Expenditures		Non-Research Expenditures		Total Expenditures	
SMALL BUSINESS ADMINISTRATION:							
Direct Programs:							
ID Research and Economic Dev.	59.000	\$	51,918	\$	-	\$	51,918
SBA CY 10	59.037		-		453,250		453,250
Energy Efficiency	59.037		-		113,225		113,225
SBA CY'11	59.037		-		219,433		219,433
Energy Efficiency CY'11	59.037		-		53,016		53,016
Jobs Act	59.037		-		7,662		7,662
Enrgy Efficiency Carryover '10	59.037		-		11,995		11,995
SBA Carryover '10	59.037		-		41,864		41,864
Research & Econ Dev & Entrepre	59.NA		-		28,793		28,793
Total Small Business Administration		\$	51,918	\$	929,238	\$	981,156
ENVIRONMENT AL PROTECTION AGENCY:							
Direct Programs:							
Satellite EFC	66.111	\$	-	\$	2	\$	2
EFC Competition	66.203		-		216,175		216,175
EFC 10 Base Grant FY07	66.424		-		23,459		23,459
Hydrogeophysical Characterizat	66.606		(9,163)		-		(9,163)
6167 EPA Supplemental Funding	66.606		(3,024)		-		(3,024)
EPA Plan2Fund Funder's Tool	66.XXX		-		2,734		2,734
Pass Through Payments:							
Source & Release - CFDA 66419	66.419		2,306		-		2,306
Add Texas to Funding Database	66.460		-		1,106		1,106
Alaska Capacity Review FY09	66.468		-		132		132
DEQ Comprehensive Plan Study	66.XXX		-		13,625		13,625
Assistance to ADEC	66.XXX		-		(100)		(100)
IDEQ Nine Mile	66.XXX		3,461		-		3,461
Total Environmental Protection Agency		\$	(6,420)	\$	257,133	\$	250,713
NUCLEAR REGULATORY COMMISSION							
Direct Programs:							
U.S. NRC Fellowship Program	77.008	\$	-	\$	68,343	\$	68,343
Total Nuclear Regulatory Commission		\$	-	\$	68,343	\$	68,343

Federal Grant / Program Title	Federal CFDA Research leral Grant / Program Title Number Expenditures		Non-Research Expenditures	Total Expenditures	
U.S. DEPARTMENT OF ENERGY:					
Direct Programs:					
Inverse Magnetoplastic Effect	81.049	\$ 150,720	\$ -	\$ 150,720	
Acquisition of an Ion Slicer	81.121	300	-	300	
NEUP Scholar & Fellowship	81.121	-	10,000	10,000	
Wind For Schools	81.XXX	-	45,081	45,081	
Pass Through Payments:					
Cyberinfrastructure Hydro Site	81.049	2,684	-	2,684	
Surface Water-Groundwater	81.049	16,878	-	16,878	
Novel Nanostructured Materials	81.049	43,070	-	43,070	
Fundamental Fluid Physics	81.049	6,087	-	6,087	
Component Technologies R&D	81.087	137,087	-	137,087	
ODS Cladding Materials	81.121	22,645	-	22,645	
Drought, Fire, Snowmelt C ID	81.NA	3,886	-	3,886	
Detector for Pertechnetate Ion	81.NA	177	-	177	
SNL Field Test	81.NA	2,073	-	2,073	
CAES Consortium	81.XXX	1,919	-	1,919	
Suitability of Layered Basalt	81.XXX	24,403	-	24,403	
INL PLASMA SINTERING	81.XXX	(10)	-	(10)	
Spark Plasma Sintering of Fuel	81.XXX	(104)	-	(104)	
Eval. Actinide Compounds YR2	81.XXX	36,025	-	36,025	
Eval. Actinide Compounds YR3	81.XXX	44,702	-	44,702	
INL Plasma Sint 2	81.XXX	60,000	-	60,000	
CAES Management FY10	81.XXX	7,986	-	7,986	
Energy Policy Institute	81.XXX	84,317	-	84,317	
Irradiation Creep in Graphite	81.XXX	223,257	-	223,257	
Chalcogenide Glass Radiation	81.XXX	361,149	-	361,149	
FY 06 IUC / EPI Proposal	81.XXX	81,988	-	81,988	
Societal Nuclear Research LDRD	81.XXX	7,359	-	7,359	
Tungsten-Rhenium Cladding	81.XXX	64,662	-	64,662	
TRISO-Coated Fuel Durability	81.XXX	154,623	-	154,623	
Dev Lignocellulosic Ethanol-2	81.XXX	6,489	-	6,489	
INL Economics Impact 2010	81.XXX	-	21,884	21,884	
Fabrication of ODS Alloys	81.XXX	45,607	-	45,607	
CAES Training	81.XXX	6,732	-	6,732	
Idaho Nuclear Engineering Cons	81.XXX	32,641	-	32,641	
Fuel Cycle Performance Metrics	81.XXX	12,285	-	12,285	
Industry/Partnerships Develop	81.XXX	21,358	-	21,358	
Lattice Strain and Rotation	81.XXX	32,217	-	32,217	
AD of Fermented Manure	81.XXX	15,772	-	15,772	
Transmission Site Suitability	81.XXX	4,590	-	4,590	
2D Seismic Data Acquisition	81.XXX	37,795	-	37,795	
Nano Metal Oxides Collab	81.XXX	39,190	-	39,190	

	Federal CFDA			Research	NT.	n-Research		Total
Federal Creat / Dregram Title	Number			penditures	Expenditures		TC.	penditures
Federal Grant / Program Title	Number		EX	penarures	102	penditures	102	penuitures
U.S. DEPARTMENT OF ENERGY (continued):								
Pass Through Payments (continued):								
Small Specimen Sample Prep	81.XXX		\$	72,616	\$	_	\$	72,616
BlackHawk\Forecast LDRD-Gardne	81.XXX			27,322		-		27,322
BlackHawk\Forecast LDRD-Senoca	81.XXX			20,177		_		20,177
Americium Electrochemistry	81.XXX			35,183		_		35,183
SuitabilityLayeredBasalt FY11	81.XXX			47,370		_		47,370
Nano Metal Oxides Collab YR2	81.XXX			25,616		_		25,616
BlackHawk\Forecast Gardner Yr	81.XXX			21,678		_		21,678
AD of Fermented Manure YR 2	81.XXX			14,392		_		14,392
Butt Joint Appointment	81.XXX			34,205		_		34,205
Small Specimen Sample Prep 11	81.XXX			53,272		_		53,272
Fabrication of ODS Alloys FY11	81.XXX			64,460		_		64,460
Root Impacts on the C Cycle	81.XXX			46,232				46,232
Dev Lignocellulosic Ethanol-3	81.XXX			18,857				18,857
INEC FY 11	81.XXX			33,661				33,661
Hot Press Refurbishment	81.XXX			26,201				26,201
Trans. Site Sustainability YR2	81.XXX			9,174		-		9,174
MACs Support	81.XXX			25,771		-		25,771
Graduate Student Development	81.XXX			1,614		-		1,614
ARRA:	81.777			1,614		-		1,614
Nat. Geothermal Database-ARRA	81.087			757,594				757,594
	81.087			782,821		-		782,821
NGDS Data Acquisition-ARRA				,		-		
Snake River Geothermal	81.087			2,102		1556		2,102
Revitalize Electric Power-ARRA	81.122			-		4,556		4,556
Total U.S. Department of Energy			\$	3,912,877	\$	81,521	\$	3,994,398
U.S. DEPARTMENT OF EDUCATION:								
Direct Programs:								
Federal Supplemental Educational Opportunity Grants	84.007	(1)	\$	_	\$	450,726	\$	450,726
Federal College Work-Study (CWS)	84.033	(1)	Ψ	_	Ψ	607,245	Ψ	607,245
Federal CWS Job Location Costs (JLC)	84.033	(1)		_		39,309		39,309
Federal Perkins Loans	84.038	(1)		_		1,331,827		1,331,827
Federal Pell Grants	84.063	(1)		_		31,811,880		31,811,880
Federal Direct Subsidized Loans	84.268	(1)		_		42,117,441		42,117,441
Federal Direct Unsubsidized Loans	84.268	(1)				43,054,144		43,054,144
Federal Direct Parent Loans	84.268	(1)		-		2,904,067		2,904,067
Federal ACG	84.375	(1)		-		792,736		792,736
	84.376			-				978,372
Federal SMART	84.042A	(1)		-		978,372		
Student Success Program 09-10	84.042A 84.042A			-		62,376 277,230		62,376 277,230
Student Success Program 10-11 ETS II 2009-2010	84.042A 84.044A			-		42,731		42,731
E13H 2009-2010	04.U44A			-		42,/31		42,/31

	Federal CFDA		Research	Non-Research	Total	
Federal Grant / Program Title	Number		Expenditures	Expenditures	Expenditures	
U.S. DEPARTMENT OF EDUCATION (continued):						
Direct Programs (continued):						
ETSI 2009-2010	84.044A		\$ -	\$ 85,116	\$ 85,116	
ETSI 2010-2011	84.044A		-	400,145	400,145	
ETS II 2010-2011	84.044A		-	186,082	186,082	
UB Duck Valley 2009-2010	84.047A		-	98,488	98,488	
UB Canyon County 2009-2010	84.047A		-	110,677	110,677	
Upward Bound IV Meridian 09-10	84.047A		-	123,807	123,807	
Upward Bound III - Boise 09-10	84.047A		-	102,017	102,017	
Upward Bound I 2010-2011	84.047A		-	286,432	286,432	
Upward Bound II 2010-2011	84.047A		-	171,666	171,666	
Upward Bound III 2010-2011	84.047A		-	118,667	118,667	
Upward Bound IV 2010-2011	84.047A		-	113,177	113,177	
Veteran's UB-OLD	84.047V		-	(137,451)	(137,451)	
Veteran's UB-NEW	84.047V		-	189,054	189,054	
Veterans UB 2010-2011	84.047V		-	223,511	223,511	
eHigh School Equivalency Prog.	84.141A		-	45,279	45,279	
HEP FY11	84.141A		-	420,598	420,598	
CAMP 2009-2010	84.149A		-	36,426	36,426	
BSU CAMP FY11	84.149A		-	348,619	348,619	
Graduate Bilingual	84.195N		-	13,476	13,476	
ID Systemic Solutions FY10-ENG	84.215K		24,652	-	24,652	
ID Systemic Solutions FY10-ED	84.215K		14,134	-	14,134	
ID Systemic Solution	84.215K		2,186	-	2,186	
ID Systemic Solution	84.215K		1,269	-	1,269	
Idaho Systemic Earmark-COEN	84.215K		231,607	-	231,607	
Idaho Systemic Earmark-COED	84.215K		43,468	-	43,468	
Idaho Systemic Earmark-PT SUP	84.215K		36,800	-	36,800	
McNair Scholars Program 09-10	84.217A		-	107,605	107,605	
McNair Scholars Program 10-11	84.217A		-	150,898	150,898	
Improving Metacomprehension	84.305B		301,196	-	301,196	
TATERS	84.325T		-	77,231	77,231	
Pass Through Payments:						
School Improvement 10-11	84.010A		-	144,183	144,183	
SEST A 10-11	84.027A	(3)	-	283,674	283,674	
SEST A PBS 10-11	84.027A	(3)	-	267,514	267,514	
SEST A Mentoring 10-11	84.027A	(3)	-	139,056	139,056	
SW Regional Special Ed 10-11	84.027A	(3)	-	336,053	336,053	
PBIS Awareness & Readiness Prj	84.184W		-	41,274	41,274	
Teaching American History	84.215X		-	150,013	150,013	
CII Improvement Support to STs	84.283B		- 2.7.5	57,097	57,097	
RESET 11-12	84.323A		2,755	- 2.002	2,755	
Transition to Teaching	84.350B		-	3,092	3,092	

Federal Grant / Program Title	Federal CFDA Number		Research Expenditures		Non-Research Expenditures		Total Expenditure	
U.S. DEPARTMENT OF EDUCATION (continued):								
Pass Through Payments (continued):								
Develop Teachers Math Thinking	84.366		\$	-	\$	17,761	\$	17,761
Enhancing Teacher PCK Inquiry	84.366			-		129,034		129,034
Dev. Mathematical Thinking III	84.366			-		299,475		299,475
National Writing Project	84.928A			-		48,537		48,537
Idaho Building Capacity 2011	84.ADV			-		3,924		3,924
SW REGIONAL SPECIAL ED FY 10	84.XXX			-		79,532		79,532
Super Use of Math Modules	84.XXX			7,161		-		7,161
RTI/PBS Implementation	84.XXX			88,587		-		88,587
ARRA:								
IBC 2011 - ARRA	84.388A	(4)		-		182,941		182,941
State Fiscal Stabilization Funds	84.394A	(5)		598,222		1,783,863		2,382,085
Total U.S. Department of Education			\$	1,352,037	\$	131,708,627	\$	133,060,664
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES: Direct Programs:								
Software to ID Post-Translatio	93.389		\$	112,518	\$	-	\$	112,518
Eval.of DNA CrossLinking YR4-6	93.395			62,645		-		62,645
Preferential Cytotoxic	93.395			2,620		-		2,620
Oncostatin M-induced VEGF	93.396			42,896		-		42,896
Improvement of RNA Search	93.859			46,177		-		46,177
Developing Proteogenomic Mappi	93.ADV			161,869		-		161,869
Pass Through Payments:								
ADRC	93.048			-		13,312		13,312
Elder Justice Network	93.048			-		14,611		14,611
Nursing Community Apgar	93.241			7,843		-		7,843
H & W Tobacco Prevention	93.283			-		(119)		(119)
Mercury Checklist for Schools	93.359			(3,709)		-		(3,709)
INBRE YR 5 - Knowlton	93.389			(88)		-		(88)
OSM in Bone Mestasis	93.389			(101)		-		(101)
INBRE II-Stevens	93.389			(3,018)		-		(3,018)
INBRE II - Year 2	93.389			27,417		-		27,417
Role of Moncyte Chemoattractan	93.389			2,119		-		2,119
INBRE II-CORE	93.389			261,880		-		261,880
INBRE II-CORNELL	93.389			51,938		-		51,938
INBRE II-BIOINFORMATICS	93.389			59,469		-		59,469
INBRE II-TEAM	93.389			88,921		-		88,921
INBRE II-VA HOSPIT AL	93.389			108,095		-		108,095
INBRE II-MITCHELL	93.389			45,703		-		45,703
INBRE II Year 3	93.389			47,124		-		47,124
INBRE II Year 3	93.389			11,318		-		11,318

DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued): Pass Through Payments (continued): INBRE II Year 3	Federal Grant / Program Title	Federal CFDA Number		Research penditures		-Research benditures	Exp	Total penditures
INBRE II Year 3	U.S. DEPARTMENT OF HEALTH AND HUMAN SERVI	ICES (continued):						
INBRE II Year 3	Pass Through Payments (continued):	, ,						
INBRE II Year 3	INBRE II Year 3	93.389	\$	40,591	\$	-	\$	40,591
INBRE II Year 3 93.389 21,311 - 21,311 Appraisal and Diagnostic Delay 93.393 7,826 - 7,826 Group Model of Maternity Care 93.884 (363) - (363) (363) Environmental Sensing Sys-NCC 93.NA 29,177 - 29,177 Idaho Project Life - Year 3 93.XXX (326) - (326) Substance Abuse Program 93.XXX 8,049 - (8,049) 143,181 143,181 CAQ Pilot Project 93.XXX - (1,090) 1,090 1,090 CWC - Academy 93.XXX - (1,71) (1,71) (1,71) (2,71) (2,72) (INBRE II Year 3	93.389		23,195		_		23,195
Appraisal and Diagnostic Delay Group Model of Maternity Care 93.884 Group Model of Maternity Care 93.884 Environmental Sensing Sys-NCC 93.NA 29,177 Idaho Project Life - Year 3 93.XXX (326) Substance Abuse Program 93.XXX - 143,181 CAQ Pilot Project 93.XXX - 143,181 CAQ Pilot Project 93.XXX - 1,090 1,090 CWC - Academy 93.XXX - 1,090 1,090 CWC - Scholars 93.XXX - 1,010 1,010 1,010 1,024 Analysis of Vibrio Fischeri 93.XXX - 1,024 - 1,024 Analysis of Vibrio Fischeri 93.XXX - 1,024 - 1,02	INBRE II Year 3	93.389		19,115		_		19,115
Group Model of Maternity Care 93.884 (363) - (363) Environmental Sensing Sys-NCC 93.NA 29,177 - 29,177 Idaho Project Life - Year 3 93.XXX (326) - (326) Substance Abuse Program 93.XXX 8,049 - 8,049 CAQ Pilot Project 93.XXX 8,049 - 8,049 Child Welfare Center 93.XXX - (171) (171) CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 37,875 - 22,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,7549 - 27,549 Subtance Abuse Clearinghouse 93.XXX 2,7549 -	INBRE II Year 3	93.389		21,311		_		21,311
Group Model of Maternity Care 93.884 (363) - (363) Environmental Sensing Sys-NCC 93.NA 29,177 - 29,177 Idaho Project Life - Year 3 93.XXX (326) - (326) Substance Abuse Program 93.XXX 8,049 - 8,049 CAQ Pilot Project 93.XXX 8,049 - 8,049 Child Welfare Center 93.XXX - (171) (171) CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 37,875 - 22,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,7549 - 27,549 Subtance Abuse Clearinghouse 93.XXX 2,7549 -	Appraisal and Diagnostic Delay	93.393		7,826		-		7,826
Idaho Project Life - Year 3 93.XXX (326) - (326) Substance Abuse Program 93.XXX 8.049 - (8.049) Child Welfare Center 93.XXX 8.049 - (1.090) CWC - Academy 93.XXX - (1.109) 1.090 CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - (170) (170) Analysis of Vibrio Fischeri 93.XXX - (50) 50 CHC CAQ Project 93.XXX 37,875 - (37,875) Idaho Project Life-Supp 93.XXX 2,825 - (2,825) Tobacco Prevention Program 93.XXX 2,825 - (2,825) Environmental Sensing - Phase2 93.XXX 27,549 - (27,549) Substance Abuse Clearinghouse 93.XXX 28,255 - (28,255 28,255 Substance Abuse Clearinghouse 93.XXX 28,255 - (28,255 28,255 Substance Ab		93.884		(363)		-		(363)
Substance Abuse Program 93.XXX - 143,181 143,181 CAQ Pilot Project 93.XXX 8,049 - 8,049 Child Welfare Center 93.XXX - 1,090 1,090 1,090 CWC - Academy 93.XXX - (1711) (1711) CWC - Scholars 93.XXX - 3338 338 Family Resource Training 93.XXX - 1,024 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,549 - 27,549 Substance Abuse Clearinghouse 93.XXX 2,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151	Environmental Sensing Sys-NCC	93.NA		29,177		-		29,177
CAQ Pilot Project 93.XXX 8,049 - 8,049 Child Welfare Center 93.XXX - 1,090 1,090 CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - 338 338 Family Resource Training 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,549 - 27,549 Substance Abuse Clearinghouse 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 153,999 </td <td>Idaho Project Life - Year 3</td> <td>93.XXX</td> <td></td> <td>(326)</td> <td></td> <td>-</td> <td></td> <td>(326)</td>	Idaho Project Life - Year 3	93.XXX		(326)		-		(326)
Child Welfare Center 93.XXX - 1,090 1,090 CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - 338 338 Family Resource Training 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,7549 - 27,549 Substance Abuse Clearinghouse 93.XXX 2,7549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 <	Substance Abuse Program	93.XXX		-		143,181		143,181
CWC - Academy 93.XXX - (171) (171) CWC - Scholars 93.XXX - 338 338 Family Resource Training 93.XXX - 1,024 1,024 Analysis of Vibric Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37.875 - 37.875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 60,351 - 60,351 ACP-1 and Liver Regeneration 93.701 153,999 - 153,999 INRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 </td <td>CAQ Pilot Project</td> <td>93.XXX</td> <td></td> <td>8,049</td> <td></td> <td>-</td> <td></td> <td>8,049</td>	CAQ Pilot Project	93.XXX		8,049		-		8,049
CWC - Scholars 93.XXX - 338 338 Family Resource Training 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,7549 - 27,549 Substance Abuse Clearinghouse 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health	Child Welfare Center	93.XXX		-		1,090		1,090
Family Resource Training 93.XXX - 1,024 1,024 Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX - 16,476 16,476 Environmental Sensing - Phase2 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$ 2,104,081 \$ 189,943 \$ 2,294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	CWC - Academy	93.XXX		-		(171)		(171)
Analysis of Vibrio Fischeri 93.XXX - 50 50 CHC CAQ Project 93.XXX 37,875 - 37,875 Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX - 16,476 16,476 Environmental Sensing - Phase2 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX 27,549 - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$\frac{1}{2},104,081 \frac{1}{2},189,943 \frac{1}{2},294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.006 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	CWC - Scholars	93.XXX		-		338		338
CHC CAQ Project	Family Resource Training	93.XXX		-		1,024		1,024
Idaho Project Life-Supp 93.XXX 2,825 - 2,825 Tobacco Prevention Program 93.XXX - 16,476 16,476 Environmental Sensing - Phase2 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$ 2,104,081 \$ 189,943 \$ 2,294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	Analysis of Vibrio Fischeri	93.XXX		-		50		50
Tobacco Prevention Program 93.XXX - 16,476 16,476 Environmental Sensing - Phase 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151	CHC CAQ Project	93.XXX		37,875		-		37,875
Environmental Sensing - Phase2 93.XXX 27,549 - 27,549 Substance Abuse Clearinghouse 93.XXX - 151 151 151 151 ARRA:	Idaho Project Life-Supp	93.XXX		2,825		-		2,825
Substance Abuse Clearinghouse 93.XXX - 151 151	Tobacco Prevention Program	93.XXX		-		16,476		16,476
ARRA: Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$2,104,081 \$189,943 \$2,294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$12,778 \$12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	Environmental Sensing - Phase2	93.XXX		27,549		-		27,549
Eval of DNA Cross Linking-ARRA 93.701 15,316 - 15,316 Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$\frac{2}{3}\frac{1}\frac{1}{3}\frac{1}{3}\frac{1}{3}\frac{1}	Substance Abuse Clearinghouse	93.XXX		-		151		151
Zebrafish Development-ARRA 93.701 60,351 - 60,351 MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$2,104,081 \$189,943 \$2,294,024 \$ CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$12,778 \$12,778	ARRA:							
MCP-1 and Liver Regeneration 93.701 153,999 - 153,999 INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$ 2,104,081 \$ 189,943 \$ 2,294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: S 12,778 \$ 12,778 \$ 12,778 \$ 12,778 \$ 12,778 \$ 12,778 \$ 12,999 2,999 \$ 2,999 <	Eval of DNA Cross Linking-ARRA	93.701		15,316		-		15,316
INBRE 2 Supplement-ARRA 93.701 288,182 - 288,182 Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$2,104,081 \$189,943 \$2,294,024 \$ CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$ 12,778 \$12,778	Zebrafish Development-ARRA	93.701		60,351		-		60,351
Construction of BSU BRV-ARRA 93.702 235,773 - 235,773 Total U.S. Department of Health and Human Services \$ 2,104,081 \$ 189,943 \$ 2,294,024 CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: \$ 12,778 \$ 12,778 Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	MCP-1 and Liver Regeneration	93.701		153,999		-		153,999
Total U.S. Department of Health and Human Services \$ 2,104,081 \$ 189,943 \$ 2,294,024 \$ CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 \$ 12,778 \$ Students in Service Mini-Grant 94.006 - 2,999 2,999 \$	INBRE 2 Supplement-ARRA	93.701		288,182		-		288,182
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: Pass Through Payments: Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	Construction of BSU BRV-ARRA	93.702		235,773		-		235,773
Pass Through Payments: 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)	Total U.S. Department of Health and Human Serv	vices	\$	2,104,081	\$	189,943	\$	2,294,024
Northwest Sustainability 94.005 \$ - \$ 12,778 \$ 12,778 Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)		SERVICE:						
Students in Service Mini-Grant 94.006 - 2,999 2,999 Students in Service YR 3 94.007 - (9) (9)		94 005	\$	_	\$	12 778	\$	12 778
Students in Service YR 3 94.007 - (9) (9)	•		Ψ	_	Ψ	,	Ψ	
Total Corporation for National and Community Service \$ - \$ 15,768 \$ 15,768				-				· · · · · · · · · · · · · · · · · · ·
	Total Corporation for National and Community S	Service	\$		\$	15,768	\$	15,768

Federal Grant / Program Title	Federal CFDA Number	Research spenditures	 on-Research Expenditures	E	Total xpenditures
UNITED STATES AGENCY FOR INTERNATIONAL DEVELOP! Direct Programs: Dev. of Materials Conn. Centre	MENT: 98.002	\$ 98,638	\$ -	\$	98,638
Total United States Agency for International Developmen	t	\$ 98,638	\$ -	\$	98,638
Total Federal Expenditures		\$ 19,792,898	\$ 136,869,828	\$	156,662,726

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

⁽²⁾ Transit Capital Investment cluster is combined and displayed as a major program.

⁽³⁾ SW Regional Special Ed cluster is combined and displayed as a major program.

⁽⁴⁾ Idaho Building Capacity (IBC) - ARRA is displayed as a major program.

⁽⁵⁾ State Fiscal Stabilization Funds (Non-Research) - ARRA is displayed as a major program.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2011

1. BASIS OF PRESENTATION

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

2. UNIVERSITY ADMINISTERED LOAN PROGRAMS

The University administers the following loan programs:

Loan Program	Number	Loan Balances
Federal Perkins	84.038	\$10,276,882
Nursing Student	93.364	\$6,238

Total loan expenditures and disbursements of the Department of Education (Perkins) student financial assistance programs for the year ended June 30, 2011 are identified below:

Loan Program	Number	Loan Disbursements
Federal Perkins	84.038	\$1,331,827

The expenditures reported in the Schedule of Expenditures of Federal Awards include the administrative cost allowances and the Federal Capital Contribution for the year ended June 30, 2011.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS YEAR ENDED JUNE 30, 2011

3. **SUBRECIPIENTS**

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

	Federal	Amount
	CFDA	Provided to
Program	Number	Subrecipients
Improving the Competitiveness	10.169	\$ 34,771
EDA University Center FY10	11.303	(16,337)
TechHelp EDA University Center	11.303	60,950
NIST GENERAL FY10	11.611	15,284
Idaho TechHelp NIST MEP FY11	11.611	196,449
Hydrologic Fluxes and States	12.431	7,957
DEPSCOR 08	12.800	25,888
DARPA 3-D Tech for Adv. Sensor	12.910	234,334
Reconfigurable Electronics	12.910	47,366
Reconfigurable Electronics-2	12.910	8,215
Copper Plating of VCSEL Device	12.XXX	14,478
Improv of Remotely SWE	43.NA	5,000
NASA EPSCoR Reliability Invest	43.NA	16,573
Elec-Prop Ceramic Materials	43.NA	17,326
Acquisition of GC/MS & FT-IR	47.076	106
STEM Education	47.076	2,748
SBA CY 10	59.037	248,133
Energy Efficiency	59.037	44,531
SBA CY'11	59.037	58,287
Enrgy Efficiency Carryover '10	59.037	11,995
Nat. Geothermal Database-ARRA	81.087	600,111
Chalcogenide Glass Radiation	81.XXX	184,578
Industry/Partnerships Develop	81.XXX	10,000
Improving Metacomprehension	84.305B	137,792
Enhancing Teacher PCK Inquiry	84.366	51,173
Eval.of DNA CrossLinking YR4-6	93.395	13,561
CHC CAQ Project	93.XXX	16,000
Total Subrecipients		\$ 2,047,269