



# BOISE STATE UNIVERSITY



## Financial Statements

**Fiscal Year 2018**

Reports of Independent Auditors and Financial Statements  
for the Year Ended June 30, 2018 and 2017 Including  
Single Audit Reports for the Year Ended June 30, 2018





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**BOISE STATE  
UNIVERSITY**

## **Report of Independent Auditors**

The Idaho State Board of Education  
Boise State University

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Boise State University (University) and its discretely presented component unit, Boise State University Foundation, Inc. (Foundation) as of and for the years ended June 30, 2018 and 2017, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

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

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

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

## ***Opinions***

In our opinion, based on our audits and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of Boise State University and its discretely presented component unit as of June 30, 2018 and 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of a Matter***

In the year ended June 30, 2018, the University adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, which modified the presentation of the financial statements by establishing standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expenses related to other postemployment benefits (OPEB) provided through defined benefit OPEB plans. In addition, GASB Statement 75 requires disclosure of information related to OPEB. As discussed in Note 1 to the financial statements, the adoption of GASB Statement 75 resulted in the restatement of beginning net position. Our opinions are not modified with respect to this matter.

## ***Other Matters***

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and certain information related to pensions and other postemployment benefits on pages 4 through 19 and 84 through 86 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the University's basic financial statements. The schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is presented for purposes of additional analysis and is not a required part of the basic financial statements.



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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2018, on our consideration of the University's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the University's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the University's internal control over financial reporting and compliance.

*Moss Adams LLP*

Portland, Oregon  
October 11, 2018



**BOISE STATE  
UNIVERSITY**





## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2018

The following Management's Discussion and Analysis ("MD&A") provides an overview of Boise State University's (the "University") financial performance based on currently known facts, data, and conditions and is designed to assist readers in understanding the accompanying financial statements. The financial statements encompass the University and a discretely presented component unit; however, the MD&A focuses only on the University. Information relating to the Boise State University Foundation can be found in its separately issued financial statements. The University's financial report includes three basic financial statements: the Statements of Net Position; the Statements of Revenues, Expenses, and Changes in Net Position; and the Statements of Cash Flows.

Boise State University is a publicly supported, multi-disciplinary institution of higher education recognized for outreach and community engagement. The main campus is located in Boise, Idaho with convenient access to the governmental institutions and commercial and cultural amenities located in the capital city. The Boise City-Nampa metropolitan area has an estimated population of 709,800. 5,149 faculty and staff (including 1,569 student employees) were employed as of June 30, 2018. The University administers baccalaureate, masters, and doctoral programs through seven academic colleges: Arts and Sciences, Business and Economics, Education, Engineering, Graduate Studies, Health Sciences, and Innovation and Design. Within its academic colleges and Honors College, Boise State has an array of degree programs that foster student success, lifelong learning, community engagement, innovation, and creativity. More than 3,700 students graduated from Boise State University this academic year, including 30 Doctoral candidates. The University is classified as a doctoral research institution by the Carnegie Classification of Institutions of Higher Education. The University is home to 28 research centers and institutes, including the Center for Health Policy, the Public Policy Research Center, the Raptor Research Center, and the Center for Multicultural Educational Opportunities. These centers are conducting and fostering research and initiatives within and across colleges and in partnership with the community and industry. Student athletes compete in National Collegiate Athletic Association intercollegiate athletics at the Division I-A level on 18 men's and women's teams in 13 sports. The University also hosts the Boise State Public Radio Network, which broadcasts local news and music, as well as national programs from National Public Radio (NPR), Public Radio International (PRI), and American Public Media (APM), among other providers, through 18 sites across Idaho, eastern Oregon, and northern Nevada.

### ***Overview of the Financial Statements and Financial Analysis***

The financial statements for fiscal years ended June 30, 2018 and June 30, 2017 are prepared in accordance with Governmental Accounting Standards Board ("GASB") principles. 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, 2018 and 2017. The Foundation reports financial information according to Financial Accounting Standards Board ("FASB") reporting standards. The University presents component unit financial information on pages immediately following the



statements of the University. Financial information of the component unit should not be combined with the financial information of the University. Financial statements of the Foundation may be obtained from the Office of the Vice President and Chief Financial Officer for Finance and Administration at the University.

### ***Student Body***

The University has the largest student enrollment of any public university in Idaho with a fall semester 2017 enrollment of 24,154 students (based on headcount with full-time equivalent enrollment of 16,317) and a fall semester 2016 enrollment of 23,886 students (based on headcount with full-time equivalent enrollment of 15,973) as of the October 15<sup>th</sup> census dates. This reflects an increase of 268 students based on headcount and 344 students based on full-time equivalent enrollment. Enrollment at the University is at an all-time high. In addition to having students attending from every Idaho County, students from all 50 states and over 65 countries attend the University. The University enrolls large numbers of both traditional age students and working adults.

| Enrollment and Graduation Statistics<br>Fall Semester |           |           |           |
|---|-----------|-----------|-----------|
|   | 2015      | 2016      | 2017      |
| <b>Enrollment</b>                                     |           |           |           |
| Headcount   | 22,113    | 23,886    | 24,154    |
| Full time equivalents                                 | 15,451    | 15,973    | 16,317    |
| <b>Undergraduate students</b>                         |           |           |           |
| Full time   | 12,034    | 12,375    | 12,477    |
| Part time   | 7,088     | 7,834     | 8,290     |
| <b>Graduate students</b>                              |           |           |           |
| Full time   | 903       | 936       | 1,068     |
| Part time   | 2,088     | 2,741     | 2,319     |
| <b>Students from Idaho</b>                            | 71%       | 76%       | 74%       |
| <b>First year undergraduates/transfers</b>            |           |           |           |
| Applied   | 10,838    | 11,193    | 11,651    |
| Admitted  | 8,668     | 9,141     | 9,781     |
| Enrolled  | 3,502     | 3,941     | 4,106     |
| ACT mean score  | 23        | 23        | 24        |
|   |           |           |           |
|   | 2014-2015 | 2015-2016 | 2016-2017 |
| <b>Degrees Conferred</b>                              |           |           |           |
| Associate   | 168       | 145       | 116       |
| Bachelor  | 3,154     | 3,174     | 3,317     |
| Master  | 703       | 670       | 776       |
| Doctorate   | 14        | 18        | 36        |
| Certificate*  | 301       | 305       | 420       |

\*Includes undergraduate, graduate, and post-undergraduate certificates.

**State Appropriations**

Legislatively-approved State appropriations represent approximately 23% of the University's total annual revenues for fiscal year 2018. Such revenues are not included as pledged revenues. The Legislature meets beginning in January of each calendar year and sets budgets and appropriations for all agencies and departments of State government for the fiscal year beginning the following July 1. The Legislature may also adjust budgets and appropriations for the fiscal year during which the Legislature is meeting.

If, in the course of a fiscal year, the Governor determines that the expenditures authorized by the Legislature for the current fiscal year exceed anticipated revenues expected to be available to meet those expenditures, the Governor, by executive order, may reduce ("*holdback*") the spending authority on file in the office of the Division of Financial Management for any department, agency or institution of the State, or request a reversion ("*reversion*") of appropriations back to the State to balance the State budget. There have been no holdbacks or reversions since fiscal year 2010 and the University does not anticipate a holdback or reversion during fiscal year 2019.

The table below sets forth the Legislative appropriations from the State General Fund for all higher education institutions and for the University for the fiscal years shown.

| <b>State General Fund Appropriations</b>                      |                |                |                |                |
|---|----------------|----------------|----------------|----------------|
|   | <b>2015</b>    | <b>2016</b>    | <b>2017</b>    | <b>2018</b>    |
| <b>All Higher Education</b>                                   | \$ 251,223,200 | \$ 258,776,400 | \$ 279,546,500 | \$ 287,053,200 |
| <b>Boise State University</b>                                 | \$ 79,981,000  | \$ 85,579,900  | \$ 92,968,100  | \$ 96,212,300  |
| <b>Percentage increase over prior year for the University</b> | 5.30%          | 6.40%          | 8.60%          | 3.50%          |

Source: Sine Die Report for the respective legislative years.

Source: Legislative appropriations bills for the respective legislative years: 2015 Legislature Senate Bill No. 1176, 2016 Legislature House Bill No. 637, 2017 Legislature Senate Bill No. 1152.



### ***Significant Activity for the Year Ended June 30, 2018***

The financial statements for the year ended June 30, 2018 contain several noteworthy transactions that have a significant impact on the financial statements for the fiscal year.

The Foundation donated the Charles P. Ruch Engineering Building to the University with appraised value of \$18.8 million in May of 2018. The building was constructed and financed by the Foundation in 1988 using Certificates of Participation. The University leased the building through a capital lease through May 2018. Once the Foundation debt for which the building was pledged as collateral was satisfied, the building title was transferred to the University in a \$1 exchange. The appraised value is recorded in other revenues as a capital gift for the year ended June 30, 2018.



The Foundation also transferred the Alumni and Friends Center to the University with appraised value of \$15.45 million in April of 2018. The building was constructed and financed by the Foundation in 2015 using Idaho Housing and Finance Association Revenue Bonds. The University leased the building through a capital lease. The University purchased the building using proceeds from the University's Series 2018A Revenue Bonds for \$3.7 million, the amount of the Foundation's outstanding debt. The difference between the appraised value and the purchase price is recorded in other revenues as a capital gift for the year ended June 30, 2018.



The University entered into a public/private partnership agreement with Education Realty Trust, Inc. (EdR) in 2015 to develop and operate a residential Honors College and additional freshman housing facility. The \$37 million project was funded with developer equity and is on land owned by the University and leased to EdR for a 50-year term. At the conclusion of the agreement, the building reverts to the University. EdR pays fixed annual rent and a share of the project's gross rental revenue to the University. EdR is responsible for the daily operations and maintenance of the facility and the University is responsible for campus life programming. The 236,000 square foot facility is located in the center of campus across from the Student Union Building and includes 656 beds, Honors College offices and classrooms, student common areas, and an approximately 15,000 square foot food service facility. The transaction qualifies as a service concession arrangement under GASB Statement No. 60 *"Accounting and Financial Reporting for Service Concession Arrangements (SCA)."*



The Statement requires the transferor (the University) to report the facility as a capital asset, any related installment payments as assets, and a corresponding deferred inflow of resources. The corresponding deferred inflow of resources represents cash received from the developer, an associated ground lease to the developer, and the acquisition value of the facility. The net deferred inflow will be amortized over the term of the arrangement.



The University implemented the provisions of GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans." This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. The net cumulative effect of prior year amounts of \$12.8 million has been reflected in the fiscal year 2018 Statement of Revenues, Expenses and Changes in Net Position to offset the increase in the other postemployment benefit (OPEB) liability and establish a deferred outflow of resources.

### Statements of Net Position

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

| Summary Statements of Net Position<br>As of June 30<br>(Dollars in Thousands) |                   |                   |                   |
|---|-------------------|-------------------|-------------------|
|   | 2018              | 2017              | 2016              |
| <b>ASSETS:</b>  |                   |                   |                   |
| Current assets  | \$ 148,303        | \$ 135,172        | \$ 135,173        |
| Capital assets, net   | 543,382           | 478,403           | 482,627           |
| Other assets  | 118,800           | 104,445           | 60,201            |
| Total assets  | 810,485           | 718,020           | 678,001           |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>   | 12,640            | 15,239            | 12,625            |
| <b>Total assets and deferred outflows of resources</b>                        | <u>\$ 823,125</u> | <u>\$ 733,259</u> | <u>\$ 690,626</u> |
| <b>LIABILITIES:</b>   |                   |                   |                   |
| Current liabilities   | \$ 72,449         | \$ 60,902         | \$ 57,420         |
| Non-current liabilities   | 285,930           | 272,601           | 241,453           |
| Total liabilities   | 358,379           | 333,503           | 298,873           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>  | 44,995            | 2,394             | 4,231             |
| <b>NET POSITION:</b>  |                   |                   |                   |
| Net investment in capital assets  | 304,127           | 269,288           | 265,651           |
| Restricted, expendable  | 14,716            | 13,617            | 13,053            |
| Unrestricted  | 100,908           | 114,457           | 108,818           |
| Total net position  | 419,751           | 397,362           | 387,522           |
| <b>Total liabilities, deferred inflows of resources and net position</b>      | <u>\$ 823,125</u> | <u>\$ 733,259</u> | <u>\$ 690,626</u> |



The University's total assets and deferred outflows of resources increased during fiscal year 2018 by \$90 million from \$733 million as of June 30, 2017 to \$823 million as of June 30, 2018. \$65 million of the increase relates to capital assets, which include the donation of the Charles P. Ruch Engineering building and Alumni and Friends Center as well as the recording of the new Honors College Residence hall and construction in progress for the Fine Arts building. The remaining asset increase is due to increases in investments, and lease receivable offset by decreases in cash and cash equivalents, and accounts receivable and unbilled charges, net. Investments include \$16.5 of unspent 2018A bond proceeds to be used to construct a new Materials Science building. Deferred outflows of resources represent the consumption of resources applicable to a future reporting period, but do not require a further exchange of goods or services; they represent the consumption of net position applicable to a future reporting period and will not be recognized as expenses until that time. The decrease in deferred outflows of resources is driven by a decrease of \$3.1 million related to pensions, primarily due to the net difference between projected and actual earnings on pension plan investments offset by changes in pension and other post-employment benefits.

The University's total assets and deferred outflows of resources increased during fiscal year 2017 by \$42 million from \$691 million as of June 30, 2016 to \$733 million as of June 30, 2017. The increase is attributed to an increase of assets of \$40 million and an increase of deferred outflows of resources of \$2.6 million. The asset increase is driven by increases in cash and cash equivalents and investments. Investments include \$32 million of unspent 2017A bond proceeds to be used to construct a new Fine Arts building.

The University's total liabilities increased during fiscal year 2018 by \$24 million from \$334 million as of June 30, 2017 to \$358 million as of June 30, 2018. The change is driven by an increase in amount due to state agencies of \$8.6 million related to construction in progress, an increase in bonds payable of \$9.2 million due to the issuance of series 2018A revenue bonds net of principle payments, and an increase of \$14.6 million in other post-employment benefits obligation, offset by the payoff of obligations under capital lease-component unit and decreases in net pension liability which are directly related to PERSI base plan investment performance.

The University's total liabilities increased during fiscal year 2017 by \$35 million from \$299 million as of June 30, 2016 to \$334 million as of June 30, 2017. The change is driven by increases in bonds payable of \$22 million, net pension liability of \$6.6 million and unearned revenue of \$3 million. Bonds increased by \$32 million of new proceeds offset by debt service. The difference between projected and actual earnings on investments drove the pension liability increase. Advance ticket sales for auxiliary events held in future periods drove the increase in unearned revenue.

Deferred inflows of resources are an acquisition of net position by the University that is applicable to future reporting periods. Deferred inflows will be recognized as an inflow of resources (revenue) in the applicable future periods. Total deferred inflows of resources increased \$43 million during fiscal year



2018 from \$2 million to \$45 million as of June 30, 2018. The increase can be attributed to the service concession arrangement associated with the Honor's College.

Deferred inflows of resources decreased during fiscal year 2017 by \$2 million from \$4 million as of June 30, 2016 to \$2 million as of June 30, 2017. Activity was primarily related to pensions.

Total net position during fiscal year 2018 increased by \$23 million from \$397 million as of June 30, 2017 to \$420 million as of June 30, 2018. Net investment in capital assets increased by \$35 million driven by \$65 million in asset additions offset by \$30 million of increase in deferred inflows of resources related to the portion of the service concession arrangement associated with the Honors College building. Restricted expendable net position increased by \$1 million due to bonds payments on debt associated with unspent construction proceeds. Unrestricted net position decreased \$13.5 million primarily related to recording \$13.8 million of other post-employment benefits obligation.



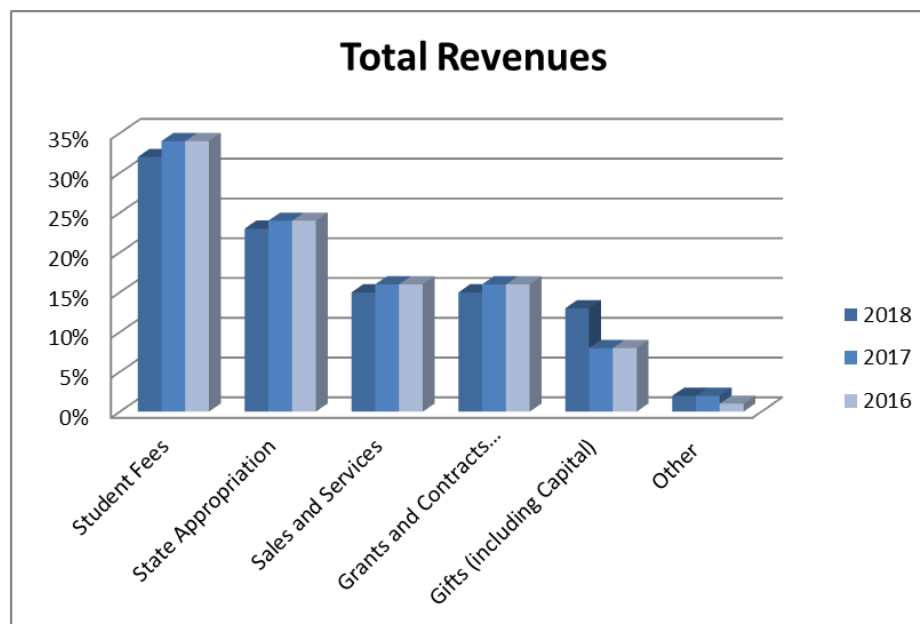
Total net position increased during fiscal year 2017 by \$9 million from \$388 million as of June 30, 2016 to \$397 million as of June 30, 2017. Net investment in capital assets increased by \$4 million, and restricted expendable net position increased by \$565 thousand, while unrestricted net position increased \$6 million. The change in net investment in capital assets is driven by repayment of bonds offset by a decrease in capital assets, net of depreciation. The change in unrestricted net position is primarily related to a net increase in cash, cash equivalents, accounts receivable, and investments of \$12.6 million, offset by an increase in accounts payable and accrued liabilities of \$4 million, \$1 million of additional interest payable, and a \$1.2 million reduction in inventory.



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

Changes in total net position, as presented on the statements of net position, are based on the activity presented in the statements of revenues, expenses, and changes in net position. The purpose of the statement is to present the revenues (operating and non-operating) earned, the expenses (operating and non-operating) incurred, and any other revenues, expenses, gains and losses recognized by the University. A publicly supported university will normally reflect a net operating loss because state general fund appropriations are not reported as operating revenues. Generally speaking, operating revenues are generated by providing services to students and the various customers and constituencies of the University. Operating expenses are those expenses incurred 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 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.

Total revenues are comprised of student fees, net, state appropriations, sales and services of educational and auxiliary operations, grants and contracts, gifts, and other revenues. For the year ended June 30, 2018, Student fees, net are \$143 million and represent 32% of total revenue, followed by state appropriations of \$102 million or 23% of total revenue. Sales and services, and grants and contracts each contribute 15%, while gifts contribute 13% of total revenue.





**Summary Statements of Revenues, Expenses, and Changes in Net Position**  
**Fiscal Years Ended June 30**  
**(Dollars in Thousands)**

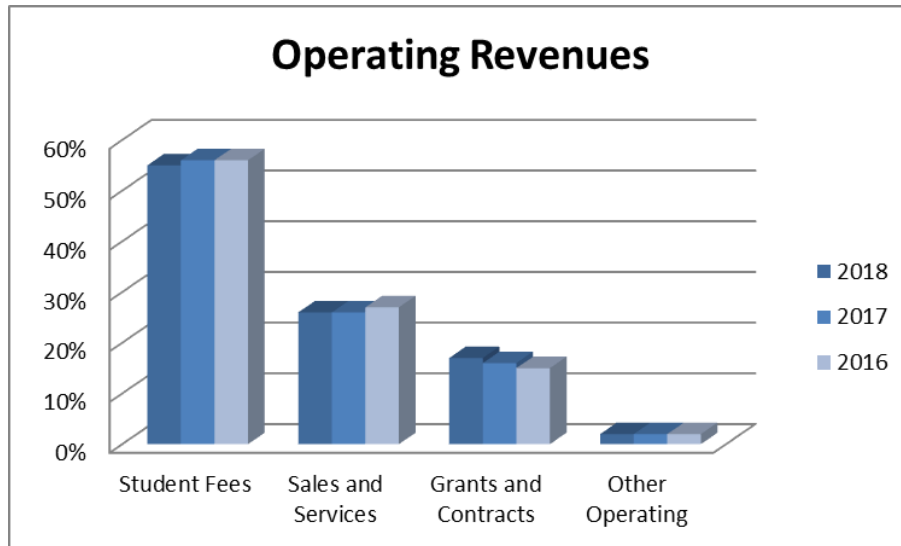
|   | 2018              | 2017              | 2016              |
|---|-------------------|-------------------|-------------------|
| Operating revenues                                  | \$ 258,698        | \$ 244,090        | \$ 228,907        |
| Operating expenses                                  | 399,675           | 377,968           | 356,909           |
| Operating loss                                      | (140,977)         | (133,878)         | (128,002)         |
| Non-operating revenues and expenses                 | 147,049           | 137,716           | 133,524           |
| Income before capital revenues                      | 6,072             | 3,838             | 5,522             |
| Capital revenues                                    | 29,134            | 6,002             | 2,221             |
| <b>Increase in net position</b>                     | <b>\$ 35,206</b>  | <b>\$ 9,840</b>   | <b>\$ 7,743</b>   |
| <b>Net position—Beginning of year</b>               | <b>\$ 397,362</b> | <b>\$ 387,522</b> | <b>\$ 379,779</b> |
| <b>Cumulative Effect of Implementing GASB 75</b>    | <b>(12,817)</b>   | <b>-</b>          | <b>-</b>          |
| <b>Net position—Beginning of year (as restated)</b> | <b>384,545</b>    | <b>387,522</b>    | <b>379,779</b>    |
| <b>Increase in net position</b>                     | <b>35,206</b>     | <b>9,840</b>      | <b>7,743</b>      |
| <b>Net position—End of year</b>                     | <b>\$ 419,751</b> | <b>\$ 397,362</b> | <b>\$ 387,522</b> |

The statements of revenues, expenses, and changes in net position reflect an overall increase in net position during fiscal years 2018, 2017, and 2016 of \$35.2 million offset by the cumulative effect of implementing GASB 75 of \$12.8 million, \$9.8 million and \$7.7 million respectively. Increases in operating, non-operating revenues, and capital revenues were offset by an increase in operating expense. Capital revenues contain capital related gifts, grants and appropriations, and vary based the timing of construction activity on campus. The University currently has two new buildings under construction: a Fine Arts building and a Materials Science building.

Operating revenues increased by \$15 million from \$244 million in fiscal year 2017 to \$259 million in fiscal year 2018. Student fees, net increased \$7.8 million or 6% due to a 3% Tuition and Fee increase combined with an approximately 2% enrollment increase. Grants and contract revenues increased \$4.9 million or 12%; over 90% of the increase relates to federal funding. Sales and services revenues increased \$2.8 million or 4%, while other operating revenues decreased \$865 thousand.



Operating revenues increased by \$15 million from \$229 million in fiscal year 2016 to \$244 million in fiscal year 2017. All categories of revenue increased. Student fees, net of scholarship allowance increased \$8 million, or 6%, and grant and contract revenue increased \$1.4 million, or 2%.

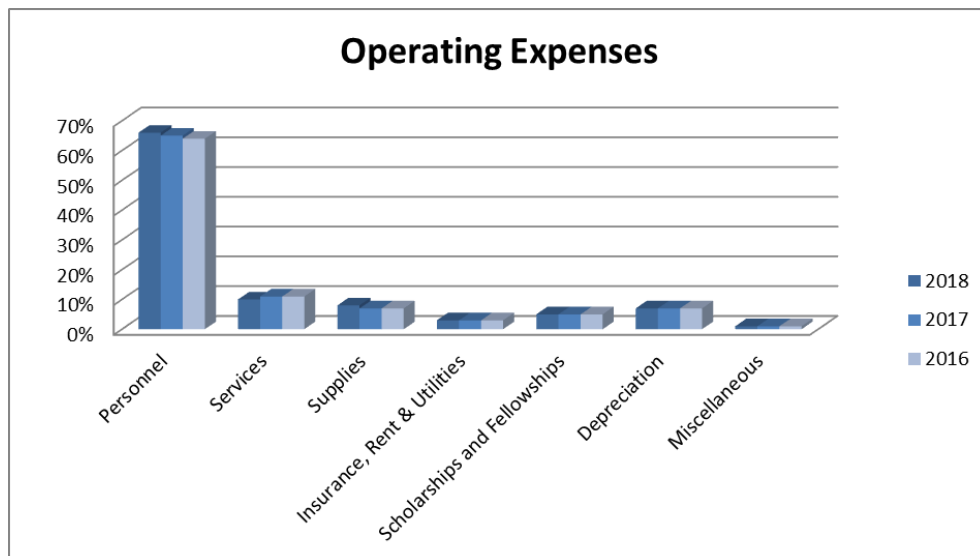


Operating expenses increased by \$22 million from \$378 million in 2017 to \$400 million in fiscal year 2018. Personnel expenses increased \$17 million or 7%. \$12.8 million is attributed to salary related personnel costs. In addition to the 3% statewide change in employee compensation, salary for new positions and market adjustments for existing critical positions generated \$4.5 million of increase. The remaining increase is primarily related to \$4.6 million of additional employer benefit costs. Supplies increased by \$3.4 million primarily related to the opening of the Honor's College, and event services catering expenditures. The remaining increases are due to continued growth in programs and enrollment as well as technology support. The net result is a \$7 million increase in operating loss. However, the net increase in non-operating revenues and expenses of \$9.3 million more than offset the change in operating loss resulting in income before capital revenues of \$6 million.

Operating expenses increased by \$21 million from \$357 million in 2016 to \$378 million in fiscal year 2017. Personnel expenses increased \$14 million. Salary related personnel costs represent \$8.1 million of the increase. In addition to the 3% statewide change in employee compensation, the University added new positions and implemented strategic market adjustments to critical existing positions. The remaining personnel cost increases are primarily related to an increase in benefit premiums of \$4 million and an increase of \$1.4 million in pension plan expense. Services increased by \$5 million. Grant spending increased \$1.4 million, and in addition, the University spent \$600 thousand to improve systems used to manage grant activity. Building repairs and maintenance increased \$1.3 million related to several projects in the Science and Education buildings. Athletics travel expenses increased by \$700 thousand due to the cost of out of state travel. The success of the online MBA program increased the costs of recruiting and student support by \$400 thousand. The remaining increases were due to



continued growth in programs and enrollment as well as technology support. The net result was a \$5.9 million increase in operating loss. However, the net increase in non-operating revenues and expenses of \$4.2 million helped offset the operating loss resulting in income before other revenues and expenses of \$3.8 million.



**Statements of Cash Flows**

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

| <b>Summary Statements of Cash Flows</b><br><b>Fiscal Years Ended June 30</b><br>(Dollars in Thousands) |                  |                  |                  |
|--|------------------|------------------|------------------|
|  | <b>2018</b>      | <b>2017</b>      | <b>2016</b>      |
| <b>Cash provided (used) by:</b>  |                  |                  |                  |
| Operating activities   | \$ (104,602)     | \$ (108,598)     | \$ (109,482)     |
| Non-capital financing activities   | 149,401          | 149,362          | 140,815          |
| Capital and related financing activities   | (23,188)         | (1,151)          | (27,124)         |
| Investing activities   | (26,264)         | (28,494)         | (1,815)          |
| <b>Net change in cash and cash equivalents<br/>and cash with Treasurer</b>                             | (4,653)          | 11,119           | 2,394            |
| <b>Cash—Beginning of year</b>  | 58,797           | 47,678           | 45,284           |
| <b>Cash—End of year</b>  | <u>\$ 54,144</u> | <u>\$ 58,797</u> | <u>\$ 47,678</u> |

Cash decreased by \$5 million during fiscal year 2018 compared to a cash increase of \$11 million during fiscal year 2017. Cash used in operating activities decreased by \$4 million in fiscal year 2018 compared to fiscal year 2017. All categories of operating receipts increased by a total of \$30 million. Increases in payments to employees, supplies and other operating payments are offset by decreases in services, loans issued to students and insurance, utilities and rent. Net cash used in capital and related financing activities increased \$22 million primarily related to capital purchases and debt service offset by the 2018 bond issuance. The University continues to invest in facilities utilizing unrestricted reserves, donations and invested assets.

Cash increased by \$11 million during fiscal year 2017 compared to a cash increase of \$2 million during fiscal year 2016. Cash used in operating activities decreased slightly by \$884 thousand in fiscal year 2017



compared to fiscal year 2016. Receipts increased by \$16.5 million driven by \$13 million in student fees. Payments increased \$15.2 million driven by \$12.4 million in payments to employees. Cash provided by non-capital financing activities increased \$8.5 million in fiscal year 2017. Cash provided by state appropriations increased by \$8.1 million, while gifts increased \$1.8 million in fiscal year 2017 and was offset by a reduction in Pell grant revenue of \$1.6 million. Cash provided by capital and related financial activities was heavily impacted by the 2017A bond issuance. The University generated \$78 million in cash proceeds, \$45 million of which was used to refund the remaining 2007A outstanding bonds.



### ***Capital Asset and Debt Administration***

The University's capital assets (prior to depreciation) increased by \$82 million from \$782 million in 2017 to \$864 million in 2018. The University continued to improve infrastructure and acquire property consistent with the Campus Master Plan. These improvements included the opening of the new Honor's College, the transfers of the Charles P. Ruch Engineering building and Alumni and Friends building from the Boise State University Foundation, land purchases, as well as over \$2.8 million of remodel projects across campus. Construction in progress increased \$20 million as the University began investing in the construction of the Fine Arts building and a Campus Planning and Facilities building.

The University issued \$18.465 million of tax exempt, General Revenue Project Bonds, Series 2018A. The bonds were sold at a premium generating an additional \$1.9 million of proceeds. \$15.09 million of the proceeds will be used for the building of a new Materials Science building and \$3.4 million were used to acquire the Alumni and Friends Center. Moody's Investor Services and Standard and Poor's Rating





Services rated the 2018A bonds and reaffirmed outstanding bonds as Aa3 and A+, respectively, with a stable outlook.

Limited state funding exists for University buildings. Therefore, the University continues to leverage student facility fees, donations, and grant funding with taxable and tax-exempt bonds to improve and add academic and auxiliary facilities. In addition, the University entered into a public/private partnership agreement with Education Realty Trust, Inc. (EdR) in 2015 to develop and operate a residential Honors College and additional freshman housing building. The project was funded with developer equity and opened in August of 2017; it is located in the center of campus across from the Student Union. EdR is responsible for daily operations and maintenance of the facility and, in exchange, earns the rental income. The University is responsible for any campus life programming.

The University's debt burden ratio as of June 30, 2018 is 4.65%, representing a decrease from the June 30, 2017 ratio of 4.78%. Management's policy, in accordance with the State Board of Education policy, is to maintain this ratio below 8%.



### ***Economic Outlook***

According to the July 2018 Idaho Economic Forecast, the State of Idaho finished fiscal year 2018 with \$3.63 billion in general fund receipts, which exceeded the forecasted amount by \$101 million or 2.8% and was an 8% increase from fiscal year 2017. Within Idaho, economic indicators including the housing sector, unemployment, retail trade jobs, and personal income are favorable.



The Idaho State Board of Education appointed Dr. Martin Schimpf as Interim President of Boise State University beginning July 1, 2018 replacing Dr. Robert Kustra, who led Boise State for 15 years. Dr. Schimpf joined the faculty at Boise State in 1990 and has served in various roles, most recently as Provost and Vice President of Academic Affairs, a position he has held since 2010. Prior to that, he was Chair of the Chemistry Department, and Associate Dean and Dean of the College of Arts and Sciences. The Board is conducting a search for a new President to start in July 2019.

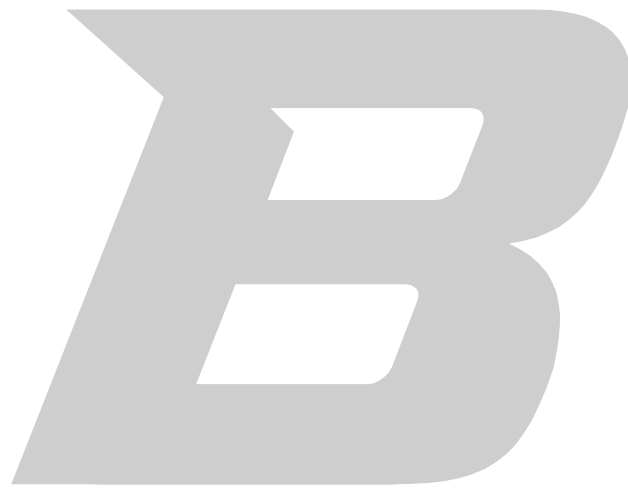
In Idaho, Boise State University continues to lead the state in pursuit of the goal that 60 percent of Idahoans between 25 and 34 have a college degree or certificate, exceeding the benchmark set by the Board. The University's fee structure remains competitive and retention rates, four-year graduation rates and six-year graduation rates, continue to climb.

Demand for the University's services is solid. Enrollment headcount and full-time equivalent grew by 10% and 5%, respectively, between 2013 and 2017. Unofficial enrollment for fall 2018, after the completion of the drop-add period, increased approximately 2% over fall 2017. Expenditures for grants and contracts increased 12% this year and have increased 44% over the last ten years. To support the growth, executive management remains focused on adopting best practices to improve delivery of services at an affordable cost and on sound financial planning.

Just a few examples of current innovative initiatives include:

- Migration of enterprise administrative systems to the cloud. The University implemented Oracle's cloud system for financials on July 1, 2016 and is currently embarking on the human resource counterpart project. This project makes it possible to shift effort away from transactional activities to more proactive and responsive employee engagement, and it plays a key role in the IT strategy of future proofing enterprise systems.
- Creation of subscription-based online college courses, allowing students to earn a college degree or certificate while realizing cost savings over traditional tuition. The program addresses challenges facing higher education today – combating cost and student debt and delivery of services at the time and place required by students across Idaho.
- Boise State was one of the early adopters of eSports as an officially sanctioned varsity activity for undergraduate and graduate students. The popular program is hosted by the Department of Educational Technology and is an example of how innovation differentiates the University from more traditional schools.

Under experienced transitional leadership, the University continues to drive forward. As Dr. Robert Kustra stated when he announced his retirement, "Boise State has become the Metropolitan Research University of Distinction that we envisioned, but this is a journey not a destination, with many more exciting opportunities and challenges ahead."



**BOISE STATE  
UNIVERSITY**



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY  
STATEMENTS OF NET POSITION  
JUNE 30, 2018 AND JUNE 30, 2017**

|   | <b>University<br/>2018</b> | <b>University<br/>2017</b> |
|---|----------------------------|----------------------------|
| <b>ASSETS</b>   |                            |                            |
| <b>CURRENT ASSETS:</b>                                      |                            |                            |
| Cash with treasurer   | \$ 45,103,304              | \$ 41,809,291              |
| Cash and cash equivalents                                   | 9,041,167                  | 16,987,840                 |
| Student loan receivable                                     | 1,987,655                  | 2,077,612                  |
| Lease receivable  | 200,000                    | -                          |
| Accounts receivable and unbilled charges, net               | 19,255,556                 | 25,950,630                 |
| Prepaid expense   | 2,666,813                  | 2,467,877                  |
| Inventories   | 1,810,935                  | 2,212,946                  |
| Investments   | 64,502,081                 | 40,955,647                 |
| Due from component units                                    | 3,286,226                  | 2,443,128                  |
| Other current assets  | 449,704                    | 267,329                    |
| <b>Total current assets</b>                                 | <b>148,303,441</b>         | <b>135,172,300</b>         |
| <b>NON-CURRENT ASSETS:</b>                                  |                            |                            |
| Student loans receivable, net                               | 8,739,680                  | 9,090,909                  |
| Lease receivable  | 9,633,333                  | -                          |
| Investments   | 100,271,011                | 95,294,869                 |
| Capital assets, net   | 543,381,620                | 478,403,013                |
| Other non-current assets                                    | 155,111                    | 59,302                     |
| <b>Total non-current assets</b>                             | <b>662,180,755</b>         | <b>582,848,093</b>         |
| <b>Total assets</b>   | <b>810,484,196</b>         | <b>718,020,393</b>         |
| <b>DEFERRED OUTFLOWS OF RESOURCES:</b>                      |                            |                            |
| Deferred outflows related to refunding of debt              | 6,096,483                  | 6,475,868                  |
| Deferred outflows related to pensions                       | 5,675,357                  | 8,763,720                  |
| Deferred outflows related to other post employment benefits | 868,596                    | -                          |
| <b>Total deferred outflows of resources</b>                 | <b>12,640,436</b>          | <b>15,239,588</b>          |
| <b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>      | <b>\$ 823,124,632</b>      | <b>\$ 733,259,981</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY  
STATEMENTS OF NET POSITION (CONTINUED)  
JUNE 30, 2018 AND JUNE 30, 2017**

|  | <b>University<br/>2018</b> | <b>University<br/>2017</b> |
|--|----------------------------|----------------------------|
| <b>LIABILITIES</b>   |                            |                            |
| <b>CURRENT LIABILITIES:</b>  |                            |                            |
| Accounts payable and accrued liabilities                                 | \$ 5,119,143               | \$ 9,596,526               |
| Due to state agencies  | 9,282,924                  | 714,478                    |
| Accrued salaries and benefits payable                                    | 14,040,561                 | 13,769,399                 |
| Compensated absences payable   | 8,997,665                  | 8,554,502                  |
| Interest payable   | 2,585,246                  | 3,031,981                  |
| Unearned revenue   | 14,280,543                 | 13,364,890                 |
| Bonds payable  | 10,100,000                 | 8,495,000                  |
| Obligations under capital lease - component unit                         | -                          | 470,014                    |
| Other current liabilities  | 8,042,737                  | 2,905,351                  |
| <b>Total current liabilities</b>   | <b>72,448,819</b>          | <b>60,902,141</b>          |
| <b>NON-CURRENT LIABILITIES:</b>  |                            |                            |
| Unearned revenue   | 2,098,530                  | 2,876,926                  |
| Bonds payable  | 241,778,759                | 234,161,946                |
| Obligations under capital lease - component unit                         | -                          | 3,622,865                  |
| Total other post employment benefits obligation                          | 26,500,167                 | 11,909,000                 |
| Net pension liability  | 14,956,169                 | 19,245,691                 |
| Other non-current liabilities  | 595,921                    | 785,018                    |
| <b>Total non-current liabilities</b>                                     | <b>285,929,546</b>         | <b>272,601,446</b>         |
| <b>Total liabilities</b>   | <b>358,378,365</b>         | <b>333,503,587</b>         |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                                    |                            |                            |
| Deferred inflows related to grants received in advance                   | 157,179                    | 282,829                    |
| Deferred inflows related to pensions                                     | 2,386,225                  | 2,111,386                  |
| Deferred inflows related to service concession arrangements              | 42,451,328                 | -                          |
| <b>Total deferred inflows of resources</b>                               | <b>44,994,732</b>          | <b>2,394,215</b>           |
| <b>NET POSITION:</b>   |                            |                            |
| Net investment in capital assets   | 304,127,522                | 269,287,743                |
| Restricted, expendable   | 14,716,087                 | 13,617,685                 |
| Unrestricted   | 100,907,926                | 114,456,751                |
| <b>Total net position</b>  | <b>419,751,535</b>         | <b>397,362,179</b>         |
| <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b> | <b>\$ 823,124,632</b>      | <b>\$ 733,259,981</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY COMPONENT UNIT  
BOISE STATE UNIVERSITY FOUNDATION, INC.  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2018 AND JUNE 30, 2017**

|  | <b>Foundation<br/>2018</b> | <b>Foundation<br/>2017</b> |
|--|----------------------------|----------------------------|
| <b>ASSETS</b>                                |                            |                            |
| <b>CURRENT ASSETS:</b>                       |                            |                            |
| Cash and cash equivalents                    | \$ 3,013,780               | \$ 3,044,192               |
| Accrued interest and other receivables       | 436,421                    | 2,799,319                  |
| Promises to give, net                        | 6,596,220                  | 11,155,555                 |
| Promises to give from Boise State University | -                          | 471,977                    |
| <b>Total current assets</b>                  | <b>10,046,421</b>          | <b>17,471,043</b>          |
| <b>NON-CURRENT ASSETS:</b>                   |                            |                            |
| Restricted cash and cash equivalents         | 14,211,538                 | 3,624,560                  |
| Promises to give, net                        | 1,414,729                  | 8,374,332                  |
| Promises to give from Boise State University | -                          | 3,543,761                  |
| Investments                                  | 165,109,675                | 153,165,698                |
| Interest in perpetual trusts                 | 2,686,823                  | 2,793,639                  |
| Investments in real estate                   | 659,000                    | 15,975,310                 |
| Funds held by trustee                        | -                          | 563,041                    |
| Other assets                                 | 811,604                    | 872,421                    |
| <b>Total non-current assets</b>              | <b>184,893,369</b>         | <b>188,912,762</b>         |
| <b>TOTAL ASSETS</b>                          | <b>\$ 194,939,790</b>      | <b>\$ 206,383,805</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY COMPONENT UNIT  
BOISE STATE UNIVERSITY FOUNDATION, INC.  
STATEMENTS OF FINANCIAL POSITION (CONTINUED)  
JUNE 30, 2018 AND JUNE 30, 2017**

|   | <b>Foundation<br/>2018</b> | <b>Foundation<br/>2017</b> |
|---|----------------------------|----------------------------|
| <b>LIABILITIES</b>                            |                            |                            |
| <b>CURRENT LIABILITIES:</b>                   |                            |                            |
| Accounts payable                              | \$ 2,162,846               | \$ 1,299,179               |
| Interest payable                              | 10,000                     | 23,592                     |
| Deferred suites and parking revenue           | 492,086                    | 469,331                    |
| Liability for split interest trusts           | 144,375                    | 148,394                    |
| Trust earnings payable to trust beneficiaries | 20,364                     | 20,364                     |
| Long-term liabilities                         | -                          | 886,043                    |
| Deferred revenue                              | -                          | 10,133                     |
| <b>Total current liabilities</b>              | <b>2,829,671</b>           | <b>2,857,036</b>           |
| <b>NON-CURRENT LIABILITIES:</b>               |                            |                            |
| Other long-term debt                          | 2,000,000                  | 5,439,302                  |
| Donation due to Boise State University        | -                          | 13,494,550                 |
| Deferred suites and parking revenue           | 526,837                    | 121,809                    |
| Liability under split interest trusts         | 1,646,281                  | 1,716,711                  |
| Amounts held in custody for others            | 1,086,775                  | 1,250,540                  |
| Trust earnings payable to trust beneficiaries | 105,624                    | 119,862                    |
| <b>Total non-current liabilities</b>          | <b>5,365,517</b>           | <b>22,142,774</b>          |
| <b>Total liabilities</b>                      | <b>8,195,188</b>           | <b>24,999,810</b>          |
| <b>NET ASSETS:</b>                            |                            |                            |
| Permanently restricted                        | 93,675,338                 | 86,847,803                 |
| Temporarily restricted                        | 77,665,698                 | 80,200,504                 |
| Unrestricted                                  | 15,403,566                 | 14,335,688                 |
| <b>Total net assets</b>                       | <b>186,744,602</b>         | <b>181,383,995</b>         |
| <b>TOTAL LIABILITIES AND NET ASSETS</b>       | <b>\$ 194,939,790</b>      | <b>\$ 206,383,805</b>      |

See notes to financial statements.





**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY  
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FISCAL YEARS ENDED JUNE 30, 2018 AND JUNE 30, 2017**

|   | <b>University<br/>2018</b> | <b>University<br/>2017</b> |
|---|----------------------------|----------------------------|
| <b>OPERATING REVENUES:</b>  |                            |                            |
| Student fees, pledged for bonds   | \$ 168,637,987             | \$ 158,654,927             |
| Scholarship allowance   | <u>(25,263,700)</u>        | <u>(23,096,700)</u>        |
| Student fees, net   | 143,374,287                | 135,558,227                |
| Federal grants and contracts (including \$5,296,357 and<br>\$5,814,464 of revenues pledged by the University for bonds in 2018 and<br>2017, respectively)     | 36,120,893                 | 31,612,679                 |
| State and local grants and contracts (including \$535,983<br>and \$717,078 of revenues pledged by the University for bonds in 2018<br>and 2017, respectively) | 5,515,960                  | 4,470,373                  |
| Private grants and contracts (including \$231,894<br>and \$371,532 of revenues pledged by the University for bonds in 2018<br>and 2017, respectively)         | 2,527,409                  | 3,219,084                  |
| Sales and services of educational activities, pledged by the University for bonds   | 5,094,567                  | 4,706,151                  |
| Sales and services of auxiliary enterprises, pledged by the University for bonds  | 61,535,826                 | 59,129,973                 |
| Other operating revenues, pledged for bonds   | <u>4,529,015</u>           | <u>5,393,728</u>           |
| <b>Total operating revenues</b>   | <u>258,697,957</u>         | <u>244,090,215</u>         |
| <b>OPERATING EXPENSES:</b>  |                            |                            |
| Personnel cost  | 262,171,397                | 244,759,483                |
| Services  | 41,472,429                 | 42,405,589                 |
| Supplies  | 33,204,263                 | 29,811,759                 |
| Insurance, utilities and rent   | 11,091,728                 | 11,270,253                 |
| Scholarships and fellowships  | 20,726,657                 | 20,346,163                 |
| Depreciation  | 26,468,896                 | 25,805,716                 |
| Miscellaneous operating expenses  | <u>4,539,354</u>           | <u>3,569,140</u>           |
| <b>Total operating expenses</b>   | <u>399,674,724</u>         | <u>377,968,103</u>         |
| <b>OPERATING LOSS</b>   | <u>(140,976,767)</u>       | <u>(133,877,888)</u>       |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY  
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)  
FISCAL YEARS ENDED JUNE 30, 2018 AND JUNE 30, 2017**

|  | <b>University<br/>2018</b> | <b>University<br/>2017</b> |
|--|----------------------------|----------------------------|
| <b>NON-OPERATING REVENUES (EXPENSES):</b>  |                            |                            |
| State appropriations   | 100,461,708                | 96,474,060                 |
| Pell grants  | 23,600,874                 | 22,615,664                 |
| Gifts (includes gifts from component unit equal to \$22,383,936 and \$19,127,176 in 2018 and 2017, respectively)                             | 28,482,810                 | 28,738,784                 |
| Net investment income (including \$2,586,004 and \$1,286,147 of revenues pledged by the University for bonds in 2018 and 2017, respectively) | 2,595,265                  | 1,311,540                  |
| Change in fair value of investments (including \$0 and \$0 of revenues pledged by the University for bonds in 2018 and 2017, respectively)   | (336,336)                  | (107,188)                  |
| Interest (net of capitalized interest by the University of \$105,757 and \$62,838 in 2018 and 2017, respectively)                            | (7,571,626)                | (9,979,021)                |
| Loss on retirement of capital assets   | (344,022)                  | (1,205,751)                |
| Other non-operating revenue (expense)  | 160,272                    | (131,598)                  |
| <b>Net non-operating revenues</b>  | <b>147,048,945</b>         | <b>137,716,490</b>         |
| <b>INCOME BEFORE CAPITAL REVENUES</b>  | <b>6,072,178</b>           | <b>3,838,602</b>           |
| <b>CAPITAL REVENUES:</b>   |                            |                            |
| Capital appropriations   | 1,858,258                  | 3,299,517                  |
| Capital grants and gifts (includes gifts from component unit equal to \$16,826,753 and \$1,869,345 in 2018 and 2017, respectively)           | 27,275,727                 | 2,702,342                  |
| <b>Total capital revenues</b>  | <b>29,133,985</b>          | <b>6,001,859</b>           |
| <b>INCREASE IN NET POSITION</b>  | <b>\$ 35,206,163</b>       | <b>\$ 9,840,461</b>        |
| <b>NET POSITION—Beginning of year (previously reported)</b>  | <b>\$ 397,362,179</b>      | <b>\$ 387,521,718</b>      |
| <b>CUMULATIVE EFFECT OF IMPLEMENTING GASB 75</b>   | <b>(12,816,807)</b>        | <b>-</b>                   |
| <b>NET POSITION—Beginning of year (as restated)</b>  | <b>384,545,372</b>         | <b>387,521,718</b>         |
| <b>INCREASE IN NET POSITION</b>  | <b>35,206,163</b>          | <b>9,840,461</b>           |
| <b>NET POSITION—End of year</b>  | <b>\$ 419,751,535</b>      | <b>\$ 397,362,179</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY COMPONENT UNIT  
BOISE STATE UNIVERSITY FOUNDATION, INC.  
STATEMENTS OF ACTIVITIES  
FISCAL YEAR ENDED JUNE 30, 2018**

|   | <b>Unrestricted</b>  | <b>Temporarily<br/>Restricted</b> | <b>Permanently<br/>Restricted</b> | <b>Foundation<br/>2018</b> |
|---|----------------------|-----------------------------------|-----------------------------------|----------------------------|
| <b>OPERATING REVENUES:</b>                                      |                      |                                   |                                   |                            |
| Gifts   | \$ 1,150,969         | \$ 10,296,842                     | \$ 6,830,659                      | \$ 18,278,470              |
| Non-cash donations  | 27,862               | 637,207                           | -                                 | 665,069                    |
| Non-charitable income   | 4,460,053            | 1,846,483                         | -                                 | 6,306,536                  |
| Interest and dividends  | 1,345,150            | 2,568,109                         | -                                 | 3,913,259                  |
| Change in split interest trusts                                 | -                    | (47,540)                          | 21,444                            | (26,096)                   |
| Change in fair value of investments                             | (738,962)            | 4,531,735                         | -                                 | 3,792,773                  |
| <b>Total revenues and gains</b>                                 | <b>6,245,072</b>     | <b>19,832,836</b>                 | <b>6,852,103</b>                  | <b>32,930,011</b>          |
| Net assets released from restrictions through satisfaction of:  |                      |                                   |                                   |                            |
| Program restrictions  | 37,605,641           | (37,605,641)                      | -                                 | -                          |
| Write-off of promises to give                                   | (222,017)            | 250,517                           | (28,500)                          | -                          |
| Board and donor designated transfers                            | 138,747              | (142,679)                         | 3,932                             | -                          |
| <b>Total operating revenues</b>                                 | <b>43,767,443</b>    | <b>(17,664,967)</b>               | <b>6,827,535</b>                  | <b>32,930,011</b>          |
| <b>OPERATING EXPENSES:</b>                                      |                      |                                   |                                   |                            |
| Distribution of scholarships and general endowments             | 5,272,071            | -                                 | -                                 | 5,272,071                  |
| Distribution of funds for academic programs                     | 7,115,807            | -                                 | -                                 | 7,115,807                  |
| Distribution of buildings and land to<br>Boise State University | 16,826,753           | -                                 | -                                 | 16,826,753                 |
| Distribution of funds for athletic programs:                    |                      |                                   |                                   |                            |
| Program services  | 9,531,909            | -                                 | -                                 | 9,531,909                  |
| Fundraising expenses  | 10,803               | -                                 | -                                 | 10,803                     |
| Management and general  | 453,346              | -                                 | -                                 | 453,346                    |
| Uncollectable pledge expense                                    | (228,657)            | -                                 | -                                 | (228,657)                  |
| Administrative expense:   |                      |                                   |                                   |                            |
| Program services  | 713,169              | -                                 | -                                 | 713,169                    |
| Fundraising expenses  | 2,007,310            | -                                 | -                                 | 2,007,310                  |
| Management and general  | 1,451,804            | -                                 | -                                 | 1,451,804                  |
| <b>Total operating expenses</b>                                 | <b>43,154,315</b>    | <b>-</b>                          | <b>-</b>                          | <b>43,154,315</b>          |
| <b>OPERATING INCOME (LOSS)</b>                                  | <b>613,128</b>       | <b>(17,664,967)</b>               | <b>6,827,535</b>                  | <b>(10,224,304)</b>        |
| <b>NON-OPERATING REVENUES (EXPENSES):</b>                       |                      |                                   |                                   |                            |
| Gain on transfer of real property                               | -                    | 15,331,028                        | -                                 | 15,331,028                 |
| Impairment on property  | -                    | (211,000)                         | -                                 | (211,000)                  |
| Amortization of deferred income                                 | -                    | 10,133                            | -                                 | 10,133                     |
| Gain on sale of land  | 943,041              | -                                 | -                                 | 943,041                    |
| Interest expense  | (219,396)            | -                                 | -                                 | (219,396)                  |
| Depreciation Expense  | (268,895)            | -                                 | -                                 | (268,895)                  |
| <b>Total non-operating revenue</b>                              | <b>454,750</b>       | <b>15,130,161</b>                 | <b>-</b>                          | <b>15,584,911</b>          |
| <b>CHANGE IN NET ASSETS</b>                                     | <b>1,067,878</b>     | <b>(2,534,806)</b>                | <b>6,827,535</b>                  | <b>5,360,607</b>           |
| <b>NET ASSETS - Beginning of year</b>                           | <b>14,335,688</b>    | <b>80,200,504</b>                 | <b>86,847,803</b>                 | <b>181,383,995</b>         |
| <b>NET ASSETS - End of year</b>                                 | <b>\$ 15,403,566</b> | <b>\$ 77,665,698</b>              | <b>\$ 93,675,338</b>              | <b>\$ 186,744,602</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY COMPONENT UNIT  
BOISE STATE UNIVERSITY FOUNDATION, INC.  
STATEMENTS OF ACTIVITIES (CONTINUED)  
FISCAL YEAR ENDED JUNE 30, 2017**

|   | <b>Unrestricted</b>  | <b>Temporarily<br/>Restricted</b> | <b>Permanently<br/>Restricted</b> | <b>Foundation<br/>2017</b> |
|---|----------------------|-----------------------------------|-----------------------------------|----------------------------|
| <b>OPERATING REVENUES:</b>  |                      |                                   |                                   |                            |
| Gifts   | \$ 2,663,963         | \$ 12,151,145                     | \$ 3,815,352                      | \$ 18,630,460              |
| Non-cash donations  | 4,282                | 870,000                           | -                                 | 874,282                    |
| Non-charitable income   | 1,641,644            | 2,274,668                         | 449,581                           | 4,365,893                  |
| Interest and dividends  | 966,795              | 2,294,996                         | -                                 | 3,261,791                  |
| Change in split interest trusts                                   | -                    | (22,873)                          | 19,993                            | (2,880)                    |
| Change in fair value of investments                               | 595,421              | 9,568,894                         | -                                 | 10,164,315                 |
| <b>Total revenues and gains</b>                                   | <b>5,872,105</b>     | <b>27,136,830</b>                 | <b>4,284,926</b>                  | <b>37,293,861</b>          |
| Net assets released from restrictions<br>through satisfaction of: |                      |                                   |                                   |                            |
| Program restrictions  | 19,607,393           | (19,607,393)                      | -                                 | -                          |
| Write-off of promises to give                                     | 206,913              | (154,553)                         | (52,360)                          | -                          |
| Board and donor designated transfers                              | (222,211)            | 208,974                           | 13,237                            | -                          |
| <b>Total operating revenues</b>                                   | <b>25,464,200</b>    | <b>7,583,858</b>                  | <b>4,245,803</b>                  | <b>37,293,861</b>          |
| <b>OPERATING EXPENSES:</b>  |                      |                                   |                                   |                            |
| Distribution of scholarships and general endowments               | 6,011,812            | -                                 | -                                 | 6,011,812                  |
| Distribution of funds for academic programs                       | 5,054,701            | -                                 | -                                 | 5,054,701                  |
| Distribution of funds for athletic programs:                      |                      |                                   |                                   |                            |
| Program services  | 9,447,877            | -                                 | -                                 | 9,447,877                  |
| Fundraising expenses  | 32,615               | -                                 | -                                 | 32,615                     |
| Management and general  | 449,516              | -                                 | -                                 | 449,516                    |
| Uncollectable pledge expense                                      | 215,568              | -                                 | -                                 | 215,568                    |
| Administrative expense:   |                      |                                   |                                   |                            |
| Program services  | 597,997              | -                                 | -                                 | 597,997                    |
| Fundraising expenses  | 1,891,483            | -                                 | -                                 | 1,891,483                  |
| Management and general  | 1,368,331            | -                                 | -                                 | 1,368,331                  |
| <b>Total operating expenses</b>                                   | <b>25,069,900</b>    | <b>-</b>                          | <b>-</b>                          | <b>25,069,900</b>          |
| <b>OPERATING INCOME</b>   | <b>394,300</b>       | <b>7,583,858</b>                  | <b>4,245,803</b>                  | <b>12,223,961</b>          |
| <b>NON-OPERATING REVENUES (EXPENSES):</b>                         |                      |                                   |                                   |                            |
| Alumni center building revenue                                    | 8,496                | -                                 | -                                 | 8,496                      |
| Amortization of deferred income                                   | -                    | 40,515                            | -                                 | 40,515                     |
| Gain on sale of land  | 1,442,105            | -                                 | -                                 | 1,442,105                  |
| Interest expense  | (117,285)            | -                                 | -                                 | (117,285)                  |
| Depreciation Expense  | (268,894)            | -                                 | -                                 | (268,894)                  |
| <b>Total non-operating revenue</b>                                | <b>1,064,422</b>     | <b>40,515</b>                     | <b>-</b>                          | <b>1,104,937</b>           |
| <b>CHANGE IN NET ASSETS</b>                                       | <b>1,458,722</b>     | <b>7,624,373</b>                  | <b>4,245,803</b>                  | <b>13,328,898</b>          |
| <b>NET ASSETS - Beginning of year</b>                             | <b>12,876,966</b>    | <b>72,576,131</b>                 | <b>82,602,000</b>                 | <b>168,055,097</b>         |
| <b>NET ASSETS - End of year</b>                                   | <b>\$ 14,335,688</b> | <b>\$ 80,200,504</b>              | <b>\$ 86,847,803</b>              | <b>\$ 181,383,995</b>      |

See notes to financial statements.



**BOISE STATE UNIVERSITY**

**BOISE STATE UNIVERSITY  
STATEMENTS OF CASH FLOWS  
FISCAL YEARS ENDED JUNE 30, 2018 AND JUNE 30, 2017**

|  | <b>University<br/>2018</b> | <b>University<br/>2017</b> |
|--|----------------------------|----------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                         |                            |                            |
| Student fees   | \$ 146,032,287             | \$ 137,438,711             |
| Grants and contracts   | 47,714,180                 | 34,777,316                 |
| Sales and services of educational activities                         | 4,736,697                  | 4,519,786                  |
| Sales and services of auxiliary enterprises                          | 66,481,191                 | 57,542,505                 |
| Other operating receipts   | 4,384,966                  | 5,361,251                  |
| Payments to employees  | (261,758,417)              | (240,167,186)              |
| Payments for services  | (42,079,471)               | (43,059,874)               |
| Payments for supplies  | (33,205,278)               | (27,541,711)               |
| Payments for insurance, utilities and rent                           | (11,509,175)               | (12,817,029)               |
| Payments for scholarships and fellowships                            | (20,855,973)               | (20,690,970)               |
| Loans issued to students   | (1,583,092)                | (2,194,668)                |
| Collections of loans to students                                     | 1,472,747                  | 1,571,631                  |
| Other payments   | (4,433,075)                | (3,337,910)                |
| <b>Net cash used in operating activities</b>                         | <b>(104,602,413)</b>       | <b>(108,598,148)</b>       |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING<br/>ACTIVITIES:</b>         |                            |                            |
| State appropriations   | 100,461,708                | 96,474,060                 |
| Pell grants  | 23,600,874                 | 22,615,664                 |
| Gifts  | 25,218,279                 | 30,236,460                 |
| Direct lending receipts  | 85,535,227                 | 84,454,925                 |
| Direct lending payments  | (85,535,227)               | (84,454,925)               |
| Other Payments   | 120,257                    | 36,569                     |
| <b>Net cash provided by non-capital financing activities</b>         | <b>149,401,118</b>         | <b>149,362,753</b>         |
| <b>CASH FLOWS FROM CAPITAL AND RELATED<br/>FINANCING ACTIVITIES:</b> |                            |                            |
| Capital grants and gifts   | 5,136,204                  | 2,989,736                  |
| Purchases of capital assets  | (25,509,871)               | (17,823,297)               |
| Proceeds from notes and bonds payable                                | 20,428,003                 | 77,754,602                 |
| Principal paid on notes and bonds payable and capital leases         | (12,587,880)               | (54,359,450)               |
| Interest paid on notes and bonds payable and capital leases          | (10,350,166)               | (8,386,985)                |
| Payments for bond issuance costs                                     | (213,437)                  | (354,998)                  |
| Other payments   | (90,571)                   | (970,586)                  |
| <b>Net cash used in capital and related<br/>financing activities</b> | <b>(23,187,718)</b>        | <b>(1,150,978)</b>         |

See notes to financial statements.



BOISE STATE UNIVERSITY

BOISE STATE UNIVERSITY  
STATEMENTS OF CASH FLOWS (CONTINUED)  
FISCAL YEARS ENDED JUNE 30, 2018 AND JUNE 30, 2017

|   | University<br>2018      | University<br>2017      |
|---|-------------------------|-------------------------|
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>  |                         |                         |
| Purchase of investments   | (372,277,862)           | (300,095,210)           |
| Proceeds from sales and maturities of investments   | 343,363,401             | 270,781,721             |
| Investment income   | 2,650,814               | 819,453                 |
| <b>Net cash used in investing activities</b>  | <u>(26,263,647)</u>     | <u>(28,494,036)</u>     |
| <b>NET CHANGE IN CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER</b>  | (4,652,660)             | 11,119,591              |
| <b>CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—Beginning of year</b>  | 58,797,131              | 47,677,540              |
| <b>CASH AND CASH EQUIVALENTS AND CASH WITH TREASURER—End of year</b>  | <u>\$ 54,144,471</u>    | <u>\$ 58,797,131</u>    |
| <b>RECONCILIATION OF NET OPERATING REVENUES<br/>(EXPENSES) TO NET CASH AND CASH EQUIVALENTS<br/>USED IN OPERATING ACTIVITIES:</b> |                         |                         |
| Operating loss  | \$ (140,976,767)        | \$ (133,877,888)        |
| Adjustments to reconcile operating loss to net cash used in<br>operating activities:  |                         |                         |
| Depreciation and amortization   | 26,468,896              | 25,805,716              |
| Changes in assets and liabilities:  |                         |                         |
| Accounts receivable and unbilled charges, net   | 6,695,074               | (3,425,040)             |
| Student loans receivable, net   | 441,186                 | (431,290)               |
| Inventories   | 402,011                 | 1,186,175               |
| Other assets  | (477,119)               | 326,244                 |
| Deferred outflows   | 2,219,767               | (5,164,244)             |
| Deferred inflows  | (604,221)               | (1,835,958)             |
| Accounts payable and accrued liabilities  | (2,055,950)             | 2,149,058               |
| Accrued salaries and benefits payable   | 271,162                 | (1,387,576)             |
| Compensated absences payable  | 443,163                 | 1,208,835               |
| Unearned revenue  | 137,257                 | 1,987,496               |
| Net Pension Liability   | (4,289,522)             | 6,593,014               |
| Other post employment benefits obligation   | 1,774,360               | 1,390,000               |
| Other liabilities   | 4,948,290               | (3,122,691)             |
| <b>Net cash used in operating activities</b>  | <u>\$ (104,602,413)</u> | <u>\$ (108,598,149)</u> |
| <b>SUPPLEMENTAL DISCLOSURE OF NON-CASH<br/>TRANSACTIONS:</b>  |                         |                         |
| Assets donated to the University  | \$ 29,133,985           | \$ 3,739,994            |
| Donated building maintenance  | 1,686,375               | -                       |
| Honors College-Service concession arrangement asset   | 34,306,415              | -                       |
| <b>Total non-cash transactions</b>  | <u>\$ 65,126,775</u>    | <u>\$ 3,739,994</u>     |

See notes to financial statements.



## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Office of the Idaho State Controller  
700 W State Street, 4th Floor  
P.O. Box 83702  
Boise, Idaho 83702-0011  
[www.sco.idaho.gov](http://www.sco.idaho.gov)

The financial statements for fiscal years ended June 30, 2018 and June 30, 2017 are prepared in accordance with Governmental Accounting Standards Board (“GASB”) principles, which constitute Generally Accepted Accounting Principles (“GAAP”) for governmental entities. The University considers component units with net position greater than 5% of the University’s net position to be significant. As such, the Boise State University Foundation, Inc. (the “Foundation”) is discretely presented for the fiscal years ended June 30, 2018 and 2017. 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 Office of the Vice President and Chief Financial Officer for Finance and Administration. The Foundation’s financial statements are prepared in accordance with Financial Accounting Standards Board (“FASB”) pronouncements.

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

The Foundation is a legally separate, private non-profit organization, whose basis of accounting is FASB standards. As such, certain accounting and presentations differ from those following GASB standards. Accordingly, the Foundation’s financial statements have been reported on separate pages following the respective financial statements of the University. Financial information of the Foundation should not be combined with that of the University.





**Cash with Treasurer** – Balances classified as Cash with Treasurer are amounts that have been remitted to the State of Idaho as a result of the student tuition collection process and, once remitted, are under the control of the State Treasurer. Such funds are released to the University as reimbursement for expenditures incurred.

**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. Unrealized gains or losses on the carrying value of investments are reported as a component of change in fair value of investments in the statement of revenues, expenses, and changes in net position. Investments externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other non-current assets as well as investment amounts of maturities that exceed one year, are classified as non-current assets in the statement of net position. The University deposits certain funds for investment with the Idaho State Treasury.

**Capital Assets, Net** – Capital assets are stated at cost when purchased or constructed, or if acquired by gift, at the fair value at the date of the gift. The University’s capitalization policy includes all tangible items with a unit cost greater than \$5,000 and an estimated useful life of greater than one year. Intangible assets with a unit cost greater than \$200,000 and an estimated useful life of greater than one year are recorded as capital assets. Renovations to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the period in which the expense was incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally 40 to 50 years for buildings, 20 to 25 years for land improvements, 10 years for library books, and 5 to 13 years for equipment. The University has certain collections that are not capitalized, 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.

**Deferred Outflows of Resources** – Deferred outflows of resources are a consumption of net position by the University that are applicable to future reporting periods. Similar to assets, they have a positive effect on the University’s net position. Deferred outflows will be recognized as an outflow (expensed) in a future period.



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

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

**Deferred Inflows of Resources** – Deferred inflows of resources are an acquisition of net position that is applicable to future reporting periods. Similar to liabilities, they have a negative effect on net position. Deferred inflows will be recognized as an inflow of resources (revenue) in a future period.

**Other Post Employment Benefits (OPEB)** – The financial statements of the OPEB plans are reported using the accrual basis of accounting. Contributions are recorded when earned and expenses, including benefits and refunds paid, are recorded when a liability is incurred, regardless of the timing of cash flows.

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

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

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

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

**Income and Unrelated Business Income Taxes** – The University is excluded from federal income taxes under Section 115 of the Internal Revenue Code, per determination letter dated April 21, 1989. The University is subject to tax on its unrelated business income. Defined by the Internal Revenue Code,

unrelated business income is income from a trade or business, regularly carried on, that is not substantially related to the performance by the organization of its exempt purpose or function. The University had no unrelated business income tax liability as of June 30, 2018 and 2017.

***Classification of Revenues and Expenses*** – Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the University’s principal ongoing operations. Operating revenues include activities that have characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, (3) most federal, state and local grants and contracts that are essentially contracts for services, and (4) interest earned on institutional student loans. Non-operating revenues and expenses include activities that have characteristics of non-exchange transactions. Non-operating revenues and expenses include state appropriations, Pell grants, private gifts for other than capital purposes, investment income, net unrealized appreciation or depreciation in the fair value of investments, interest expense, and gain or loss on the disposal of capital assets and other non-exchange transactions.



***Scholarship Discounts/Allowances*** – Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in net position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or other third parties making payments on the students’ behalf. Federal, state and nongovernmental student aid grants are recorded as operating revenues in the University’s financial statements, except for federal Pell grants, which are recorded in non-operating revenues. To the extent



that revenues from such programs are used to satisfy student fees and related charges, the University has recorded a scholarship discount or allowance.

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

***Reclassifications*** – Certain items reported in the 2017 financial statements have been reclassified to conform to the current 2018 financial statement presentation. Such reclassifications had no effect on the previously reported change in net position.

***Service Concession Arrangements*** – In November of 2010, the GASB issued Statement No. 60, “Accounting and Financial Reporting for Service Concession Arrangements.” The objective of this Statement is to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. As used in this Statement, an SCA is an arrangement between a transferor (a government) and an operator (governmental or nongovernmental entity) in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure or another public asset (a “facility”) in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties.

This Statement applies only to those arrangements in which specific criteria determining whether a transferor has control over the facility are met. A transferor reports the facility subject to an SCA as its capital asset, generally following existing measurement, recognition, and disclosure guidance for capital assets. New facilities constructed or acquired by the operator or improvements to existing facilities made by the operator are reported at fair value by the transferor. A liability is recognized, for the present value of significant contractual obligations to sacrifice financial resources imposed on the transferor, along with a corresponding deferred inflow of resources. Revenue is recognized by the transferor in a systematic and rational manner over the term of the arrangement. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011.

The University entered into a public/private partnership agreement with Education Realty Trust, Inc. (EdR) in 2015 to develop and operate a residential Honors College and additional freshman housing facility. The \$37 million project was funded with developer equity and is on land owned by the University and leased to EdR for a 50-year term. At the conclusion of the agreement, the building reverts to the University. EdR pays fixed annual rent and a share of the project's gross rental revenue to the University. EdR is responsible for the daily operations and maintenance of the facility and the University is responsible for campus life programming. The 236,000 square foot facility is located in the center of campus across from the Student Union Building and includes 656 beds, Honors College offices and



classrooms, student common areas, an approximately 15,000 square foot food service facility. The table below displays the capital asset, lease receivable and deferred inflow of resources recorded at acquisition date. The University also invested net cash of \$3.6 million in the project.

| Acquisition value of Assets and Deferred Inflows related to the Honors College<br>(Dollars in Thousands) |               |                  |                                 |
|--|---------------|------------------|---------------------------------|
|  | Capital Asset | Lease Receivable | Deferred Inflow<br>of Resources |
| Acquisition value of the Honors College  | \$ 36,771     |                  |                                 |
| Receivable for ground lease  |               | \$ 10,000        |                                 |
| <b>Deferred Inflows of Resources:</b>  |               |                  |                                 |
| Deferred Inflows Related to Service Concession Arrangements  |               |                  | \$ 43,205                       |

**New Accounting Standards** – The University implemented the provisions of GASB Statement No. 75, “Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans.” The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or “OPEB”). This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. The University has adopted and recorded these changes in its financial statements for the year ending June 30, 2018. The cumulative effect of prior year amounts has been reflected in the fiscal year 2018 Statement of Revenues, Expenses and Changes in Net Position.

| Breakdown of the Cumulative Effect of Implementing GASB no. 75<br>(Dollars in Thousands) |               |   |              |
|--|---------------|---|--------------|
|  | June 30, 2017 | Cumulative Effect<br>of Implementing<br>GASB 75 | July 1, 2017 |
| <b>Deferred Outflows of Resources:</b>   |               |   |              |
| Deferred outflows related to other post employment benefits                              | \$ -          | \$ 1,064  | \$ 1,064     |
| <b>OPEB Asset</b>  | \$ 96         | \$ (96)   | \$ -         |
| <b>Total OPEB Liability</b>  | \$ 11,909     | \$ 13,785                                       | \$ 25,694    |
| <b>Net Position:</b>   |               |   |              |
| Net investment in capital assets   | \$ 269,288    | \$ -  | \$ 269,288   |
| Restricted, expendable   | 13,617        | -   | 13,617       |
| Unrestricted   | 114,457       | (12,817)  | 101,640      |
| <b>Total Net Position</b>  | \$ 397,362    | \$ (12,817)                                     | \$ 384,545   |



In March of 2016, the GASB issued Statement No. 81, *“Irrevocable Split-Interest Agreements.”* The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. This Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. This Statement also requires that a government recognize revenue when the resources become applicable to the reporting period. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2016. Management has concluded this has no impact to the University’s current year financial statements.

In March of 2017, the GASB issued Statement No. 85, *“Omnibus 2017.”* The objective of this Statement is to address practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits

(pensions and other postemployment benefits [OPEB]). The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. Management has concluded this has no impact to the University’s current year financial statements.

In May of 2017, the GASB issued Statement No. 86, *“Certain Debt Extinguishment Issues.”* The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is deceased in substance. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. Management has concluded this has no impact to the University’s current year financial statements.

**Subsequent Events** – Events occurring after June 30, 2018 have been evaluated for possible adjustment to the financial statements or disclosure as of October 11, 2018, which is the date of the financial statements.



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

**Deposits** – Cash with treasurer is under the control of the State Treasurer. Amounts deposited with the State Treasurer and federally chartered institutions are 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 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<br>As of June 30<br>(Dollars in Thousands) |                 |                  |
|---|-----------------|------------------|
|   | 2018            | 2017             |
| Cash on hand  | \$ 88           | \$ 95            |
| Federally insured   | 250             | 250              |
| Collateralized by securities held by the pledging financial institution   | 8,703           | 16,643           |
| <b>Total cash and cash equivalents</b>                                    | <b>\$ 9,041</b> | <b>\$ 16,988</b> |

**Investments** – Idaho Code, Section 67-1210 limits credit risk by restricting the investment activities of the Local Government Investment Pool (“LGIP”) and state agencies. Idaho Code also gives the SBOE the authority to establish investment policies for the University. The objectives of the established investment policy, in order of priority are preservation of capital, maintenance of liquidity, and achievement of a fair rate of return. The University invests in external investment pools managed by both State of Idaho and other fixed rate investment fund managers. The State’s investment pool is managed by the Idaho State Treasurer’s Office. The University had original cost of \$82,010,912 and \$89,366,235 invested in the State’s external pools as of June 30, 2018 and 2017, respectively.

**Credit Risk of Debt Securities** – The University’s investment policy addresses the credit quality of investments in debt securities. The risk that an issuer of debt securities or 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 and Standard and Poor’s. Ratings, as of June 30, are presented below using the Standard and Poor’s scale. AAA ratings signify that the portfolio holdings are judged to be of the highest credit quality and subject to the lowest level of credit risk.



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| <b>Credit Risk of Debt Securities</b><br><b>As of June 30, 2018</b><br>(Dollars in Thousands) |                   |                  |                  |                  |               |               |                  |
|---|-------------------|------------------|------------------|------------------|---------------|---------------|------------------|
| <b>Investment Type</b>  | <b>Fair Value</b> | <b>AAA</b>       | <b>AA</b>        | <b>A</b>         | <b>BBB</b>    | <b>B</b>      | <b>Unrated</b>   |
| Local government investment pool  | \$ 82,282         | \$ -             | \$ -             | \$ -             | \$ -          | \$ -          | \$ 82,282        |
| Certificate of deposit  | 2,198             | 974              | 246              | 245              | -             | 244           | 489              |
| Commercial paper  | 499               | 499              | -                | -                | -             | -             | -                |
| Corporate bonds   | 46,655            | 467              | 12,170           | 33,032           | 986           | -             | -                |
| Federal agency security   | 17,760            | 17,760           | -                | -                | -             | -             | -                |
| Money market fund   | 12,049            | -                | -                | -                | -             | -             | 12,049           |
| Currency  | 2,734             | 2,734            | -                | -                | -             | -             | -                |
|   | <u>164,177</u>    | <u>22,434</u>    | <u>12,416</u>    | <u>33,277</u>    | <u>986</u>    | <u>244</u>    | <u>94,820</u>    |
| <b>Investments held on behalf of employee benefit plans:</b>                                  |                   |                  |                  |                  |               |               |                  |
| Bond/equity mutual funds  | 251               | -                | -                | -                | -             | -             | 251              |
| Equity mutual funds   | 294               | -                | -                | -                | -             | -             | 294              |
| Income mutual funds   | 51                | -                | -                | -                | -             | -             | 51               |
|   | <u>596</u>        | <u>-</u>         | <u>-</u>         | <u>-</u>         | <u>-</u>      | <u>-</u>      | <u>596</u>       |
| <b>Total investments</b>  | <u>\$ 164,773</u> | <u>\$ 22,434</u> | <u>\$ 12,416</u> | <u>\$ 33,277</u> | <u>\$ 986</u> | <u>\$ 244</u> | <u>\$ 95,416</u> |
| <b>% of Total</b>   | 100%              | 14%              | 7%               | 20%              | 1%            | 0%            | 58%              |

| <b>Credit Risk of Debt Securities</b><br><b>As of June 30, 2017</b><br>(Dollars in Thousands) |                   |                  |                  |                 |                  |
|---|-------------------|------------------|------------------|-----------------|------------------|
| <b>Investment Type</b>  | <b>Fair Value</b> | <b>AA</b>        | <b>A</b>         | <b>BBB</b>      | <b>Unrated</b>   |
| Local government investment pool  | \$ 89,366         | \$ -             | \$ -             | \$ -            | \$ 89,366        |
| Corporate notes and bonds   | 24,858            | 5,866            | 14,471           | 4,521           | -                |
| Federal agency coupon securities  | 18,917            | 18,917           | -                | -               | -                |
| Certificate of deposit  | 2,460             | -                | -                | -               | 2,460            |
|   | <u>135,601</u>    | <u>24,783</u>    | <u>14,471</u>    | <u>4,521</u>    | <u>91,826</u>    |
| <b>Investments held on behalf of employee benefit plans:</b>                                  |                   |                  |                  |                 |                  |
| Bond/equity mutual funds  | 298               | -                | -                | -               | 298              |
| Equity mutual funds   | 291               | -                | -                | -               | 291              |
| Income mutual funds   | 57                | -                | -                | -               | 57               |
|   | <u>646</u>        | <u>-</u>         | <u>-</u>         | <u>-</u>        | <u>646</u>       |
| Bank of New York Mellon trust acct  | 4                 | -                | -                | -               | 4                |
| <b>Total investments</b>  | <u>\$ 136,251</u> | <u>\$ 24,783</u> | <u>\$ 14,471</u> | <u>\$ 4,521</u> | <u>\$ 92,476</u> |
| <b>% of Total</b>   | 100%              | 18%              | 11%              | 3%              | 68%              |



**Concentration of Credit Risk** – The University’s investment policy addresses diversification of investments. GASB Statement 40 requires reporting entities to provide note disclosure when 5% of the total government investments are concentrated in any one issuer. Investments in obligations explicitly guaranteed by the U.S. Government, mutual funds, and other pooled investments are exempt from disclosure. As of June 30, 2018 and 2017, the University has no 5% issuer concentrations.

**Interest Rate Risk** – The University’s investment policy provides the maximum maturity of any security purchased of five years and the average weighted maturity of any managed portfolio is not to exceed three years. 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 17% of total investments are invested in securities with maturities longer than one year as of June 30, 2018.

| Investment Maturities In Years<br>As of June 30, 2018<br>(Dollars in Thousands) |                   |                   |                  |
|---|-------------------|-------------------|------------------|
| Investment Type   | Fair Value        | Less than 1       | 1 to 5           |
| Local government investment pool  | \$ 82,282         | \$ 82,282         | \$ -             |
| Certificate of deposit  | 2,198             | 1,712             | 486              |
| Commercial paper  | 499               | 499               | -                |
| Corporate bonds   | 46,655            | 26,700            | 19,955           |
| Federal agency security   | 17,760            | 10,454            | 7,306            |
| Money market fund   | 12,049            | 12,049            | -                |
| Currency  | 2,734             | 2,734             | -                |
|   | <u>164,177</u>    | <u>136,430</u>    | <u>27,747</u>    |
| <b>Investments held on behalf of employee benefit plans:</b>                    |                   |                   |                  |
| Bond/Equity mutual funds  | 251               | -                 | 251              |
| Equity mutual funds   | 294               | -                 | 294              |
| Income mutual funds   | 51                | -                 | 51               |
|   | <u>596</u>        | <u>-</u>          | <u>596</u>       |
| <b>Total investments</b>  | <u>\$ 164,773</u> | <u>\$ 136,430</u> | <u>\$ 28,343</u> |



| Investment Maturities In Years<br>As of June 30, 2017<br>(Dollars in Thousands) |                   |                  |                  |
|---|-------------------|------------------|------------------|
| Investment Type   | Fair Value        | Less than 1      | 1 to 5           |
| Local government investment pool  | \$ 89,366         | \$ 89,366        | \$ -             |
| Corporate notes and bonds   | 24,858            | 2,324            | 22,534           |
| Federal agency coupon securities  | 18,917            | -                | 18,917           |
| Certificate of deposit  | 2,460             | -                | 2,460            |
|   | 135,601           | 91,690           | 43,911           |
| <b>Investments held on behalf of employee benefit plans:</b>                    |                   |                  |                  |
| Bond/Equity mutual funds  | 298               | -                | 298              |
| Equity mutual funds   | 291               | -                | 291              |
| Income mutual funds   | 57                | -                | 57               |
|   | 646               | -                | 646              |
| Bank of New York Mellon trust acct  | 4                 | -                | 4                |
| <b>Total investments</b>  | <b>\$ 136,251</b> | <b>\$ 91,690</b> | <b>\$ 44,561</b> |

**Investment Custodial Credit Risk** - The University's investment securities are exposed to custodial credit risk if the securities are (i) uninsured, (ii) not registered in the name of the University, or (iii) 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.



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**Fair Value Measurement** – The University categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The University has the following recurring fair value measurements as of June 30:

| Fair Value Measurement<br>As of June 30, 2018<br>(Dollars in Thousands) |                  |   |   |   |
|---|------------------|---|---|---|
| Investment Type   | June 30, 2018    | Quoted Prices In<br>Active Markets for<br>Identical Assets<br>(Level 1) | Significant Other<br>Observable Inputs<br>(Level 2) | Significant<br>Unobservable Inputs<br>(Level 3) |
| Certificate of deposit  | \$ 2,198         | \$ 1,703  | \$ 495  | \$ -  |
| Commercial paper  | 499              | -   | 499   | -   |
| Corporate bonds   | 46,655           | 46,655  | -   | -   |
| Federal agency security   | 17,760           | 17,760  | -   | -   |
| Money market fund   | 12,049           | 8,500   | 3,549   | -   |
| Currency  | 2,734            | 2,734   | -   | -   |
|   | <u>81,895</u>    | <u>77,352</u>   | <u>4,543</u>  | <u>-</u>  |
| <b>Investments held on behalf of employee benefit plans:</b>            |                  |   |   |   |
| Bond/Equity mutual funds  | 251              | 251   | -   | -   |
| Equity mutual funds   | 294              | 294   | -   | -   |
| Income mutual funds   | 51               | 51  | -   | -   |
|   | <u>596</u>       | <u>596</u>  | <u>-</u>  | <u>-</u>  |
| <b>Total investments measured at fair value</b>                         | <b>\$ 82,491</b> | <b>\$ 77,948</b>  | <b>\$ 4,543</b>                                     | <b>\$ -</b>                                     |

| Fair Value Measurement<br>As of June 30, 2017<br>(Dollars in Thousands) |                  |   |   |   |
|---|------------------|---|---|---|
| Investment Type   | June 30, 2017    | Quoted Prices In<br>Active Markets for<br>Identical Assets<br>(Level 1) | Significant Other<br>Observable Inputs<br>(Level 2) | Significant<br>Unobservable Inputs<br>(Level 3) |
| Corporate notes and bonds   | \$ 24,858        | \$ 15,242   | \$ 9,616  | \$ -  |
| Federal agency coupon securities  | 18,917           | 18,917  | -   | -   |
| Certificate of deposit  | 2,460            | 2,460   | -   | -   |
|   | <u>46,235</u>    | <u>36,619</u>   | <u>9,616</u>  | <u>-</u>  |
| <b>Investments held on behalf of employee benefit plans:</b>            |                  |   |   |   |
| Bond/Equity mutual funds  | 298              | 298   | -   | -   |
| Equity mutual funds   | 291              | 291   | -   | -   |
| Income mutual funds   | 57               | 57  | -   | -   |
|   | <u>646</u>       | <u>646</u>  | <u>-</u>  | <u>-</u>  |
| <b>Total investments measured at fair value</b>                         | <b>\$ 46,881</b> | <b>\$ 37,265</b>  | <b>\$ 9,616</b>                                     | <b>\$ -</b>                                     |

The Idaho State Treasurer and State of Idaho deposits do not meet the criteria of Statement 72 and are exempt from the level categories. The balances as of June 30, 2018 and 2017 were \$82,282,000 and \$89,366,000 respectively.



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

Accounts receivable and unbilled charges refer to the portion due to the University, as of June 30, 2018 and 2017, by various customers, students, and constituencies of the University as a result of providing services to said groups. Amounts due to the University are reviewed on a quarterly basis for collectability; the allowance for doubtful accounts is adjusted to reflect what management deems to be collectable.

| <b>Accounts Receivable and Unbilled Charges as of June 30</b> |                  |                  |
|---|------------------|------------------|
| <b>(Dollars in Thousands)</b>                                 |                  |                  |
|   | <b>2018</b>      | <b>2017</b>      |
| Student fees & third party receivables                        | \$ 10,168        | \$ 13,437        |
| Unbilled charges  | 8,592            | 9,860            |
| Auxiliary enterprises and other operating activities          | 1,807            | 2,088            |
| Federal, state, and private grants and contracts              | 1,863            | 4,120            |
| <b>Accounts receivable and unbilled charges</b>               | <b>22,430</b>    | <b>29,505</b>    |
| Less allowance for doubtful accounts                          | (3,174)          | (3,554)          |
| <b>Accounts receivable and unbilled charges, net</b>          | <b>\$ 19,256</b> | <b>\$ 25,951</b> |



#### 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, 2018 and 2017. The Program provides a cancellation benefit to borrowers at rates of 12.5% to 30% per year up to a maximum of 100% if the participant complies with certain provisions. The Federal Government reimburses the University for amounts cancelled under these provisions. However, since 2009 the Federal Government has not appropriated funds to reimburse cancellations. Loans receivable from students bear interest at rates ranging from 5% to 10% and are generally repayable in installments to the University over a 5 to 10 year period commencing 3 or 9 months after the date of separation from the University. The University outsources the loan servicing to a third party vendor. An allowance has been established for the University’s portion of the loans that have been deemed uncollectible. 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, 2018.

| <b>Student Loans Receivable as of June 30</b> |                  |                  |
|---|------------------|------------------|
| <b>(Dollars in Thousands)</b>                 |                  |                  |
|   | <b>2018</b>      | <b>2017</b>      |
| Student loans receivable - current            | \$ 1,988         | \$ 2,078         |
| Student loans receivable - non-current        | 9,306            | 9,190            |
| <b>Student loans receivable</b>               | <b>11,294</b>    | <b>11,268</b>    |
| Less allowance for doubtful accounts          | (567)            | (99)             |
| <b>Student loans receivable, net</b>          | <b>\$ 10,727</b> | <b>\$ 11,169</b> |



**5. CAPITAL ASSETS, NET**

Following are the changes in capital assets for the fiscal year ended June 30, 2018:

| <b>Changes in Capital Assets</b><br><b>As of June 30, 2018</b><br><i>(Dollars in Thousands)</i> |                          |                  |                   |                   |                          |
|---|--------------------------|------------------|-------------------|-------------------|--------------------------|
|   | Balance<br>June 30, 2017 | Additions        | Transfers         | Retirements       | Balance<br>June 30, 2018 |
| <b>Capital assets not being depreciated:</b>  |                          |                  |                   |                   |                          |
| Land  | \$ 67,777                | \$ 3,300         | \$ -              | \$ -              | \$ 71,077                |
| Construction in progress  | 4,656                    | 25,417           | (5,227)           | -                 | 24,846                   |
| <b>Total assets not being depreciated</b>   | <u>\$ 72,433</u>         | <u>\$ 28,717</u> | <u>\$ (5,227)</u> | <u>\$ -</u>       | <u>\$ 95,923</u>         |
| <b>Other capital assets:</b>  |                          |                  |                   |                   |                          |
| Buildings and improvements  | \$ 593,357               | \$ 65,357        | \$ 4,470          | \$ (13,885)       | \$ 649,299               |
| Furniture and equipment   | 72,550                   | 4,353            | 757               | (2,130)           | 75,530                   |
| Library materials   | 31,855                   | 1,728            | -                 | (2,330)           | 31,253                   |
| Intangibles   | 12,111                   | -                | -                 | -                 | 12,111                   |
| <b>Total other capital assets</b>   | <u>709,873</u>           | <u>71,438</u>    | <u>5,227</u>      | <u>(18,345)</u>   | <u>768,193</u>           |
| <b>Less accumulated depreciation:</b>   |                          |                  |                   |                   |                          |
| Buildings and improvements  | (218,484)                | (17,775)         | -                 | 5,599             | (230,660)                |
| Furniture and equipment   | (54,059)                 | (5,290)          | -                 | 2,048             | (57,301)                 |
| Library materials   | (24,296)                 | (1,550)          | -                 | 1,990             | (23,856)                 |
| Intangibles   | (7,064)                  | (1,853)          | -                 | -                 | (8,917)                  |
| <b>Total accumulated depreciation</b>   | <u>(303,903)</u>         | <u>(26,468)</u>  | <u>-</u>          | <u>9,637</u>      | <u>(320,734)</u>         |
| <b>Other capital assets, net</b>  | <u>\$ 405,970</u>        | <u>\$ 44,970</u> | <u>\$ 5,227</u>   | <u>\$ (8,708)</u> | <u>\$ 447,459</u>        |
| <b>Capital assets summary:</b>  |                          |                  |                   |                   |                          |
| Capital assets not being depreciated  | \$ 72,433                | \$ 28,717        | \$ (5,227)        | \$ -              | \$ 95,923                |
| Other capital assets at cost  | 709,873                  | 71,438           | 5,227             | (18,345)          | 768,193                  |
| <b>Total cost of capital assets</b>   | <u>782,306</u>           | <u>100,155</u>   | <u>-</u>          | <u>(18,345)</u>   | <u>864,116</u>           |
| <b>Less accumulated depreciation</b>  | <u>(303,903)</u>         | <u>(26,468)</u>  | <u>-</u>          | <u>9,637</u>      | <u>(320,734)</u>         |
| <b>Capital assets, net</b>  | <u>\$ 478,403</u>        | <u>\$ 73,687</u> | <u>\$ -</u>       | <u>\$ (8,708)</u> | <u>\$ 543,382</u>        |

In addition to accounts payable for construction costs, the estimated cost to complete property authorized or under construction at June 30, 2018 is \$ 63,836,194. These costs will be funded by 2017A and 2018A bond proceeds, private and state donations, and available reserves.



Following are the changes in capital assets for the year ended June 30, 2017:

| <b>Changes in Capital Assets</b><br><b>As of June 30, 2017</b><br><i>(Dollars in Thousands)</i> |                          |                    |                   |                   |                          |
|---|--------------------------|--------------------|-------------------|-------------------|--------------------------|
|   | Balance<br>June 30, 2016 | Additions          | Transfers         | Retirements       | Balance<br>June 30, 2017 |
| <b>Capital assets not being depreciated:</b>  |                          |                    |                   |                   |                          |
| Land  | \$ 67,427                | \$ 350             | \$ -              | \$ -              | \$ 67,777                |
| Construction in progress  | 1,883                    | 7,503              | (4,730)           | -                 | 4,656                    |
| <b>Total assets not being depreciated</b>   | <u>\$ 69,310</u>         | <u>\$ 7,853</u>    | <u>\$ (4,730)</u> | <u>\$ -</u>       | <u>\$ 72,433</u>         |
| <b>Other capital assets:</b>  |                          |                    |                   |                   |                          |
| Buildings and improvements  | \$ 579,130               | \$ 10,073          | \$ 4,476          | \$ (322)          | \$ 593,357               |
| Furniture and equipment   | 71,613                   | 3,240              | 254               | (2,557)           | 72,550                   |
| Library materials   | 32,324                   | 1,788              | -                 | (2,257)           | 31,855                   |
| Intangibles   | 28,187                   | -                  | -                 | (16,076)          | 12,111                   |
| <b>Total other capital assets</b>   | <u>711,254</u>           | <u>15,101</u>      | <u>4,730</u>      | <u>(21,212)</u>   | <u>709,873</u>           |
| <b>Less accumulated depreciation:</b>   |                          |                    |                   |                   |                          |
| Buildings and improvements  | (201,808)                | (16,995)           | -                 | 319               | (218,484)                |
| Furniture and equipment   | (51,062)                 | (5,373)            | -                 | 2,376             | (54,059)                 |
| Library materials   | (24,623)                 | (1,585)            | -                 | 1,912             | (24,296)                 |
| Intangibles   | (20,444)                 | (1,853)            | -                 | 15,233            | (7,064)                  |
| <b>Total accumulated depreciation</b>   | <u>(297,937)</u>         | <u>(25,806)</u>    | <u>-</u>          | <u>19,840</u>     | <u>(303,903)</u>         |
| <b>Other capital assets, net</b>  | <u>\$ 413,317</u>        | <u>\$ (10,705)</u> | <u>\$ 4,730</u>   | <u>\$ (1,372)</u> | <u>\$ 405,970</u>        |
| <b>Capital assets summary:</b>  |                          |                    |                   |                   |                          |
| Capital assets not being depreciated  | \$ 69,310                | \$ 7,853           | \$ (4,730)        | \$ -              | \$ 72,433                |
| Other capital assets at cost  | 711,254                  | 15,101             | 4,730             | (21,212)          | 709,873                  |
| <b>Total cost of capital assets</b>   | <u>780,564</u>           | <u>22,954</u>      | <u>-</u>          | <u>(21,212)</u>   | <u>782,306</u>           |
| <b>Less accumulated depreciation</b>  | <u>(297,937)</u>         | <u>(25,806)</u>    | <u>-</u>          | <u>19,840</u>     | <u>(303,903)</u>         |
| <b>Capital assets, net</b>  | <u>\$ 482,627</u>        | <u>\$ (2,852)</u>  | <u>\$ -</u>       | <u>\$ (1,372)</u> | <u>\$ 478,403</u>        |

**6. DEFERRED OUTFLOWS AND DEFERRED INFLOWS OF RESOURCES*****Deferred Outflows of Resources***

Following are the changes in deferred outflows related to refunding of debt (representing the difference between the reacquisition price and the net carrying amount of the original debt) and related to pensions for the years ended June 30, 2018 and 2017.

| Deferred Outflows of Resource<br>As of June 30, 2018<br>(Dollars in Thousands) |                                    |                 |                   |                                    |
|--|------------------------------------|-----------------|-------------------|------------------------------------|
|  | Ending<br>Balance<br>June 30, 2017 | Additions       | Reductions        | Ending<br>Balance<br>June 30, 2018 |
| <b>Deferred outflows of resources:</b>   |                                    |                 |                   |                                    |
| Deferred outflows of resources related to refunding of debt:                   |                                    |                 |                   |                                    |
| 2004-2012A Bond refunding  | \$ 964                             | \$ -            | \$ (61)           | \$ 903                             |
| 2005-2013A Bond refunding  | 422                                | -               | (28)              | 394                                |
| 2005-2013B Bond refunding  | 350                                | -               | (61)              | 289                                |
| 2007A-2015 Bond refunding  | 601                                | -               | (30)              | 571                                |
| 2007A-2016 Bond refunding  | 2,095                              | -               | (106)             | 1,989                              |
| 2009A-2016 Bond refunding  | 2,044                              | -               | (94)              | 1,950                              |
| <b>Total deferred outflows of resources related to refunding of debt</b>       | <b>6,476</b>                       | <b>-</b>        | <b>(380)</b>      | <b>6,096</b>                       |
| Deferred outflows of resources related to pensions                             | 8,764                              | 5,405           | (8,494)           | 5,675                              |
| Deferred outflows of resources related to other post employment benefits       | -                                  | 869             | -                 | 869                                |
| <b>Total deferred outflows of resources</b>                                    | <b>\$ 15,240</b>                   | <b>\$ 6,274</b> | <b>\$ (8,874)</b> | <b>\$ 12,640</b>                   |

| Deferred Outflows of Resource<br>As of June 30, 2017<br>(Dollars in Thousands) |                                    |                 |                   |                                    |
|--|------------------------------------|-----------------|-------------------|------------------------------------|
|  | Ending<br>Balance<br>June 30, 2016 | Additions       | Reductions        | Ending<br>Balance<br>June 30, 2017 |
| <b>Deferred outflows of resources:</b>   |                                    |                 |                   |                                    |
| Deferred outflows of resources related to refunding of debt:                   |                                    |                 |                   |                                    |
| 2004-2012A Bond refunding  | \$ 1,026                           | \$ -            | \$ (62)           | \$ 964                             |
| 2007A Bond refunding   | 558                                | -               | (558)             | -                                  |
| 2005-2013A Bond refunding  | 448                                | -               | (26)              | 422                                |
| 2005-2013B Bond refunding  | 411                                | -               | (61)              | 350                                |
| 2007A-2015 Bond refunding  | 632                                | -               | (31)              | 601                                |
| 2007B-2015 Bond refunding  | 538                                | -               | (538)             | -                                  |
| 2007A-2016 Bond refunding  | 2,200                              | -               | (105)             | 2,095                              |
| 2009A-2016 Bond refunding  | 3,212                              | -               | (1,168)           | 2,044                              |
| 2007A-2017 Bond refunding  | -                                  | 322             | (322)             | -                                  |
| <b>Total deferred outflows of resources related to refunding of debt</b>       | <b>9,025</b>                       | <b>322</b>      | <b>(2,871)</b>    | <b>6,476</b>                       |
| Deferred outflows of resources related to pensions                             | 3,600                              | 8,336           | (3,172)           | 8,764                              |
| <b>Total deferred outflows of resources</b>                                    | <b>\$ 12,625</b>                   | <b>\$ 8,658</b> | <b>\$ (6,043)</b> | <b>\$ 15,240</b>                   |

**Deferred Inflows of Resources**

Deferred inflows of resources includes grant and contract revenue received for which all eligibility requirements have been met except for the passage of time, and deferred inflows of resources related to pensions.

| Deferred Inflows of Resources<br>As of June 30, 2018<br>(Dollars in Thousands) |                                    |                  |                   |                                    |
|--|------------------------------------|------------------|-------------------|------------------------------------|
|  | Ending<br>Balance<br>June 30, 2017 | Additions        | Reductions        | Ending<br>Balance<br>June 30, 2018 |
| <b>Deferred inflows of resources:</b>  |                                    |                  |                   |                                    |
| Deferred inflows of resources related to grants                                | \$ 283                             | \$ 157           | \$ (283)          | \$ 157                             |
| Deferred inflows of resources related to pensions                              | 2,111                              | 896              | (621)             | 2,386                              |
| Deferred inflows of resources related to service concession arrangements       | -                                  | 43,205           | (753)             | 42,452                             |
| <b>Total deferred inflows of resources</b>                                     | <b>\$ 2,394</b>                    | <b>\$ 44,258</b> | <b>\$ (1,657)</b> | <b>\$ 44,995</b>                   |

| Deferred Inflows of Resources<br>As of June 30, 2017<br>(Dollars in Thousands) |                                    |                 |                   |                                    |
|--|------------------------------------|-----------------|-------------------|------------------------------------|
|  | Ending<br>Balance<br>June 30, 2016 | Additions       | Reductions        | Ending<br>Balance<br>June 30, 2017 |
| <b>Deferred inflows of resources:</b>  |                                    |                 |                   |                                    |
| Deferred inflows of resources related to grants                                | \$ 725                             | \$ 2,124        | \$ (2,566)        | \$ 283                             |
| Deferred inflows of resources related to pensions                              | 3,505                              | 2,340           | (3,734)           | 2,111                              |
| <b>Total deferred inflows of resources</b>                                     | <b>\$ 4,230</b>                    | <b>\$ 4,464</b> | <b>\$ (6,300)</b> | <b>\$ 2,394</b>                    |



## 7. UNEARNED REVENUE AND LONG-TERM LIABILITIES

### Unearned Revenue

Unearned revenue includes amounts received for event ticket sales for which the event has not occurred as of the end of the fiscal year, auxiliary enterprise revenue received but not yet earned, student tuition and fees, grant and contract revenue not meeting eligibility requirements, and other amounts received prior to the end of the fiscal year that will be earned in subsequent years. Student tuition and fees represent the portion of summer school revenues related to the number of days of instruction in the subsequent fiscal year and prepaid future semester fees.

| <b>Unearned Revenue</b>                        |                  |                  |
|--|------------------|------------------|
| <b>As of June 30, 2018</b>                     |                  |                  |
| <b>(Dollars in Thousands)</b>                  |                  |                  |
|  | <b>2018</b>      | <b>2017</b>      |
| Prepaid ticket sales and auxiliary enterprises | \$ 7,873         | \$ 8,685         |
| Student tuition and fees                       | 5,889            | 6,119            |
| Grants and contracts                           | 1,899            | 938              |
| Other unearned revenue                         | 718              | 500              |
| <b>Unearned revenue</b>                        | <b>\$ 16,379</b> | <b>\$ 16,242</b> |

**Long Term Liabilities**

Following are the changes to 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, 2018 and 2017:

| Long-Term Liabilities<br>As of June 30, 2018<br>(Dollars in Thousands) |                                    |                  |                    |                                    |                                   |
|--|------------------------------------|------------------|--------------------|------------------------------------|-----------------------------------|
|  | Ending<br>Balance<br>June 30, 2017 | Additions        | Reductions         | Ending<br>Balance<br>June 30, 2018 | Amounts<br>due within<br>one year |
| <b>Long-term debt:</b>   |                                    |                  |                    |                                    |                                   |
| Bonds payable  | \$ 221,310                         | \$ 18,465        | \$ (8,495)         | \$ 231,280                         | \$ 10,100                         |
| Premium on bonds   | 21,347                             | 1,963            | (2,711)            | 20,599                             | -                                 |
| Capital lease obligations - component unit                             | 4,093                              | -                | (4,093)            | -                                  | -                                 |
| <b>Total long-term debt</b>  | <b>246,750</b>                     | <b>20,428</b>    | <b>(15,299)</b>    | <b>251,879</b>                     | <b>10,100</b>                     |
| <b>Other liabilities:</b>  |                                    |                  |                    |                                    |                                   |
| Non-current unearned revenue   | 2,877                              | -                | (778)              | 2,099                              | -                                 |
| Other post employment benefits   | 11,909                             | 14,591           | -                  | 26,500                             | -                                 |
| Net pension liability  | 19,246                             | -                | (4,290)            | 14,956                             | -                                 |
| Non-current other  | 785                                | 41               | (230)              | 596                                | -                                 |
| <b>Total other liabilities</b>   | <b>34,817</b>                      | <b>14,632</b>    | <b>(5,298)</b>     | <b>44,151</b>                      | <b>-</b>                          |
| <b>Long-term liabilities</b>   | <b>\$ 281,567</b>                  | <b>\$ 35,060</b> | <b>\$ (20,597)</b> | <b>\$ 296,030</b>                  | <b>\$ 10,100</b>                  |

| Long-Term Liabilities<br>As of June 30, 2017<br>(Dollars in Thousands) |                                    |                  |                    |                                    |                                   |
|--|------------------------------------|------------------|--------------------|------------------------------------|-----------------------------------|
|  | Ending<br>Balance<br>June 30, 2016 | Additions        | Reductions         | Ending<br>Balance<br>June 30, 2017 | Amounts<br>due within<br>one year |
| <b>Long-term debt:</b>   |                                    |                  |                    |                                    |                                   |
| Bonds payable  | \$ 206,925                         | \$ 67,860        | \$ (53,475)        | \$ 221,310                         | \$ 8,495                          |
| Premium on bonds   | 13,844                             | 9,895            | (2,392)            | 21,347                             | -                                 |
| Capital lease obligations - component unit                             | 4,924                              | -                | (831)              | 4,093                              | 470                               |
| <b>Total long-term debt</b>  | <b>225,693</b>                     | <b>77,755</b>    | <b>(56,698)</b>    | <b>246,750</b>                     | <b>8,965</b>                      |
| <b>Other liabilities:</b>  |                                    |                  |                    |                                    |                                   |
| Non-current unearned revenue   | 997                                | 2,018            | (138)              | 2,877                              | -                                 |
| Net other post employment benefits                                     | 10,519                             | 1,390            | -                  | 11,909                             | -                                 |
| Net pension liability  | 12,653                             | 6,593            | -                  | 19,246                             | -                                 |
| Non-current other  | 928                                | -                | (143)              | 785                                | 140                               |
| <b>Total other liabilities</b>   | <b>25,097</b>                      | <b>10,001</b>    | <b>(281)</b>       | <b>34,817</b>                      | <b>140</b>                        |
| <b>Long-term liabilities</b>   | <b>\$ 250,790</b>                  | <b>\$ 87,756</b> | <b>\$ (56,979)</b> | <b>\$ 281,567</b>                  | <b>\$ 9,105</b>                   |

**8. BONDS AND NOTES PAYABLE**

The University issues bonds to finance a portion of the construction of academic and auxiliary facilities. The University is required by bonding resolution to establish a Rebate Fund to be held and administered by the University, separate and apart from other funds and accounts of the University. The University shall make deposits into the Rebate Fund of all amounts necessary to make payments of arbitrage due to the United States. The University had no arbitrage liability as of June 30, 2018 and 2017. All bonds are at parity. Management believes the University is in compliance with all bond covenants as of June 30, 2018 and 2017. During the fiscal year ended June 30, 2018, the University issued \$18,465,000, at par, of tax-exempt General Revenue Project Bonds, Series 2018A to fund the Material Science building and to acquire the Alumni and Friends Center.

**Bonds Payable** – Bonds payable include the following:

| <b>Bonds Payable</b><br><b>As of June 30, 2018</b><br><b>(Dollars in Thousands)</b> |                            |  |  |                      |                                 |                                 |  |
|---|----------------------------|--|--|----------------------|---------------------------------|---------------------------------|--|
| <b>Bond Issue</b>   | <b>Original Face Value</b> | <b>Range of Annual Principal Amounts</b> | <b>Range of Semi-Annual Interest Percentages</b> | <b>Maturity Date</b> | <b>Outstanding Balance 2018</b> | <b>Outstanding Balance 2017</b> |  |
| General Revenue Bonds, Series 2018A   | \$ 18,465                  | \$330 - \$895                            | 1.53% - 3.78%                                    | 2048                 | \$ 18,465                       | \$ -                            |  |
| General Revenue Bonds, Series 2017A   | \$ 67,860                  | \$640 - \$4,525                          | 2.00% - 5.00%                                    | 2047                 | 67,220                          | 67,860                          |  |
| General Revenue Bonds, Series 2016A   | \$ 66,145                  | \$930 - \$5,470                          | 3.00% - 5.00%                                    | 2039                 | 65,215                          | 66,145                          |  |
| General Revenue Bonds, Series 2015A   | \$ 31,210                  | \$700 - \$2,280                          | 2.00% - 5.00%                                    | 2037                 | 28,680                          | 29,380                          |  |
| General Revenue Bonds, Series 2013A   | \$ 14,195                  | \$65 - \$1,300                           | 2.00% - 5.00%                                    | 2033                 | 11,060                          | 11,675                          |  |
| General Revenue Bonds, Series 2013B   | \$ 11,760                  | \$550 - \$2,575                          | 0.67% - 2.84%                                    | 2023                 | 4,850                           | 7,380                           |  |
| General Revenue Bonds, Series 2012A   | \$ 33,330                  | \$305 - \$3,455                          | 2.00% - 5.00%                                    | 2042                 | 23,100                          | 25,070                          |  |
| General Revenue Bonds, Series 2010B   | \$ 12,895                  | \$325 - \$ 795                           | 3.94% - 6.31%                                    | 2040                 | 11,890                          | 12,235                          |  |
| General Revenue Bonds, Series 2009A   | \$ 42,595                  | \$720 - \$2,870                          | 3.25% - 5.00%                                    | 2039                 | 800                             | 1,565                           |  |
| Bonds before premium  |                            |  |  |                      | 231,280                         | 221,310                         |  |
| Premium on bonds  |                            |  |  |                      | 20,599                          | 21,347                          |  |
| <b>Total bonds outstanding</b>  |                            |  |  |                      | <b>\$ 251,879</b>               | <b>\$ 242,657</b>               |  |





**Bonds Payable** – Principal and interest maturities as of June 30, 2018 are as follows:

| Bond Principal and Interest<br>As of June 30, 2018<br>(Dollars in Thousands) |           |         |          |         |            |
|--|-----------|---------|----------|---------|------------|
|  | Principal |         | Interest |         | Total      |
| 2019   | \$        | 10,100  | \$       | 10,363  | \$ 20,463  |
| 2020   |           | 10,605  |          | 9,988   | 20,593     |
| 2021   |           | 10,565  |          | 9,504   | 20,069     |
| 2022   |           | 10,720  |          | 9,014   | 19,734     |
| 2023   |           | 9,780   |          | 8,589   | 18,369     |
| 2024-2028  |           | 43,200  |          | 36,433  | 79,633     |
| 2029-2033  |           | 52,695  |          | 25,603  | 78,298     |
| 2034-2038  |           | 56,500  |          | 12,597  | 69,097     |
| 2039-2043  |           | 16,645  |          | 4,490   | 21,135     |
| 2044-2048  |           | 10,470  |          | 1,450   | 11,920     |
|  |           |         |          |         |            |
| Total  | \$        | 231,280 | \$       | 128,031 | \$ 359,311 |

**Extinguished Debt** – As of June 30, 2018, debt in the amount of \$25,195,000 is considered extinguished through advanced refunding of prior issues by a portion of the current issues. The refunded bonds (Series 2009A General Revenue Bonds) had an original issue amount of \$42,595,000. Escrowed funds are held in trust in the amount of \$26,169,873 for the payment of maturities on these refunded bonds. 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:

| <b>Pledged Revenues</b><br><b>As of June 30, 2018</b><br><b>(Dollars in Thousands)</b> |                   |
|--|-------------------|
| <b>Pledged revenues</b>  |                   |
| Student fees   | \$ 168,638        |
| Rentals  | 13,057            |
| Residence dining income  | 6,737             |
| Other  | 4,529             |
| Sales & service  | 46,836            |
| F&A recovery   | 6,064             |
| Investment income  | 2,586             |
| <b>Total pledged revenue</b>   | <b>248,447</b>    |
| Less operations and maintenance  | (77,481)          |
| <b>Pledged revenues, net</b>   | <b>\$ 170,966</b> |
| <b>Debt service</b>  | <b>\$ 18,425</b>  |
| <b>Debt service coverage</b>   | <b>928%</b>       |
| <b>Coverage requirement</b>  | <b>110%</b>       |



## 9. LEASE OBLIGATIONS

**Capital Lease Obligations** – In 2015, the University entered into a ten-year agreement with the Foundation to lease a portion of the Alumni and Friends Center. During the fiscal year 2018 the University agreed to pay the remaining amounts due under the lease agreement and the Alumni and Friends Center was donated to the University.

**Operating Lease Obligations** - The University has entered into various non-cancellable operating lease agreements covering certain space and equipment. The lease terms range from one to ten years. The expense for operating leases was \$1.2 million for the year ended June 30, 2018 and \$985 thousand for the year ended June 30, 2017.

Future minimum lease payments on non-cancellable operating leases at June 30, 2018 are as follows:

| Future Minimum Operating Lease Obligations<br>As of June 30, 2018<br>(Dollars in Thousands) |                 |
|---|-----------------|
| 2019  | \$ 824          |
| 2020  | 424             |
| 2021  | 281             |
| 2022  | 141             |
| 2023  | 86              |
| Thereafter  | 21              |
| <b>Total future minimum operating lease obligations</b>                                     | <b>\$ 1,777</b> |

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

**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 professional employees. The ORP is governed by Idaho Code, Sections 33-107A and 33-107B.

New faculty and professional employees hired on or after July 1, 1990 are automatically enrolled in the ORP. Vendor options include Teachers Insurance and Annuity Association/Consolidated Retirement Equities Fund (TIAA-CREF) and Variable Annuity Life Insurance Corporation (VALIC). Faculty and professional employees hired before July 1, 1990 had a one-time opportunity to enroll in the ORP.

Participants are immediately vested in both their contributions as well as the University's contributions to their account upon enrollment. Retirement benefits are available either as a lump sum or any portion thereof upon attaining 55 years of age.

The employee contribution requirement for the ORP is based on a percentage of total covered compensation. Employer contributions are determined by the State of Idaho. Approximately 2,042 employees contribute to this plan.

Although enrollees in the ORP no longer actively participate in PERSI, the University is required to contribute to the PERSI Base Plan through July 1, 2025. During the fiscal years ended June 30, 2018, 2017, and 2016, this supplemental funding payment to PERSI was \$1,944,563, \$1,852,748, and \$1,681,494, 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:

| <b>ORP Contributions<br/>(Dollars in Thousands)</b> |                  |                  |                  |
|---|------------------|------------------|------------------|
|   | <b>2018</b>      | <b>2017</b>      | <b>2016</b>      |
| University contribution                             | \$ 12,143        | \$ 11,560        | \$ 10,480        |
| Employee contribution                               | 9,128            | 8,691            | 7,891            |
| <b>Total contribution</b>                           | <b>\$ 21,271</b> | <b>\$ 20,251</b> | <b>\$ 18,371</b> |
| University contribution rate                        | 9.27%            | 9.26%            | 9.26%            |
| Employee contribution rate                          | 6.97%            | 6.97%            | 6.97%            |



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

**401(k) - PERSI Choice Plan (PCP)** – This is only available to active PERSI members that work 20 hours/week for five or more months. The Choice Plan contains employee gain sharing distributions, any voluntary employee contributions made, and the earnings on those funds. Approximately 168 employees contribute to this plan.

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

**403(b) Plan** – The 403(b) plan is a voluntary tax-sheltered retirement plan covered under Section 403(b) of the Internal Revenue Code. All University employees are eligible to participate in this plan through a select group of vendors. The plan is funded exclusively by employee pre-tax contributions. Approximately 301 employees contribute to this plan.

**Roth 403(b) Plan** – The Roth 403(b) is an after-tax saving option through payroll deduction with tax-free withdrawals of interest and earnings at retirement. All University employees are eligible to participate in this plan. Approximately 90 employees contribute to this plan.

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

Supplemental Retirement Plan Contributions are as follows:

| Supplemental Contributions<br>As of June 30, 2018<br>(Dollars in Thousands) |            |     |          |          |             |        |
|---|------------|-----|----------|----------|-------------|--------|
|   | 401(k)-PCP |     | 403(b)   | 457(b)   | Roth 403(b) | 403(b) |
| Employee contribution   | \$         | 401 | \$ 2,366 | \$ 1,014 | \$ 406      | \$ 29  |
| University contribution   | N/A        |     | N/A      | N/A      | N/A         | N/A    |





***Post Retirement Use of Unused Sick Leave*** – Employees who qualify for retirement under the PERSI Base Plan or the ORP are eligible to convert up to 50% of the value of their unused sick leave (with limits based on years of service) to pay for certain retiree health and/or life insurance premiums. The University partially funds these obligations by remitting 0.65% of employee gross payroll to the PERSI. The total contributions for the fiscal years ended June 30, 2018, 2017, and 2016 were \$1,060,792, \$983,052, and \$928,751, respectively.



## 11. PENSION PLANS

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

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

Membership data related to the PERSI Base Plan as of June 30, 2017 and June 30, 2016 were as follows:

| <b>PERSI Base Plan Membership Data:</b>                         | <b>2017</b> | <b>2016</b> |
|---|-------------|-------------|
| Retirees and beneficiaries currently receiving benefits         | 45,468      | 44,181      |
| Terminated employees entitled to but not yet receiving benefits | 12,669      | 12,251      |
| Active plan members   | 70,073      | 68,517      |

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

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



**Member and Employer Contributions** – Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by State statute at 60% of the employer rate. As of June 30, 2017 it was 6.79% of their annual pay. The employer contribution rate is set by the Retirement Board and was 11.32% of covered compensation. The University contributions were \$3,298,883 and \$3,345,459 for the years ended June 30, 2018 and 2017, respectively.



**Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** – At June 30, 2018 and June 30, 2017, the University reported a liability of \$14,956,169 and \$19,245,691, respectively for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017 and 2016, respectively and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The University's proportion of the net pension liability was based on the share of contributions by the University in the Base Plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2017 and 2016, the University proportion was 0.951% and 0.949%, respectively.



For the years ended June 30, 2018 and 2017, respectively, the University recognized pension expense of \$2,372,563 and \$3,327,793. At June 30, 2018 and 2017, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Sources of Deferrals<br>As of June 30, 2018<br>(Dollars in Thousands)   |                                   |                                  |
|---|-----------------------------------|----------------------------------|
|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
| Differences between expected and actual experience  | \$ -                              | \$ 1,347                         |
| Changes in assumptions or other inputs  | 277                               | -                                |
| Aggregated difference between projected and actual earnings on pension plan investments   | 2,072                             | 897                              |
| Subtotal  | 2,349                             | 2,244                            |
| Changes in the employer's proportion and the difference between the employer's contributions and the employer's proportionate contributions | 27                                | 142                              |
| The University contributions subsequent to the measurement date   | 3,299                             | -                                |
| <b>Total</b>  | <b>\$ 5,675</b>                   | <b>\$ 2,386</b>                  |

| Sources of Deferrals<br>As of June 30, 2017<br>(Dollars in Thousands)   |                                   |                                  |
|---|-----------------------------------|----------------------------------|
|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
| Differences between expected and actual experience  | \$ -                              | \$ 1,916                         |
| Changes in assumptions or other inputs  | 428                               | -                                |
| Aggregated difference between projected and actual earnings on pension plan investments   | 4,990                             | -                                |
| Subtotal  | 5,418                             | 1,916                            |
| Changes in the employer's proportion and the difference between the employer's contributions and the employer's proportionate contributions | -                                 | 195                              |
| The University contributions subsequent to the measurement date   | 3,346                             | -                                |
| <b>Total</b>  | <b>\$ 8,764</b>                   | <b>\$ 2,111</b>                  |

The University reported \$3,298,883 as deferred outflows of resources related to pensions resulting from current year employer contributions recorded subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ending June 30, 2019.

The amortization period is based on the remaining expected service lives of all employees that are provided with pensions through the System determined at the beginning of the measurement period. The amortization period was calculated at 4.9 years. The amortization of the net difference between projected and actual investment earnings is amortized over a closed 5 year period including the Base Plan's fiscal year 2017.



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

| Expense (Revenue)<br>As of June 30, 2018<br>(Dollars in Thousands) |    |       |
|--|----|-------|
| 2018   | \$ | (813) |
| 2019   |    | 1,405 |
| 2020   |    | 399   |
| 2021   |    | (886) |
| Total  | \$ | 105   |

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

The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| Actuarial Assumptions:     |                                   |
|----------------------------|-----------------------------------|
| Inflation                  | 3.25%                             |
| Salary increases           | 4.25 - 10.00%                     |
| Salary inflation           | 3.75%                             |
| Investment rate of return  | 7.10%, net of investment expenses |
| Cost-of-living adjustments | 1.00%                             |

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

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

An experience study was performed for the period July 1, 2007 through June 30, 2013 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2017 is based on the results of an actuarial valuation for that date.

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



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



| Assumptions and Policy for Asset Allocation                          |                  |   |                      |                  |
|--|------------------|---|----------------------|------------------|
| Asset Class  | Expected Return* | Expected Risk                           | Strategic Normal     | Strategic Ranges |
| Equities   |                  |   | 70%                  | 66%-77%          |
| Broad Domestic Equity  | 9.15%            | 19.00%                                  | 55%                  | 50%-65%          |
| International  | 9.25%            | 20.20%                                  | 15%                  | 10%-20%          |
| Fixed Income   | 3.05%            | 3.75%                                   | 30%                  | 23%-33%          |
| Cash   | 2.25%            | 0.90%                                   | 0%                   | 0%-5%            |
|  |                  |   |                      |                  |
| Total Fund   | Expected Return* | Expected Inflation                      | Expected Real Return | Expected Risk    |
| Actuary  | 7.00%            | 3.25%                                   | 3.75%                | N/A              |
| Portfolio  | 6.58%            | 2.25%                                   | 4.33%                | 12.67%           |
| * Expected arithmetic return net of fees and expenses                |                  | Data provided by Callan Associates 2015 |                      |                  |
|  |                  |   |                      |                  |
| <b><u>Actuarial Assumptions:</u></b>                                 |                  |   |                      |                  |
| Assumed Inflation - Mean   |                  |   |                      | 3.25%            |
| Assumed Inflation - Standard Deviation                               |                  |   |                      | 2.00%            |
|  |                  |   |                      |                  |
| Portfolio Arithmetic Mean Return                                     |                  |   |                      | 8.08%            |
|  |                  |   |                      |                  |
| Portfolio Long-Term Expected Rate of Return                          |                  |   |                      | 7.50%            |
| Less: Assumed Investment Expenses                                    |                  |   |                      | 0.40%            |
| <b>Long-Term Expected Rate of Return, Net of Investment Expenses</b> |                  |   |                      | <b>7.10%</b>     |

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2017.

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



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

| Sensitivity Analysis<br>As of June 30, 2018<br>(Dollars in Thousands) |                        |                                     |                        |  |
|---|------------------------|-------------------------------------|------------------------|--|
|   | 1% Decrease<br>(6.10%) | Current<br>Discount Rate<br>(7.10%) | 1% Increase<br>(8.10%) |  |
| Employer's proportionate share of the net pension liability (asset)   | \$ 34,761              | \$ 14,956                           | \$ 1,502               |  |

**Pension Plan Fiduciary Net Position** – Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

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

**Payables to the Pension Plan** – At June 30, 2018, the University reported payables to the defined benefit pension plan of \$131,503 for legally required employer contributions and \$78,881 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.





## 12. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

### *Summary of State Plans*

The Department of Administration administers postemployment benefits for healthcare, disability, and life insurance for retired or disabled employees of State agencies, public health districts, community colleges, and other political subdivisions that participate in the plans. The Retiree Healthcare and Long-Term Disability plans are reported as multiple-employer defined benefit plans. The Retiree Life Insurance plan is a single-employer defined benefit plan. Idaho Code Sections 67-5760 to 67-5768 and 72-1335 establish the benefits and contribution obligations. The plans do not issue publicly available financial reports. The most recent actuarial valuation is as of July 1, 2016. No assets are accumulated in a trust that meets the criteria in GASB Statement No. 75, paragraph 4; these benefits are funded on a pay-as-you-go basis. The costs of administering the plans are financed by a surcharge to employers on all active employees of \$0.09 per person per month for fiscal year 2018. This rate is reviewed annually. Details of the plans can be found in the Comprehensive Annual Report of the State of Idaho, which may be obtained from the Office of the Idaho State Controller, 700 West State Street, 4<sup>th</sup> Floor, P.O. Box 83720, Boise, ID 83720-0011, [www.sco.idaho.gov](http://www.sco.idaho.gov).

The number of participating employers and the classes of employees covered by the above state wide plans are as follows:

| Classes of Employees and Number of Participating Employers |                 |                           |                |        |                |
|--|-----------------|---------------------------|----------------|--------|----------------|
|  | Retiree         | Long-Term Disability Plan |                |        | Retiree        |
|  | Healthcare Plan | Healthcare                | Life Insurance | Income | Life Insurance |
| Active Employees   | 9,301           | 19,520                    | 19,520         | -      | 5,610          |
| Retired/Disabled Employees                                 | 681             | 141                       | 389            | 64     | 1,488          |
| Terminated, Vested Employees                               | -               | -                         | -              | -      | 110            |
| Number of Participating Employers                          | 25              | 25                        | 25             | 25     | 1              |

### *Plan Descriptions and Funding Policy*

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





plan. The benefit is at least \$1,860 per retiree per year. The retired plan member's contribution percentage to the total premium cost increased from 73.7% in 2017 to 74.0% in 2018. Employers were charged \$16 per active employee per month towards the retiree premium cost, or 26.0% of the total cost of the retiree plan.

**Long-Term Disability Plan** - Disabled employees are defined as persons unable to perform each of the substantial and material duties of the job for which they were hired and unable to earn more than 70% 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 disabled. To qualify for long-term disability benefits, the waiting period of the longer of 26 continuous weeks of total disability or exhaustion of accrued sick leave must be met.

For up to 30 months following the date of disability an employee may continue healthcare coverage under this plan. Each employer pays 100% of the employer'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. In fiscal year 2017, employers were charged \$10.53 per active employee per month.

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 disability benefits from Social Security, Workers' Compensation, or PERSI. 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.

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

The plan also provides basic life insurance and dependent life insurance 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, the plan provides a \$2,000 life insurance benefit for spouses and a \$1,000 life insurance benefit for dependent children. These benefits do not increase with inflation. The State is self-insured for employees who became disabled prior to July 1, 2012; the employer pays 100% of the cost. The contribution is actuarially determined based on actual claims experience.



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

**Retiree Life Insurance Plan** - Boise State University provides basic life insurance to certified retired employees. In general, the employee must have completed at least 30 years of credited service or the sum of his/her age and years of credited service must total at least 80 to qualify for this benefit. Eligible retirees receive basic life insurance coverage equal to 100% of their annual salary at retirement.

Employer payments required and paid as OPEB benefits came due for fiscal year ended June 30, 2018:

| OPEB Benefit Payments<br>As of June 30, 2018<br>(Dollars in Thousands) |                            |                           |                   |        |                              |          |
|--|----------------------------|---------------------------|-------------------|--------|------------------------------|----------|
|  | Retiree<br>Healthcare Plan | Long-Term Disability Plan |                   |        | Retiree<br>Life<br>Insurance | Total    |
|  |                            | Healthcare                | Life<br>Insurance | Income |                              |          |
| OPEB paid  | \$ 354                     | \$ 189                    | \$ 70             | \$ 46  | \$ 406                       | \$ 1,065 |

### **Summary of Significant Accounting Policies**

The financial statements of the OPEB plans are reported using the accrual basis of accounting. Contributions are recorded when earned and expenses, including benefits and refunds paid, are recorded when a liability is incurred, regardless of the timing of cash flows.

### **Actuarial Assumptions**

The last actuarial valuation was performed as of July 1, 2016 and rolled forward to June 30, 2017 for the Retiree Healthcare, Long-Term Disability, and Retiree Life Insurance plans. There have been no significant changes between the valuation date and the fiscal year end.

The total OPEB liability as of June 30, 2017 - the measurement date - was based on the 2016 PERSI Experience study for demographic assumptions and the July 1, 2016 OPEB Valuation for the economic and OPEB specific assumptions. The entry age normal cost method and the following actuarial assumptions applied to all periods included in the measurement:



|  | Actuarial Assumptions   |   |  |  |  |
|--|---|---|--|--|--|
|  | Retiree<br>Healthcare Plan  | Long-Term Disability Plan   |  |  | Retiree Life<br>Insurance Plan   |
|  |   | Healthcare  | Life Insurance   | Income   |  |
| Inflation                                | 2.50%   | 2.50%   | 2.50%  | 2.50%  | 2.50%  |
| Salary Increases                         | 3.00% general wage growth plus increases due to promotions and longevity  | 3.00% general wage growth plus increases due to promotions and longevity  | 3.00% general wage growth plus increases due to promotions and longevity | 3.00% general wage growth plus increases due to promotions and longevity | 3.00% general wage growth plus increases due to promotions and longevity |
| Discount Rate                            | 3.58%   | 3.58%   | 3.58%  | 3.58%  | 3.58%  |
| Healthcare Cost Trend Rates              | 9.9% claims and 3.8% premiums from year ending June 30, 2017 to year ending June 30, 2018, grading to an ultimate rate of 4.2% for 2096 and later years | 9.9% claims and 3.8% premiums from year ending June 30, 2017 to year ending June 30, 2018, grading to an ultimate rate of 4.2% for 2096 and later years | N/A  | N/A  | N/A  |
| Retirees' Share of Benefit-Related Costs | 73.7% of projected health insurance premiums for retirees   | N/A   | N/A  | N/A  | N/A  |

### ***Mortality Rates***

Mortality rates for the Retiree Healthcare, the Long-Term Disability Healthcare, and the Retiree Life Insurance plans were based on the RP 2000 Mortality for Employees, healthy Annuitants, and Disabled Annuitants with generational projection per Scale AA with adjustments. Mortality rates for the Long-term Disability Life Insurance plan was based on the 2005 Group Term Life Waiver Reserve table developed by the Society of Actuaries. Mortality rates for the Long-term Disability Income plan were based on the 2012 Group Long-Term Disability Valuation Table.

### ***Discount Rate***

The actuary used a discount rate of 3.58% to measure the total OPEB liability. The discount rate was based on 20 year Bond Buyer Go Index.

**Total OPEB Liability, OPEB Expense, and Deferrals**

**Total OPEB Liability** – The ending balance represents the University’s share of the State’s OPEB liability as of the measurement date of June 30, 2017 and recorded in fiscal year 2018. The table below illustrates the changes in total University OPEB liability for the fiscal year ended June 30, 2018:

| Increase (Decrease)<br>As of June 30, 2018<br>(Dollars in Thousands) |                            |                           |                   |        |                              |           |
|--|----------------------------|---------------------------|-------------------|--------|------------------------------|-----------|
| OPEB Liability   | Retiree<br>Healthcare Plan | Long-Term Disability Plan |                   |        | Retiree<br>Life<br>Insurance | Total     |
|  |                            | Healthcare                | Life<br>Insurance | Income |                              |           |
| Beginning balances   | \$ 4,075                   | \$ 418                    | \$ 380            | \$ 270 | \$ 20,552                    | \$ 25,695 |
| Changes for the year   |                            |                           |                   |        |                              |           |
| Service cost   | 157                        | 25                        | -                 | -      | 754                          | 936       |
| Interest on total OPEB liability                                     | 145                        | 13                        | 12                | 9      | 755                          | 934       |
| Plan changes   | -                          | -                         | -                 | -      | -                            | -         |
| Economic/demographic gains (losses)                                  | -                          | -                         | -                 | -      | -                            | -         |
| Assumptions changes  | -                          | -                         | -                 | -      | -                            | -         |
| Expected benefit payments  | (354)                      | (189)                     | (70)              | (46)   | (406)                        | (1,065)   |
| Net changes  | (52)                       | (151)                     | (58)              | (37)   | 1,103                        | 805       |
| Ending balances  | \$ 4,023                   | \$ 267                    | \$ 322            | \$ 233 | \$ 21,655                    | \$ 26,500 |

**OPEB Expense and Deferrals** - The University recognized the following OPEB expense and deferrals for the year ended June 30, 2018:

| OPEB Expense<br>As of June 30, 2018<br>(Dollars in Thousands) |                            |                           |                   |        |                              |          |
|---|----------------------------|---------------------------|-------------------|--------|------------------------------|----------|
|   | Retiree<br>Healthcare Plan | Long-Term Disability Plan |                   |        | Retiree<br>Life<br>Insurance | Total    |
|   |                            | Healthcare                | Life<br>Insurance | Income |                              |          |
| OPEB expense  | \$ 302                     | \$ 37                     | \$ 12             | \$ 9   | \$ 1,509                     | \$ 1,869 |

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized as OPEB expense as follows:

| Deferred Outflows<br>As of June 30, 2018<br>(Dollars in Thousands) |                            |                           |                   |        |                              |        |
|--|----------------------------|---------------------------|-------------------|--------|------------------------------|--------|
| Deferred Outflows Related to OPEB                                  | Retiree<br>Healthcare Plan | Long-Term Disability Plan |                   |        | Retiree<br>Life<br>Insurance | Total  |
|  |                            | Healthcare                | Life<br>Insurance | Income |                              |        |
| Benefit payments subsequent to the measurement date                | \$ 129                     | \$ 166                    | \$ 290            | \$ 41  | \$ 242                       | \$ 868 |
| Total deferred outflows related to OPEB                            | \$ 129                     | \$ 166                    | \$ 290            | \$ 41  | \$ 242                       | \$ 868 |

**Discount Rate Sensitivity**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate** - The following presents the total OPEB liability calculated using the discount rate of 3.58%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.58%) or 1% higher (4.58%) than the current rate:

| Changes in the Discount Rates<br>(Dollars in Thousands) |                            |                           |           |        |                              |           |  |
|---|----------------------------|---------------------------|-----------|--------|------------------------------|-----------|--|
|   | Retiree<br>Healthcare Plan | Long-Term Disability Plan |           |        | Retiree<br>Life<br>Insurance | Total     |  |
|   |                            | Healthcare                | Insurance | Income |                              |           |  |
| 1% Decrease 2.58%                                       | \$ 4,268                   | \$ 274                    | \$ 338    | \$ 244 | \$ 26,521                    | \$ 31,645 |  |
| Discount Rate 3.58%                                     | \$ 4,023                   | \$ 267                    | \$ 322    | \$ 233 | \$ 21,655                    | \$ 26,500 |  |
| 1% Increase 4.8%  | \$ 3,790                   | \$ 259                    | \$ 308    | \$ 223 | \$ 17,940                    | \$ 22,520 |  |

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates** - The following presents the total OPEB liability calculated using the current healthcare cost trend rates as well as what the total OPEB liability would be if it were calculated using trend rates that are 1% lower or 1% higher than the current trend rates:

| Changes in Healthcare Trend Rates<br>(Dollars in Thousands) |                            |                           |           |        |                              |           |  |
|---|----------------------------|---------------------------|-----------|--------|------------------------------|-----------|--|
|   | Retiree<br>Healthcare Plan | Long-Term Disability Plan |           |        | Retiree<br>Life<br>Insurance | Total     |  |
|   |                            | Healthcare                | Insurance | Income |                              |           |  |
| 1% Decrease   | \$ 3,658                   | \$ 246                    | \$ 322    | \$ 233 | \$ 21,655                    | \$ 26,114 |  |
| Current Trend Rate 3.58%                                    | \$ 4,023                   | \$ 267                    | \$ 322    | \$ 233 | \$ 21,655                    | \$ 26,500 |  |
| 1% Increase   | \$ 4,445                   | \$ 290                    | \$ 322    | \$ 233 | \$ 21,655                    | \$ 26,945 |  |

### **13. RISK MANAGEMENT**

The University obtains workers' compensation coverage from the Idaho State Insurance Fund. The University's workers' compensation premiums are based on its payroll, its own experience, as well as that of the State of Idaho as a whole. The University carries commercial insurance through the State of Idaho Risk Management Office 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. The University carries cyber liability insurance to cover risks associated with data breaches, cyberattacks, and other network or information breaches. There have been no significant reductions in coverage or claims in excess of coverage within the past three years.





#### 14. COMPONENT UNIT

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

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

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

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

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

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



**Cash and Cash Equivalents** – For purposes of cash flows, the Foundation considers all cash on deposit in demand savings and time deposits with an original maturity date of three months or less to be cash equivalents. Cash and cash equivalents held by investment managers are considered investments and are shown as restricted cash and cash equivalents as the funds have been designated by the Foundation for investment purposes. Cash deposits at times during the years ended June 30, 2018 and 2017 exceeded FDIC insured limits.



**Investments in Real Estate** – Investments in real estate are stated at cost when purchased or constructed, or if acquired through a donation, at the estimated fair market value at the date of the gift. Cost includes expenditures for major improvements. Gains and losses from sales are included in income as they occur. Routine repairs and maintenance are charged to operating expense in the period in which the expense was incurred.

Real estate investments held by the endowment are categorized as investments under noncurrent assets on the Statements of Financial Position.

**Investments** – Investment purchases are recorded at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the Statements of Financial Position. Net investment gains and losses are reported in the Statements of Activities and consist of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.



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

Investment securities 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.

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

| Investments                      |                       |                       | FY 2018<br>Percent<br>of Total |
|----------------------------------|-----------------------|-----------------------|--------------------------------|
| Investment Type                  | 2018                  | 2017                  |                                |
| US treasury bonds                | \$ 14,938,440         | \$ 10,097,228         | 9.0%                           |
| Corporate bonds                  | 39,930,531            | 39,006,372            | 24.2%                          |
| Bond mutual funds                | 30,314,082            | 28,391,088            | 18.4%                          |
| Equity funds                     | 35,316,286            | 29,873,336            | 21.4%                          |
| International equity funds       | 36,350,880            | 37,372,870            | 22.0%                          |
| Private equity investments       | 2,278,765             | 2,600,955             | 1.4%                           |
| Real estate and specialty assets | 5,075,761             | 4,838,527             | 3.1%                           |
| Hedge funds                      | 492,515               | 594,003               | 0.3%                           |
| Insurance annuities              | 412,415               | 391,319               | 0.2%                           |
| <b>Total investments</b>         | <b>\$ 165,109,675</b> | <b>\$ 153,165,698</b> | <b>100%</b>                    |

**Fair Value of Assets and Liabilities** – Certain assets and liabilities are reported at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk.

Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available.



A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices in active markets for identical assets or liabilities that the Foundation can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in

active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, the Foundation develops inputs using the best information available given the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is



significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Foundation's assessment of the quality, risk or liquidity profile of the asset or liability.

A significant portion of the Foundation's investment assets are classified within Level 1 because they are comprised of open-end mutual funds or exchange traded funds with readily determinable fair values based on daily redemption values. U.S. Government obligations are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates and market-rate assumptions, and are classified within Level 2. The fair values of real estate investments are valued based on periodic appraisals of assets. The fair values of beneficial interests in charitable and perpetual trusts are determined by management using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the underlying assets, and are based on the fair values of trust investments as reported by the trustees. These are considered to be Level 3 measurements.

The Foundation uses Net Asset Value (NAV) per share, or its equivalent, such as member units or an ownership interest in partners' capital, to estimate the fair values of certain hedge funds, private equity funds, funds of funds, and limited partnerships which do not have readily determinable fair values. Investments that are measured at fair value using NAV per share as a practical expedient are not classified in the fair value hierarchy.



**BOISE STATE UNIVERSITY**

The following table presents assets and liabilities measured at fair value on a recurring basis, except those measured at cost as of June 30, 2018:

| Fair Value Measurements<br>As of June 30, 2018              |                       |  |  |                                     |                                   |
|---|-----------------------|--|--|-------------------------------------|-----------------------------------|
|   | Total                 | Quoted Prices<br>in Active<br>Markets<br>(Level 1) | Other<br>Observable<br>Inputs<br>(Level 2) | Unobservable<br>Inputs<br>(Level 3) | Investments<br>Measured at<br>NAV |
| <b>Assets</b>   |                       |  |  |                                     |                                   |
| <b>Investments:</b>   |                       |  |  |                                     |                                   |
| <b>Growth investments</b>                                   |                       |  |  |                                     |                                   |
| US equities   | \$ 35,573,550         | \$ 35,316,286                                      | \$ 257,264                                 | \$ -                                | \$ -                              |
| International equities                                      | 36,350,880            | 28,967,277   | -  | -                                   | 7,383,603                         |
| Private equity/special situations                           | 2,278,765             | -  | -  | -                                   | 2,278,765                         |
| <b>Risk reduction investments</b>                           |                       |  |  |                                     |                                   |
| Cash and cash equivalents (at cost)                         | 14,211,538            | 14,211,538   | -  | -                                   | -                                 |
| US/Global fixed income                                      | 85,338,204            | 68,723,749   | -  | -                                   | 16,614,455                        |
| Hedge funds   | 492,515               | 106,547  | -  | -                                   | 385,968                           |
| Real and specialty assets                                   | 5,075,761             | 2,204,163  | -  | -                                   | 2,871,598                         |
| <b>Total investments, at fair value</b>                     | <b>179,321,213</b>    | <b>149,529,560</b>                                 | <b>257,264</b>                             | <b>-</b>                            | <b>29,534,389</b>                 |
| <b>Investments in perpetual trusts:</b>                     |                       |  |  |                                     |                                   |
| <b>Growth investments</b>                                   |                       |  |  |                                     |                                   |
| US equities   | 1,324,497             | 1,324,497  | -  | -                                   | -                                 |
| International equities                                      | 330,601               | 330,601  | -  | -                                   | -                                 |
| <b>Risk reduction investments</b>                           |                       |  |  |                                     |                                   |
| Cash and cash equivalents                                   | 45,815                | 45,815   | -  | -                                   | -                                 |
| US/Global fixed income                                      | 664,715               | 664,715  | -  | -                                   | -                                 |
| Hedge funds   | 54,212                | 54,212   | -  | -                                   | -                                 |
| Real and specialty assets                                   | 266,983               | 266,983  | -  | -                                   | -                                 |
| <b>Total investments in perpetual trusts, at fair value</b> | <b>2,686,823</b>      | <b>2,686,823</b>                                   | <b>-</b>                                   | <b>-</b>                            | <b>-</b>                          |
| <b>Total assets, at fair value</b>                          | <b>\$ 182,008,036</b> | <b>\$ 152,216,383</b>                              | <b>\$ 257,264</b>                          | <b>\$ -</b>                         | <b>\$ 29,534,389</b>              |
| <b>Liabilities</b>  |                       |  |  |                                     |                                   |
| <b>Liabilities under split interest</b>                     |                       |  |  |                                     |                                   |
| trust agreements  | \$ 1,790,656          | \$ -   | \$ -                                       | \$ 1,790,656                        | \$ -                              |
| <b>Trust earnings payable to</b>                            |                       |  |  |                                     |                                   |
| trust beneficiary   | 125,988               | -  | -  | 125,988                             | -                                 |
| <b>Total liabilities, at fair value</b>                     | <b>\$ 1,916,644</b>   | <b>\$ -</b>  | <b>\$ -</b>                                | <b>\$ 1,916,644</b>                 | <b>\$ -</b>                       |



**BOISE STATE UNIVERSITY**

The following table presents assets and liabilities measured at fair value on a recurring basis, except those measured at cost as of June 30, 2017:

| Fair Value Measurements<br>As of June 30, 2017              |                       |  |  |                                     |                                   |
|---|-----------------------|--|--|-------------------------------------|-----------------------------------|
|   | Total                 | Quoted Prices<br>in Active<br>Markets<br>(Level 1) | Other<br>Observable<br>Inputs<br>(Level 2) | Unobservable<br>Inputs<br>(Level 3) | Investments<br>Measured at<br>NAV |
| <b>Assets</b>   |                       |  |  |                                     |                                   |
| <b>Investments:</b>   |                       |  |  |                                     |                                   |
| <b>Growth investments</b>                                   |                       |  |  |                                     |                                   |
| US equities   | \$ 30,116,892         | \$ 29,873,336                                      | \$ 243,556                                 | \$ -                                | \$ -                              |
| International equities                                      | 37,372,870            | 30,249,334   | -  | -                                   | 7,123,536                         |
| Private equity/special situations                           | 2,600,955             | -  | -  | -                                   | 2,600,955                         |
| <b>Risk reduction investments:</b>                          |                       |  |  |                                     |                                   |
| Cash and cash equivalents (at cost)                         | 3,624,560             | 3,624,560  | -  | -                                   | -                                 |
| US/Global fixed income                                      | 77,642,451            | 60,799,481   | 147,763                                    | -                                   | 16,695,207                        |
| Hedge funds   | 594,003               | 106,752  | -  | -                                   | 487,251                           |
| Real and specialty assets                                   | 4,838,527             | 1,955,504  | -  | -                                   | 2,883,023                         |
| <b>Total investments, at fair value</b>                     | <b>156,790,258</b>    | <b>126,608,967</b>                                 | <b>391,319</b>                             | <b>-</b>                            | <b>29,789,972</b>                 |
| <b>Investments in perpetual trusts:</b>                     |                       |  |  |                                     |                                   |
| <b>Growth investments</b>                                   |                       |  |  |                                     |                                   |
| US equities   | 1,208,451             | 1,208,451  | -  | -                                   | -                                 |
| International equities                                      | 369,414               | 369,414  | -  | -                                   | -                                 |
| <b>Risk reduction investments:</b>                          |                       |  |  |                                     |                                   |
| Cash and cash equivalents                                   | 99,374                | 99,374   | -  | -                                   | -                                 |
| US/Global fixed income                                      | 844,464               | 844,464  | -  | -                                   | -                                 |
| Real and specialty assets                                   | 271,936               | 271,936  | -  | -                                   | -                                 |
| <b>Total investments in perpetual trusts, at fair value</b> | <b>2,793,639</b>      | <b>2,793,639</b>                                   | <b>-</b>                                   | <b>-</b>                            | <b>-</b>                          |
| <b>Total assets, at fair value</b>                          | <b>\$ 159,583,897</b> | <b>\$129,402,606</b>                               | <b>\$ 391,319</b>                          | <b>\$ -</b>                         | <b>\$ 29,789,972</b>              |
| <b>Liabilities</b>  |                       |  |  |                                     |                                   |
| Liabilities under split interest                            |                       |  |  |                                     |                                   |
| trust agreements  | \$ 1,865,105          | \$ -   | \$ -                                       | \$ 1,865,105                        | \$ -                              |
| Trust earnings payable to                                   |                       |  |  |                                     |                                   |
| trust beneficiary   | 140,226               | -  | -  | 140,226                             | -                                 |
| <b>Total liabilities, at fair value</b>                     | <b>\$ 2,005,331</b>   | <b>\$ -</b>  | <b>\$ -</b>                                | <b>\$ 2,005,331</b>                 | <b>\$ -</b>                       |



### ***Custodial, Credit, and Interest Rate Risk***

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

| Custodial Credit Risk                        |              |              |
|--|--------------|--------------|
| Basis of Custodial Credit Risk as of June 30 | 2018         | 2017         |
| Uninsured and uncollateralized               | \$ 2,245,322 | \$ 2,294,547 |

Investments of the Foundation are uninsured and uncollateralized and held in the name of either the Foundation or the custodian.

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

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





The ratings presented below use the Moody's scale for balances as of June 30, 2018.

| Credit Risk of Debt Securities |                      |                      |                      |                      |  |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|--|
| Moody's Scale Rating           | US Treasury Bonds    | Corporate Bonds      | Bond Mutual Funds    | Total                |  |
| Aaa                            | \$ 14,938,440        | \$ 3,078,753         | \$ 15,144,924        | \$ 33,162,117        |  |
| Aa1                            | -                    | 603,072              | -                    | 603,072              |  |
| Aa2                            | -                    | 4,095,471            | 5,729,007            | 9,824,478            |  |
| Aa3                            | -                    | 5,179,524            | -                    | 5,179,524            |  |
| A1                             | -                    | 5,890,998            | -                    | 5,890,998            |  |
| A2                             | -                    | 5,588,265            | 2,199,376            | 7,787,641            |  |
| A3                             | -                    | 7,709,075            | -                    | 7,709,075            |  |
| Baa1                           | -                    | 3,191,425            | -                    | 3,191,425            |  |
| Baa2                           | -                    | 2,420,988            | 2,240,347            | 4,661,335            |  |
| Ba2                            | -                    | -                    | 4,934,066            | 4,934,066            |  |
| B2                             | -                    | -                    | 45,579               | 45,579               |  |
| Unrated                        | -                    | 2,172,960            | 20,783               | 2,193,743            |  |
| <b>Total</b>                   | <u>\$ 14,938,440</u> | <u>\$ 39,930,531</u> | <u>\$ 30,314,082</u> | <u>\$ 85,183,053</u> |  |

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

| Investment Maturities in Years |                      |                      |                      |                      |                   |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|-------------------|
| Investment Type                | Fair Value           | < 1 yr               | 1-3 yr               | 3-10 yr              | >10 yr            |
| US treasury bonds              | \$ 14,938,440        | \$ 5,603,080         | \$ 3,399,514         | \$ 5,935,846         | \$ -              |
| Corporate bonds                | 39,930,531           | 12,805,112           | 16,189,261           | 10,936,158           | -                 |
| Bond mutual funds              | 30,314,082           | -                    | 45,262               | 29,981,251           | 287,569           |
| <b>Total rated securities</b>  | <u>\$ 85,183,053</u> | <u>\$ 18,408,192</u> | <u>\$ 19,634,037</u> | <u>\$ 46,853,255</u> | <u>\$ 287,569</u> |

**Promises to Give** – Unconditional promises to give expected to be collected within one year are recorded at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections.



Promises to give are written off when deemed uncollectable. At June 30, 2018 and 2017, the allowance was \$70,000 and \$450,000 respectively.

Unconditional promises to give are reflected at the present value of estimated future cash flows using a discount rate based on Treasury bond rates at the date of the pledge ranging from 0.35% to 2.23% as of June 30, 2018 along with an allowance for uncollectible pledges based on past collection experience. Unconditional promises to give are estimated to be collected as follows at June 30, 2018 and 2017:

| Promises to Give                                |                     |                      |
|---|---------------------|----------------------|
|   | 2018                | 2017                 |
| Receivable in less than one year                | \$ 6,596,220        | \$ 11,627,532        |
| Receivable in one to five years                 | 1,648,170           | 11,103,143           |
| Receivable in more than five years              | 15,406              | 1,706,710            |
| <b>Total promises to give, at present value</b> | <b>8,259,796</b>    | <b>24,437,385</b>    |
| Less allowance                                  | (70,000)            | (450,000)            |
| Less discount                                   | (178,847)           | (441,760)            |
| <b>Total promises to give</b>                   | <b>\$ 8,010,949</b> | <b>\$ 23,545,625</b> |

As of June 30, 2018 and 2017, the promises to give disclosure includes the receivable from Boise State University in the amount of \$0 and \$4,015,738, respectively as well as due from other donors in the amount of \$8,010,949 and \$19,529,887, respectively.

During fiscal year 2018 and 2017, the Foundation had no conditional pledges.

**Investment in Real Estate** – Activity for the year ended June 30, 2018 and 2017 is as follows:

| Real Estate Activity                      |                   |                      |
|---|-------------------|----------------------|
| Real Estate                               | 2018              | 2017                 |
| Land                                      | \$ -              | \$ 1,542,005         |
| Donated property held for resale          | 659,000           | 870,000              |
| Construction in Progress                  | -                 | -                    |
| <b>Total real estate, not depreciated</b> | <b>659,000</b>    | <b>2,412,005</b>     |
| Buildings                                 | -                 | 13,822,477           |
| Less accumulated depreciation             | -                 | (259,172)            |
| <b>Total real estate, depreciated</b>     | <b>-</b>          | <b>13,563,305</b>    |
| <b>Total real estate</b>                  | <b>\$ 659,000</b> | <b>\$ 15,975,310</b> |



The Foundation began construction on the new Alumni and Friends Center in April 2015. The construction was funded through a combination of private donations and tax exempt bonds (see Note 12). The building was completed in October 2016. The Foundation, Alumni Relations, University Advancement, and other departments moved into the building in October 2016. The University paid off the balance of the bonds in April 2018. Following the retirement of the Revenue bonds, the Foundation donated the building to Boise State University.

The Foundation was gifted a residential property in Virginia in December 2016. This property was appraised at \$870,000 at the time of the gift but was written down in Fiscal year 2018, due to impairment, to \$659,000. It is currently listed for sale. Proceeds will benefit the College of Engineering.

***Amounts Held in Custody for Others***— The Boise State Public Radio (BSPR), an operating division of the University, transferred assets to the Foundation for investment and management, which are included in amounts held in custody for others. Support raised on behalf of BSPR was \$463,120 and \$575,075 in fiscal years 2018 and 2017, respectively. Interest related to assets held on behalf of BSPR aggregated to \$720 and \$606 in fiscal years 2018 and 2017, respectively. Included in amounts held in custody for others on behalf of BSPR are \$1,086,775 and \$1,250,540 in fiscal years 2018 and 2017, respectively.

***In-Kind Contributions*** – The Foundation records various types of in-kind support including equipment, contributed facilities, professional services, advertising, and materials. Contributions of tangible assets are recognized at fair market value when received. The amounts reflected in the accompanying financial statements as in-kind support are offset by like amounts included in expenses or additions to property and equipment.

***Recent Accounting Guidance***— The Foundation implemented the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2015-07, Fair Value Measurement (Topic 820): Disclosures for Investment in Certain Entities That Calculate Net Asset Value per Share (or its Equivalent), which exempts investments measured using the net asset value (NAV) practical expedient in Accounting Standards Codification (ASC) 820, Fair Value Measurement, from categorization within the fair value hierarchy. Management has adopted the provisions of this new standard with the year ended June 30, 2018. Accordingly, the amendment was retrospectively applied resulting in reporting all investments at NAV and not categorizing the investments within the fair value hierarchy.



## 15. OPERATING EXPENSES BY FUNCTIONAL CLASSIFICATIONS

| Operating Expense by Functional Classification<br>As of June 30, 2018<br>(Dollars in Thousands) |                   |                                    |                                    |                  |                   |
|---|-------------------|------------------------------------|------------------------------------|------------------|-------------------|
| Functional Categories   | Personnel<br>Cost | Services,<br>Supplies and<br>Other | Scholarships<br>and<br>Fellowships | Depreciation     | Total             |
| Instruction   | \$ 114,652        | \$ 12,641                          | \$ 3,906                           | \$ -             | \$ 131,199        |
| Research  | 19,544            | 9,797                              | 1,398                              | -                | 30,739            |
| Public service  | 10,706            | 6,037                              | 468                                | -                | 17,211            |
| Libraries   | 3,971             | 2,054                              | -                                  | -                | 6,025             |
| Student services  | 16,527            | 3,366                              | 44                                 | -                | 19,937            |
| Plant operations  | 11,457            | 10,116                             | -                                  | -                | 21,573            |
| Institutional support   | 26,148            | 4,949                              | 37                                 | -                | 31,134            |
| Academic support  | 24,740            | 3,772                              | 306                                | -                | 28,818            |
| Auxiliary enterprises   | 33,447            | 37,068                             | 2,575                              | -                | 73,090            |
| Scholarships  | 979               | 508                                | 11,993                             | -                | 13,480            |
| Depreciation  | -                 | -                                  | -                                  | 26,469           | 26,469            |
| <b>Total operating expenses</b>   | <b>\$ 262,171</b> | <b>\$ 90,308</b>                   | <b>\$ 20,727</b>                   | <b>\$ 26,469</b> | <b>\$ 399,675</b> |

| Operating Expense by Functional Classification<br>As of June 30, 2017<br>(Dollars in Thousands) |                   |                                    |                                    |                  |                   |
|---|-------------------|------------------------------------|------------------------------------|------------------|-------------------|
| Functional Categories   | Personnel<br>Cost | Services,<br>Supplies and<br>Other | Scholarships<br>and<br>Fellowships | Depreciation     | Total             |
| Instruction   | \$ 106,333        | \$ 12,024                          | \$ 3,514                           | \$ -             | \$ 121,871        |
| Research  | 18,477            | 8,318                              | 1,180                              | -                | 27,975            |
| Public service  | 10,633            | 6,258                              | 529                                | -                | 17,420            |
| Libraries   | 3,751             | 2,056                              | -                                  | -                | 5,807             |
| Student services  | 15,001            | 3,136                              | 83                                 | -                | 18,220            |
| Plant operations  | 11,133            | 12,863                             | -                                  | -                | 23,996            |
| Institutional support   | 24,252            | 5,723                              | 3                                  | -                | 29,978            |
| Academic support  | 22,172            | 3,313                              | 186                                | -                | 25,671            |
| Auxiliary enterprises   | 32,135            | 33,476                             | 2,459                              | -                | 68,070            |
| Scholarships  | 872               | (110)                              | 12,392                             | -                | 13,154            |
| Depreciation  | -                 | -                                  | -                                  | 25,806           | 25,806            |
| <b>Total operating expenses</b>   | <b>\$ 244,759</b> | <b>\$ 87,057</b>                   | <b>\$ 20,346</b>                   | <b>\$ 25,806</b> | <b>\$ 377,968</b> |



## 16. CONTINGENCIES AND LEGAL MATTERS

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

The University has performed a review of potential pollution remediation obligations and found that there were no triggering events that would cause the University to record a pollution remediation liability as of June 30, 2018. Based on present knowledge, the University's management believes any ultimate liability in these matters will not materially affect the financial position or the results of operations of the University.





REQUIRED SUPPLEMENTARY INFORMATION

*Other Postemployment Benefits*

*Schedule of Changes in Employer's Total OPEB Liability –*

| Other Post Employment Benefits Obligation<br>Schedule of Changes in Employer's Total OPEB Liability<br>(Dollars in Thousands) |                             |              |                                |                              |                          |
|---|-----------------------------|--------------|--------------------------------|------------------------------|--------------------------|
| Fiscal Year Ending  | Beginning OPEB<br>Liability | Service Cost | Interest on Total<br>Liability | Expected Benefit<br>Payments | Ending OPEB<br>Liability |
| June 30, 2018   | \$ 25,695                   | \$ 936       | \$ 934                         | \$ (1,065)                   | \$ 26,500                |

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

| <b>Schedule of Employer's Proportionate Share of Net Pension Liability</b><br><b>PERSI - Base Plan</b><br><b>Last 10 - Fiscal Years*</b><br><b>(Dollars in Thousands)</b> |  |  |   |   |   |  |
|---|--|--|---|---|---|--|
| <b>Employer's<br/>Fiscal Year</b>   | <b>Employer's portion<br/>of net the pension<br/>liability</b> | <b>Employer's<br/>proportionate<br/>share of the<br/>net pension<br/>liability</b> | <b>Employer's<br/>covered-<br/>employee<br/>payroll</b> | <b>Employer's<br/>proportional share<br/>of the net pension<br/>liability as a<br/>percentage of its<br/>covered-employee<br/>payroll</b> | <b>Plan fiduciary net<br/>position as a<br/>percentage of the<br/>total pension<br/>liability</b> |  |
| 2018  | 0.009515142  | \$ 14,956  | \$ 29,554   | 50.61%  | 90.68%  |  |
| 2017  | 0.009493948  | \$ 19,246  | \$ 27,727   | 69.41%  | 87.26%  |  |
| 2016  | 0.009608384  | \$ 12,653  | \$ 26,908   | 47.02%  | 91.38%  |  |

\*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the University will present information for those years for which information is available. Data reported is measured as of June 30, 2016.



*Schedule of Employer Contributions*

| Schedule of Employer Contributions<br>PERSI - Base Plan<br>Last 10 - Fiscal Years*<br>(Dollars in Thousands) |   |  |  |   |   |  |
|--|---|--|--|---|---|--|
| Employer's<br>Fiscal Year  | Statutorily<br>required<br>contribution | Contributions<br>in relation to<br>the statutorily<br>required<br>contribution | Contribution<br>(deficiency)<br>excess | Employer's<br>covered-<br>employee<br>payroll | Contributions<br>as a<br>percentage of<br>covered-<br>employee<br>payroll |  |
| 2018   | \$ 3,299                                | \$ 3,299   | \$ -                                   | \$ 29,142                                     | 11.32%  |  |
| 2017   | \$ 3,345                                | \$ 3,345   | \$ -                                   | \$ 29,554                                     | 11.32%  |  |
| 2016   | \$ 3,139                                | \$ 3,139   | \$ -                                   | \$ 27,727                                     | 11.32%  |  |
| 2015   | \$ 3,046                                | \$ 3,046   | \$ -                                   | \$ 26,908                                     | 11.32%  |  |

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the University will present information for those years for which information is available. Data reported is measured as of June 30, 2018 (University's year-end).



**BOISE STATE  
UNIVERSITY**

## **Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

The Idaho State Board of Education  
Boise State University

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Boise State University (University), and its discretely presented component unit, Boise State University Foundation, Inc. (Foundation) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise Boise State University's basic financial statements, and have issued our report thereon dated October 11, 2018. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component unit, as described in our report on Boise State University's financial statements. The financial statements of the Foundation were not audited in accordance with *Government Auditing Standards*. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

### **Internal Control Over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

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

## **Purpose of this Report**

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

*Moss Adams LLP*

Portland, Oregon  
October 11, 2018

## **Report of Independent Auditors on Compliance for the Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance**

The Idaho State Board of Education  
Boise State University

### **Report on Compliance for the Major Federal Program**

We have audited Boise State University's (University) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the University's major federal program for the year ended June 30, 2018. The University's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

#### ***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the University's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

#### ***Opinion on the Major Federal Program***

In our opinion, the University complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2018.

## **Report on Internal Control Over Compliance**

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

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

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

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

*Moss Adams LLP*

Portland, Oregon  
October 11, 2018

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

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

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**Financial Statements**

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

Unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted?

☐ Yes ☒ No

**Federal Awards**

Internal control over major federal programs:

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

☐ Yes ☒ No

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

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

Dollar threshold used to distinguish between type A and type B programs:

\$ 1,081,482

Auditee qualified as low-risk auditee?

☐ Yes ☒ No

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**Section II - Financial Statement Findings**

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None reported.

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

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None reported.





BOISE STATE UNIVERSITY

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**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS**

**YEAR ENDED JUNE 30, 2018**

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**BOISE STATE UNIVERSITY**

**OFFICE OF SPONSORED PROGRAMS**

**Finding 2017-001 Reporting**

**Significant Deficiency in Internal Controls over Compliance, Non-Compliance**

**Condition** - The University is not in compliance with the federal requirement requiring timely submission of reports. There were multiple instances of reports submitted after the deadline during fiscal year 2017.

**Management's View of Status in Current Year** – Boise State Office of Sponsored Programs is utilizing the functionality within the Project Portfolio Management module in the financial management system to provide reminders to responsible individuals when financial or programmatic reports are due and then escalate to the appropriate officials when due dates are not met. Punitive measures have been imposed for non-compliance in submitting reports by the due date including: PI ineligibility to submit new proposal, shutting off funding strings for existing awards, negative impacts to annual evaluations, and performance improvement plans. The consequences for missed deadlines have resulted in timely submission of both financial and programmatic reports. The University is in compliance with the reporting requirements for 2018.

**Finding 2017-002 Reporting**

**Significant Deficiency in Internal Controls over Compliance, Non-Compliance**

**Condition** –The University is required to submit financial reports, which are due within a specified timeframe after the reporting period. The federal cash receipts, and federal cash disbursements included in these reports should match or reconcile to the general ledger or other supporting documentation before the reports are filed.

There were amounts reported on the SF-425 that did not match supporting documentation.

**Management's View of Status in Current Year** – Boise State Office of Sponsored Programs has implemented a two-step review and approval process to ensure that financial reports are accurate and match all supporting documentation upon submission. The University is in compliance with the reporting requirements for 2018.

1910 University Drive, Boise, Idaho 83725-1135  
Phone 208-426-4420 Fax 208-426-1048 osp@boisestate.edu



BOISE STATE UNIVERSITY

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster  | CFDA#   | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|--|---------|---|------------------------------------|--------------------|
| <b>Student Financial Assistance - Cluster</b>  |         |   |                                    |                    |
| <b>US Department of Education</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>  |         |   |                                    |                    |
| Federal Pell Grants  | 84.063  |   | -                                  | 23,610,551         |
| Federal Supplemental Educational Opportunity Grants  | 84.007  |   | -                                  | 454,597            |
| Federal Direct Subsidized Loans  | 84.268  |   | -                                  | 25,388,072         |
| Federal Direct Unsubsidized Loans  | 84.268  |   | -                                  | 43,228,830         |
| Federal Direct Parent Loans  | 84.268  |   | -                                  | 9,808,744          |
| Federal Perkins Loans (Note 3)   | 84.038  |   | -                                  | 12,597,493         |
| Federal College Work-Study (CWS)   | 84.033  |   | -                                  | 494,505            |
| Federal CWS Job Location Costs (JLC)   | 84.033  |   | -                                  | 33,802             |
| <b>Total Direct Programs</b>   |         |   | -                                  | 115,616,594        |
| <b>Total US Department of Education</b>  |         |   | -                                  | 115,616,594        |
| <b>US Department of Health and Human Services</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>  |         |   |                                    |                    |
| Nursing Students Loans (Note 3)  | 93.364  |   | -                                  | 5,039              |
| <b>Total Direct Programs</b>   |         |   | -                                  | 5,039              |
| <b>Total US Department of Health and Human Services</b>                                    |         |   | -                                  | 5,039              |
| <b>Total Student Financial Assistance Cluster</b>  |         |   | -                                  | 115,621,633        |
| <b>IDEA - Cluster</b>  |         |   |                                    |                    |
| <b>US Department of Education</b>  |         |   |                                    |                    |
| <b>Pass Through Programs:</b>  |         |   |                                    |                    |
| SESTA 15-16  | 84.027A | 65031                                     | -                                  | 51                 |
| SESTA 16-17  | 84.027A | 17-500                                    | -                                  | 18,052             |
| SESTA 16-17 Program Income   | 84.027A | 17-500                                    | -                                  | 5,887              |
| SESTA 17-18  | 84.027A | 18-5001                                   | -                                  | 1,274,866          |
| <b>Total US Department of Education</b>  |         |   | -                                  | 1,298,856          |
| <b>Total IDEA Cluster</b>  |         |   | -                                  | 1,298,856          |
| <b>Research and Development - Cluster</b>  |         |   |                                    |                    |
| <b>US Department of Agriculture</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>  |         |   |                                    |                    |
| Novel Vaccines to Prevent Bovl   | 10.310  |   | -                                  | 14,744             |
| Woodpecker Mgmt Indicator Spec   | 10.675  |   | -                                  | 17,738             |
| Caribou-Targhee NF Woodpecker  | 10.XXX  |   | -                                  | 8,964              |
| Black-backed Woodpeckers in Bo   | 10.675  |   | -                                  | 19,795             |
| Impacts of Fuel Reduction Tre  | 10.NA   |   | -                                  | 762                |
| Hummingbird Migration Monitor  | 10.NA   |   | -                                  | 2,472              |
| IBO Point Count Surveys  | 10.XXX  |   | -                                  | 8,024              |
| Intermountain Bird Observatory   | 10.XXX  |   | -                                  | 1,322              |
| Ecological Mapping, Genetic an   | 10.001  |   | -                                  | 12,481             |
| Develop Operat. Snow Melt II   | 10.907  |   | -                                  | 10,089             |
| IBO Point Count Surveys in   | 10.XXX  |   | -                                  | 210,460            |
| Nez Perce-Clearwater National Forest Bird Monitoring                                       | 10.XXX  |   | -                                  | 82,788             |
| Bromide Uptake in Crops Follow   | 10.025  |   | (107)                              | 1,041              |
| Northern Goshawk Monitoring, Minidoka  | 10.XXX  |   | -                                  | 9,199              |
| Take-up by Rural vs Urban School Districts...  | 10.253  |   | -                                  | 25,119             |
| Summer Meal Program Participation by Rural vs Urban School District                        | 10.XXX  |   | -                                  | 28,783             |
| Integrated Monitoring by Bird Conservation Region (MBCR)                                   | 10.XXX  |   | -                                  | 77,551             |
| Predicting plant uptake of inorganic bromide following soil fumigation with methyl bromide | 10.025  |   | 99,330                             | 189,926            |
| Cold Plasma Source for Treatment of Food and Food Processing Equipment COEN                | 10.310  |   | -                                  | 3,973              |
| Cold Plasma Source for Treatment of Food and Food Processing Equipment COAS                | 10.310  |   | -                                  | 2,155              |
| Functional Significance Of The Tripartite Association Among Sagebrush Seedlings            | 10.310  |   | -                                  | 5,825              |
| <b>Total Direct Programs</b>   |         |   | 99,223                             | 733,211            |
| <b>Pass Through Programs</b>   |         |   |                                    |                    |
| National Wellness Policy Study Yr 1 & Yr 2   | 10.597  | 2015-01794-03-03-7708                     | -                                  | (4,327)            |
| IDL Wildfire Land Use Planning   | 10.664  | HBK597-SB-001                             | -                                  | 19,480             |
| Web-based STB & Visual. Tool   | 10.170  | 611455PECRP16                             | -                                  | 81,313             |
| Approaches to Enhancing Wellness Policy Implementation - YR 1                              | 10.310  | 1600632-14127                             | -                                  | (6,491)            |
| Challenges and Opportunities for Expansion of the Wine Grape Production Industry in Idaho  | 10.170  | 2016 SCBGP-FB                             | -                                  | 32,894             |
| Approaches to Enhancing Wellness Policy Implementation - YR 2 & 3                          | 10.310  | 1600632-14127                             | -                                  | 34,314             |
| National Wellness Policy Study Yr 3  | 10.597  | 2015-01794-03-03-7708                     | -                                  | 19,413             |
| Fast, Accurate, and Economical Evaluation of Acrylamide Content in Fried Potato Products   | 10.170  | 2017 SCBGP-FB                             | -                                  | 6,416              |
| <b>Total Pass Through Programs</b>   |         |   | -                                  | 183,012            |
| <b>Total US Department of Agriculture</b>  |         |   | 99,223                             | 916,223            |

(continued)



BOISE STATE UNIVERSITY

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster  | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|--|--------|---|------------------------------------|--------------------|
| <b>US Department of Commerce</b>   |        |   |                                    |                    |
| <b>Total Direct Programs:</b>  |        |   |                                    |                    |
| Spacio Variability of Snow   | 11.462 |   | -                                  | (5)                |
| NIST SURF Program Grant Proposal Participant Support   | 11.620 |   | -                                  | 18,237             |
| 2018 NIST SURF Program, Gaithersburg, MD   | 11.620 |   | -                                  | 8,619              |
| <b>Total Direct Programs</b>   |        |   | -                                  | 26,851             |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| BCAL Virtual Watersheds  | 11.468 | 10-345A-RGE067                            | -                                  | (35)               |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | (35)               |
| <b>Total US Department of Commerce</b>   |        |   | -                                  | 26,816             |
| <b>US Department of Defense</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| Reconfigurable Electronics-2   | 12.910 |   | -                                  | (206)              |
| Combining Remotely Sensed Vege   | 12.431 |   | -                                  | (1,284)            |
| STDP for Pattern Recognition   | 12.800 |   | -                                  | 14,286             |
| Adaptive Management Monitorin  | 12.300 |   | -                                  | 27,257             |
| Phase-Controlled Magnetron Dev - Yr 1  | 12.800 |   | 43,503                             | 55,793             |
| Phase-Controlled Magnetron Dev - Yrs 2&3   | 12.800 |   | 55,313                             | 198,646            |
| Turbulent Lateral Boundary Conditions  | 12.431 |   | -                                  | 20,175             |
| Impact of Radiation on Spatio-Temporal Pattern Recognition   | 12.351 |   | -                                  | 80,687             |
| Variation in Phenological Shifts: How Do Annual Cycles and Genetic Diversity Constrai                | 12.XXX |   | 82,454                             | 456,707            |
| Polymers that Depolymerize from Head-to-Tail in the Solid State                                      | 12.431 |   | -                                  | 48,513             |
| Adaptive Management Monitoring   | 12.632 |   | -                                  | 22,687             |
| Cancel-The Political, Economic, and Social Effects of the United States' Overseas Military Presence  | 12.ADV |   | -                                  | 7,675              |
| The Political, Economic, and Social Effects of the United States' Overseas Military Presence         | 12.431 |   | -                                  | 4,377              |
| <b>Total Direct Programs</b>   |        |   | 181,270                            | 935,313            |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Nucleic Acid Memory  | 12.XXX | DARPA: HR0011-13-30002                    | -                                  | 20,517             |
| External Evaluation of Technol   | 12.556 | Not Provided                              | -                                  | 29,380             |
| Emerging IMU Technology  | 12.XXX | Release No. 4                             | -                                  | 11,030             |
| Electrochemical Measurement  | 12.XXX | 987-001-114                               | -                                  | 2,286              |
| BSU Device and IML BEOL Optimization   | 12.XXX | Not Provided                              | -                                  | 44,039             |
| Sensors Research   | 12.XXX | 16-S7700-04-C2                            | -                                  | 7,779              |
| Optoelectric Properties of Strain-Engineered Germanium Dots  | 12.800 | E257GUA159                                | -                                  | 75,151             |
| Assessing Operational War Fighter Performance - YR 2   | 12.XXX | Release No. 4                             | -                                  | 157,701            |
| Nucleic Acid Memory Year 2   | 12.XXX | DARPA: HR0011-13-30002                    | -                                  | 39,724             |
| Hydrogeological Constraints from Active Source Seismic Approaches: Halawa Region, Oahu, Hawaii       | 12.XXX | 60481245                                  | -                                  | 47,587             |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 435,194            |
| <b>Total US Department of Defense</b>  |        |   | 181,270                            | 1,370,507          |
| <b>US Department of the Interior</b>   |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| OHV Trails and Eagle Behavior  | 15.238 |   | -                                  | 23,269             |
| Analysis of Arbuscular Mycorrh   | 15.NA  |   | -                                  | 1,452              |
| CTNF Woodpecker Surveys  | 15.NA  |   | -                                  | 19                 |
| Idaho Long-billed Curlew Breed   | 15.231 |   | -                                  | 48,826             |
| Analysis and Modeling of Golde   | 15.231 |   | -                                  | 24,301             |
| NLCS - NM - Craters of the Moo   | 15.231 |   | -                                  | 30,689             |
| Birds of Pray Remote Sensing   | 15.231 |   | -                                  | 8,605              |
| Analysis of GSM Telemetry Data   | 15.808 |   | -                                  | 66                 |
| Salt Lake City Downtown Seismi   | 15.807 |   | -                                  | (8,004)            |
| Intermediate-range climate   | 15.560 |   | -                                  | 17,041             |
| Determine Mineral Nitrogen   | 15.808 |   | -                                  | 15,917             |
| Evaluating Mathematical Visual   | 15.XXX |   | -                                  | 633                |
| Evaluate GAP Data Systems & Ot   | 15.811 |   | -                                  | 612,032            |
| Advanced Interpretation of Avi   | 15.808 |   | -                                  | 1,032              |
| Modeling long term effects   | 15.808 |   | -                                  | 88,554             |
| Restoring the Health of Public   | 15.231 |   | -                                  | 29,630             |
| Golden Eagle Research  | 15.678 |   | -                                  | (7,253)            |
| IBCP Coordinator Positions and the Lucky Peak Migration Study  | 15.678 |   | -                                  | 1,874              |
| Quantify Dietary Quality of Sagebrush and Differentiate Species of Sagebrush                         | 15.238 |   | -                                  | 1,461              |
| Bats, People, and Properties: conservation and conflict in grand teton national park                 | 15.945 |   | -                                  | 22,191             |
| Addressing Information Needs for priority Species of Raptors   | 15.655 |   | -                                  | 25,621             |
| Assessing the Value of Arbuscular Mycorrhizal Inoculation in Reestablishment of Artemisia Tridentata | 15.231 |   | -                                  | 9,084              |
| Western Burrowing Owl Monitoring   | 15.232 |   | -                                  | 1,648              |
| Overlapping Layers of Fire Management Examined through the Lens of Post-Fire Erosion                 | 15.232 |   | -                                  | 3,916              |
| Agreement Between Bureau of Land Management and Boise State University's Intermountain Bird Observat | 15.231 |   | -                                  | 11,493             |
| BLM Cottonwood Integrated Bird Surveys Using IMBRC Protocols   | 15.XXX |   | -                                  | 10,426             |
| Seismic Profiling of Faults Related to the 1886 Charleston, SC                                       | 15.807 |   | -                                  | 61,836             |
| Seismic Profiling in Downtown Salt Lake City   | 15.807 |   | -                                  | 45,369             |

(continued)



BOISE STATE UNIVERSITY

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster  | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|--|--------|---|------------------------------------|--------------------|
| BLM Idaho Statewide Integrated Monitoring in Bird Conservation Regions                               | 15.231 |   | -                                  | 113,695            |
| NA - Conservation Assessments and Strategies for Western Golden Eagles                               | 15.ADV |   | -                                  | (4,392)            |
| Conservation Assessments and Strategies for Western Golden Eagles Y1                                 | 15.678 |   | -                                  | 48,178             |
| Integrated Climate Change Vulnerability Assessment Coordination for Cultural Resources               | 15.945 |   | -                                  | 24,062             |
| Assistance Agreement with Boise State University's Intermountain Bird Observatory to Support IBCP    | 15.678 |   | -                                  | 8,130              |
| Responses of Greater Sage-Grouse and Sagebrush to Vegetation Treatments and Disturbance              | 15.231 |   | -                                  | 7,018              |
| <b>Total Direct Programs</b>   |        |   | -                                  | 1,278,419          |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Bird Survey, Data and Analysis - WWF   | 15.XXX | Not Provided                              | -                                  | (370)              |
| Bird Survey, Data and Analysis - NGPJV   | 15.XXX | Not Provided                              | -                                  | (34)               |
| Sound as Systems of Biodiversity and Human Experiences   | 15.945 | 10029540-BSU                              | -                                  | 3,064              |
| Bird Conservatory of The Rockies - Bird Survey   | 15.XXX | Not Provided                              | -                                  | 1,526              |
| Evaluation of Long-billed Curlew Reproductive Success  | 15.231 | 2556                                      | -                                  | 59,819             |
| Capacity Support for Idaho Bird Conservation Partnership Coordinator                                 | 15.608 | US-IM-5-1                                 | -                                  | 15,000             |
| Department of the Interior Northwest Climate Science Center Research Fellowship Program 2017         | 15.820 | UWSC10161 - BPO#27620                     | -                                  | 12,315             |
| Department of the Interior Northwest Climate Science Center Research Fellowship Program 2018         | 15.820 | UWSC10161 - BPO#27620                     | -                                  | 33,934             |
| Cancel-Supplement - Evaluation of Long-billed Curlew Reproductive Success                            | 15.231 | 2556                                      | -                                  | 12,200             |
| Lights, Bats, and Buildings: Investigating Factors Influencing Roosting Sites                        | 15.ADV | ADVANCE                                   | -                                  | 1,000              |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 138,454            |
| <b>Total US Department of the Interior</b>   |        |   | -                                  | 1,416,873          |
| <b>US Department of Justice</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| Cancel-Scaling Up the Idaho Rural Implementation Model (I-RIM)                                       | 16.560 |   | -                                  | 1                  |
| Scaling Up the Idaho Rural Implementation Model (I-RIM)  | 16.560 |   | -                                  | 226,970            |
| Participant Support - Scaling Up the Idaho Rural Implementation Model (I-RIM)                        | 16.560 |   | -                                  | 4,770              |
| <b>Total Direct Programs</b>   |        |   | -                                  | 231,741            |
| <b>Total US Department of Justice</b>  |        |   | -                                  | 231,741            |
| <b>US Department of Transportation</b>   |        |   |                                    |                    |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| NCHRP-192  | 20.ADV | ADVANCE                                   | -                                  | -                  |
| Year 1 Application of Microbial  | 20.200 | NCHRP-192                                 | -                                  | 38,181             |
| Year 2 Facilitated Stabilization Improvement   | 20.200 | NCHRP-192                                 | -                                  | 23,628             |
| FAST Act UTC Educational Grant   | 20.701 | UWSC9934 (BPO25544)                       | -                                  | 2,291              |
| Reduction and Analysis of Pavement Profiler Data to Quantify the Bump                                | 20.XXX | 18-45                                     | -                                  | 11,891             |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 75,991             |
| <b>Total US Department of Transportation</b>   |        |   | -                                  | 75,991             |
| <b>National Aeronautics &amp; Space Administration</b>   |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| Modeling Vegetation Structure  | 43.001 |   | -                                  | 48,445             |
| Fossil Cores in the Kepler Dat   | 43.001 |   | 34,014                             | 40,615             |
| Remote Sensing for Snow Water  | 43.001 |   | -                                  | 77,005             |
| Modeling Vegetation 2016   | 43.001 |   | -                                  | 5,503              |
| Some Like it Hot a Study of Thermally Altered Meteorites   | 43.001 |   | -                                  | 4,491              |
| Exploring the Fate of Nitrogen Heterocycles in Complex Prebiotic Mixtures                            | 43.001 |   | 24,739                             | 44,871             |
| Investigating the Formation of Nitrogen Heterocycles in Carbonaceous Meteorites                      | 43.001 |   | -                                  | 20,587             |
| Unstable Roche-Lobe Overflow of Gaseous Planets  | 43.001 |   | -                                  | 16,281             |
| Developing Next Generation Techniques for the Comprehensive Analysis of Organics in Returned Samples | 43.001 |   | -                                  | 368,941            |
| Using NASA Resources to Better Inform Wildlife Conservation in the Anthropocene CID                  | 43.001 |   | 37,605                             | 113,795            |
| Using NASA Resources to Better Inform Wildlife Conservation in the Anthropocene COAS                 | 43.001 |   | -                                  | 7,807              |
| Spatiotemporal Patterns in Ground-Based Snow Remote Sensing and In-Situ Observations                 | 43.001 |   | -                                  | 29,022             |
| Evaluation of Spatial Trends in Biomass and LAI in Heterogeneous Tree-Shrub Ecotones                 | 43.001 |   | -                                  | 39,412             |
| RNA "Sea-Scapes": Fitness Landscapes with a Changing Environment                                     | 43.001 |   | -                                  | 87,154             |
| <b>Total Direct Programs</b>   |        |   | 96,358                             | 903,929            |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| The Origins of Close-in Extras   | 43.001 | SUB0000051                                | -                                  | (1)                |
| Long Stroke Proof of Concept   | 43.001 | FPK800-SB-049                             | -                                  | (2,690)            |
| Monitoring Earth's Hydrosphere - UG  | 43.008 | FPK956-SB-001                             | -                                  | 137,041            |
| High-Speed Broadband   | 43.008 | FPK-548-SB-002                            | -                                  | 7,612              |
| Investigation Fomamide Chemistry Under Plausible Prebiotic Conditions                                | 43.008 | NNX15A104H                                | -                                  | 3,554              |
| Using Satellite to Investigate Effects of Artificial Nightlight on Large Mammals                     | 43.008 | FPK548-SB-003                             | -                                  | 14,731             |
| Hybrid Experimental-Computational Approaches to Improve and Predict Corrosion Perf of Aerospace Comp | 43.008 | FPK548-SB-004                             | -                                  | 6,310              |
| Dust Devil Survey Using and Instrumented UAF -- ISGC Undergraduate Research Grant                    | 43.001 | NNS15A104H                                | -                                  | 7,000              |
| Excitonic Quantum Coherence Towards Quantum Computing  | 43.008 | FPK900-SB-010                             | -                                  | (4,030)            |
| Measuring Socioeconomic Impacts for RECOVER  | 43.008 | FPK900-SB-026                             | -                                  | 9,746              |
| Space Grade Flexible Hybrid Electronics Collaboration Grant  | 43.008 | FPK548-SB-006                             | -                                  | (2)                |
| Role Cellular Connectivity in Maintaining Osteogenesis   | 43.008 | FPK548-SB-008                             | -                                  | 21,038             |
| Summer Research Experience for High School Students in Cybersecurity                                 | 43.008 | FPK900-SB-032                             | -                                  | 8,655              |

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**BOISE STATE UNIVERSITY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster   | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|---|--------|---|------------------------------------|--------------------|
| Summer Research Experience for High School Students in Cybersecurity Participant Support        | 43.008 | FPK900-SB-032                             | -                                  | 2,500              |
| Role Cellular Connectivity in Maintaining Osteogenesis Under Simulated Microgravity in Response | 43.008 | FPK900-SB-033                             | -                                  | 7,207              |
| Engagement Opportunities for Boise State Students: A Tool for Retention                         | 43.008 | FPK900-SB-037                             | -                                  | 8,675              |
| Engagement Opportunities for Boise State Students: A Tool for Retention Participant Support     | 43.008 | FPK900-SB-037                             | -                                  | 12,436             |
| Graphene Foam - Carbon Nanotube Composites for Heavy Metal Sensors                              | 43.008 | FPK900-SB-036                             | -                                  | 18,405             |
| Flexible Strain Gauge for High Strength Fabric Collaboration Grant                              | 43.008 | FPK900-SB-043                             | -                                  | 2,339              |
| Research Experience for Undergraduates in Computational Science: Massively Parallel Iterative   | 43.008 | FPK900-SB-034                             | -                                  | 22,033             |
| Enhancing Student Engagement in STEM Through NASA's Wearable Technology                         | 43.008 | FPK900-SB-049                             | -                                  | 11,762             |
| ASO and UAVSAR Data Fusion: Exploring the Advantages of Combining Airborne LIDAR and InSAR      | 43.XXX | 1580367                                   | -                                  | 20,594             |
| Hyper-Spectral Communications, Networking & ATM as Foundation for Safe and Efficient Future     | 43.002 | 17-3386 PO#2000034204                     | -                                  | 481,612            |
| Enhancing Student Engagement in STEM Through NASA's Wearable Technology Participant Support     | 43.008 | FPK900-SB-049                             | -                                  | 8,210              |
| Electrical Power Generation from Space Suit Cover Layer Collaboration Grant                     | 43.008 | FPK548-SB-009                             | -                                  | 2,499              |
| NASA SOAR at Boise State  | 43.008 | FPK900-SB-047                             | -                                  | 9,705              |
| Space Grade Flexible Hybrid Electronics   | 43.008 | FPK809-SB-001                             | 35,289                             | 83,715             |
| Space Grade Flexible Hybrid Electronics Participant Support                                     | 43.008 | FPK809-SB-001                             | -                                  | 56                 |
| Cancel - Boise State University Undergraduate Microgravity Research Team for NASA SUITS         | 43.ADV | Advance                                   | -                                  | 1,333              |
| Role of YAP-Dependent Inhibition of Radiation-Induced Cell Death Under Simulated                | 43.ADV | Advance                                   | -                                  | 2,446              |
| Boise State University Undergraduate Microgravity Research Team for NASA SUITS                  | 43.008 | FPK900-SB-050, PO054812                   | -                                  | 18,041             |
| <b>Total Pass Through Programs</b>  |        |   | 35,289                             | 922,532            |
| <b>Total National Aeronautics &amp; Space Administration</b>                                    |        |   | 131,647                            | 1,826,461          |
| <b>National Foundation on the Arts and the Humanities</b>                                       |        |   |                                    |                    |
| <b>Direct Programs:</b>   |        |   |                                    |                    |
| Support Analysis of Syn-Durham  | 45.024 |   | -                                  | 4,408              |
| <b>Total National Foundation on the Arts and the Humanities</b>                                 |        |   | -                                  | 4,408              |
| <b>National Science Foundation</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>   |        |   |                                    |                    |
| CAREER: Wind Forecasting  | 47.041 |   | -                                  | (351)              |
| NSF Career: Jeff Johnson  | 47.050 |   | -                                  | (11,997)           |
| Habitat Use by Mammalian  | 47.074 |   | -                                  | 18,381             |
| MSMA-Fibers   | 47.049 |   | -                                  | (3,398)            |
| Viscoelastic Mixture Models   | 47.049 |   | -                                  | 3,859              |
| Noyce Phase II: Trajectory  | 47.076 |   | -                                  | 44,753             |
| REU Site: Raptor Research   | 47.074 |   | -                                  | 392                |
| REU Site: Raptor Res-Part Sup.  | 47.074 |   | -                                  | 2,709              |
| Noyce Participant Support   | 47.076 |   | -                                  | 160,136            |
| NSF RTOS  | 47.075 |   | (42)                               | 539                |
| PERSIST: Promoting Ed Reform  | 47.076 |   | -                                  | 234,496            |
| CAREER: Achieving Tunable Nano  | 47.049 |   | -                                  | 15,088             |
| Access Ctrl/Obligation Testing  | 47.070 |   | -                                  | 41,352             |
| Scalable NanoManufacturing-MSE  | 47.041 |   | 211,518                            | 286,792            |
| Scalable NanoManufacturing-ECE  | 47.041 |   | -                                  | 67,380             |
| Scalable NanoManufacturing-PPA  | 47.041 |   | -                                  | 23,713             |
| CAREER: A Flores NSF  | 47.050 |   | -                                  | 137,060            |
| Mobility Pyroclastic Dens Cmt   | 47.050 |   | -                                  | (578)              |
| CS10K: IDoCode  | 47.070 |   | -                                  | 139,296            |
| Argentina MMCA Paleoclimate   | 47.050 |   | -                                  | 13,079             |
| S-STEM 2014   | 47.076 |   | -                                  | 16,615             |
| Participant Support-S-STEM  | 47.076 |   | -                                  | 103,482            |
| CS10K: IDoCode CIFS   | 47.070 |   | -                                  | 8,598              |
| Coll Rsrch: Comp Tech Math  | 47.049 |   | -                                  | 11,362             |
| A Parallel Algorithmic Framework  | 47.049 |   | -                                  | 22,947             |
| Irradiation - Electrochemical   | 47.049 |   | 3,275                              | 96,100             |
| Evolution of Innovation   | 47.074 |   | -                                  | 140,793            |
| SI2-SSE GEM3D ME  | 47.070 |   | 54,412                             | 99,729             |
| Collaborative Research  | 47.050 |   | -                                  | 14,001             |
| CNH: Soundscapes of Coupled Sy  | 47.075 |   | 88,979                             | 109,708            |
| GreenTRACS  | 47.050 |   | -                                  | 22,168             |
| Aqueous Fullerene Colloids  | 47.049 |   | -                                  | 96,269             |
| Coll Rsrch: Comp Tech Geosclen  | 47.049 |   | -                                  | 5,053              |
| SI2-SSE GEM3D COAS  | 47.070 |   | -                                  | 15,759             |
| SI2-SSE GEM3D CS  | 47.070 |   | -                                  | 6,269              |
| Field Testing Raman   | 47.050 |   | -                                  | 14,679             |
| REU Site: Software Security   | 47.070 |   | -                                  | 20,256             |
| Defect-Driven Metal Oxides  | 47.049 |   | -                                  | 110,421            |
| REU - CAD - UG  | 47.049 |   | -                                  | 4,560              |
| REU Site: Software Security - PS  | 47.070 |   | -                                  | 38,226             |
| Collaborative Research: RUI   | 47.050 |   | -                                  | 19,876             |
| PFI: AIR-TT: Motionless MSM Micro-pump Neuperts   | 47.041 |   | -                                  | 255                |
| PFI: AIR-TT: Motionless MSM Micro-pump Mullner  | 47.041 |   | -                                  | 31,813             |
| Eff of Precollege Engineering   | 47.041 |   | 18,850                             | 32,673             |
| Volcano Acoustics   | 47.050 |   | -                                  | 4,622              |

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**BOISE STATE UNIVERSITY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster  | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|--|--------|---|------------------------------------|--------------------|
| Participant Support  | 47.049 |   | -                                  | 20,333             |
| OCE-RIG:Crustal & Mantle Proce   | 47.050 |   | -                                  | 24,279             |
| CC*DNI Engineer: Collaborative   | 47.070 |   | -                                  | 176,121            |
| Workshops-NEON   | 47.074 |   | -                                  | 5,545              |
| Workshops-NEON Year 2  | 47.074 |   | -                                  | 13,592             |
| PERSIST: Supplemental Support  | 47.076 |   | -                                  | 1,831              |
| PIRE:ExTerra (FIRE)  | 47.083 |   | 274,541                            | 330,769            |
| PIRE:ExTerra (FIRE) Yr 2-3   | 47.083 |   | 380,152                            | 558,696            |
| PERSIST: Supplement Support CO   | 47.076 |   | -                                  | 9,644              |
| Software Artifact Repository   | 47.076 |   | -                                  | 183,715            |
| Post-Fire Wind and Water Erosi   | 47.050 |   | -                                  | 12,416             |
| Modeling the Tradeoffs of Food   | 47.074 |   | -                                  | 4,485              |
| Novel Nanomaterials for Scalab   | 47.049 |   | -                                  | 85,819             |
| CAREER: Single Molecule Charac   | 47.049 |   | -                                  | 67,747             |
| CAREER: Soft Fibrous Tissue  | 47.041 |   | -                                  | (915)              |
| CAREER:Soft Fibrous Tiss Yr2-5   | 47.041 |   | -                                  | 139,589            |
| CC*DNI Networking Infrastructu   | 47.070 |   | -                                  | (19,419)           |
| Collaborative Research Vertebr   | 47.074 |   | -                                  | 16,570             |
| Collaborative Research: Experimental Determination of Trace Element Diffusion                        | 47.050 |   | -                                  | 71,027             |
| Mobility Pyroclastic Dens  | 47.050 |   | -                                  | 40,151             |
| REU Participant Support Yr 2/3   | 47.074 |   | -                                  | 2,093              |
| REU Participant Support Year 1   | 47.074 |   | -                                  | 1,739              |
| Collaborative Research: Direct   | 47.074 |   | -                                  | 135,952            |
| EAGER Germination  | 47.041 |   | -                                  | 26,966             |
| Fostering Transformative Exper   | 47.076 |   | -                                  | (4,000)            |
| IUSE/PFE:RED: CSP Hatchery   | 47.041 |   | -                                  | 312,380            |
| Children and Info Retrieval  | 47.070 |   | -                                  | 48,498             |
| Collaborative Proposal   | 47.076 |   | -                                  | (100)              |
| Evolution of Innovation Participant Support  | 47.074 |   | -                                  | (60)               |
| Part Support - CAREER: Characterization  | 47.041 |   | -                                  | 11,548             |
| Small: Benchmarking Testing Methods For Acces Control Policies                                       | 47.070 |   | -                                  | 85,972             |
| Collaborative Research: Vulnerability of Carbon in Buried Soils to Climate Change                    | 47.050 |   | -                                  | 62,461             |
| Stream500: A new Benchmark and Infrastructure for Streaming Analytics                                | 47.070 |   | -                                  | 75,756             |
| Cancel - SHF: Medium: Collaborative Research: An Inspector/Executor Compilation Framework            | 47.070 |   | -                                  | (864)              |
| INSPIRE: Excitonic Quantum Coherence- A Path to Quantum Computing                                    | 47.041 |   | -                                  | 137,503            |
| BD Spokes: Planning: WEST: BD for Policing in the Western United States                              | 47.070 |   | -                                  | 34,017             |
| Collaborative Research: The Redshirt in Engineering Consortium- Callahan                             | 47.076 |   | -                                  | 13,597             |
| Closed - CRII: SaTC: A System for Privacy Management in Ubiquitous Environments                      | 47.070 |   | -                                  | (12,897)           |
| Collaborative Research: The Redshirt in Engineering Consortium -Ulewellyn                            | 47.076 |   | -                                  | 78,037             |
| EARS: Collaborative Research: Overcoming Prop Challenges at Millimeter-Wave Freq via Reconf Antennas | 47.041 |   | -                                  | 98,536             |
| Permeating Sustainability and Resiliency Concepts in Civil Engineering                               | 47.076 |   | -                                  | 84,032             |
| Connecting the STEM+C Dots: Infusing Computational Thinking in Informal STEM Learning                | 47.076 |   | -                                  | 212,601            |
| Participant Support - Connecting the STEM+C Dots:  | 47.076 |   | -                                  | 8,460              |
| Collaborative Research: Rise and Fall of Galapagos Seamounts   | 47.050 |   | -                                  | 61,935             |
| Collaborative Research: Validity Evidence for Measurement in Mathematics Education (V-M2Ed)          | 47.076 |   | -                                  | 7,220              |
| SHF: Small: The Loop Chain Abstraction for Balancing Locality and Parallelism                        | 47.070 |   | 152,770                            | 169,101            |
| CAREER: Computational Transformation of Organic Photovoltaics  | 47.041 |   | -                                  | 84,967             |
| Gateway Scholarships for Biological Sciences   | 47.076 |   | -                                  | 41,535             |
| Gateway Scholarships for Biological Sciences - Participant Costs                                     | 47.076 |   | -                                  | 103,089            |
| REU Site: Materials for Society  | 47.049 |   | -                                  | 37,927             |
| REU Site: Materials for Society Participant Support  | 47.049 |   | -                                  | 69,085             |
| Children and Information Retrieval Year 2  | 47.070 |   | -                                  | 2,223              |
| REU Site: Complexity Across Disciplines  | 47.049 |   | -                                  | 20,959             |
| Participant Support - REU Site: Complexity Across Disciplines  | 47.049 |   | -                                  | 40,492             |
| Twin Boundary Structure and Mobility in Shape Memory Alloys  | 47.049 |   | -                                  | 167,525            |
| Short Course: Petrochronology 2017, Seattle, Washington  | 47.050 |   | -                                  | 1,540              |
| Short Course: Petrochronology 2017, Seattle, Washington Participant Support                          | 47.050 |   | -                                  | 14,394             |
| Collaborative Research: Monitoring Antarctic Ice Sheet Changes with Ambient Seismic Noise Methods    | 47.050 |   | -                                  | 78,516             |
| X Graduate Research Fellowship Program Tara Easter   | 47.074 |   | -                                  | (5,666)            |
| Rapid Colorimetric Detection of Biomarkers via Catalytic Disassembly of Gold COEN                    | 47.041 |   | -                                  | 29,761             |
| Design in Scientific Inquiry: The EDISIn Project   | 47.076 |   | -                                  | 29,838             |
| Rapid Colorimetric Detection of Biomarkers via Catalytic Disassembly of Gold COAS                    | 47.041 |   | -                                  | 7,977              |
| Spatial Models to Link Landowner Decision-making with Tropical Forest Dynamics                       | 47.075 |   | -                                  | 41,090             |
| Graduate Research Fellowship Program Tara Easter   | 47.076 |   | -                                  | 43,999             |
| Collaborative Research: Using Titanite as a Petrochronometer for Direct Fabric Dating of High        | 47.050 |   | -                                  | 67,565             |
| Acquisition of a Field Spectroradiometer   | 47.050 |   | -                                  | 75,212             |
| Scholarships for Geoscience Educational Opportunities (GEO Scholars)                                 | 47.076 |   | -                                  | 12,285             |
| Preparing Secondary Mathematics Teachers With Video Cases of Students' Functional Reasoning COAS     | 47.076 |   | 14,385                             | 117,585            |
| Preparing Secondary Mathematics Teachers With Video Cases of Students' Functional Reasoning COED     | 47.076 |   | -                                  | 18,738             |
| CRII: SaTC: A System for Privacy Mgmt in Ubiquitous Environments                                     | 47.070 |   | -                                  | 53,525             |
| AF: Small: Collaborative Research: Scalable, High-Order Mesh-Free Algorithms Applied                 | 47.070 |   | -                                  | 16,007             |
| Assessing the Influence of Cultural Variables, Perceptions, and Earthquake Hazard Information        | 47.041 |   | -                                  | 67,678             |
| Mapping Change in Higher Education - Social Networks and STEM Reform - Shadle                        | 47.076 |   | -                                  | 46,135             |
| Mapping Change in Higher Education - Social Networks and STEM Reform - Ziker                         | 47.076 |   | -                                  | 16,323             |
| MRI: Acquisition of a Controlled Environment Atomic Force Microscope for Nanoelectrical              | 47.049 |   | -                                  | 523,775            |

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018

| Federal Grant / Program Title / Cluster   | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|---|--------|---|------------------------------------|--------------------|
| Laboratory Technician Support: Enhanced Community Access to High-Precision U-Pb Geochronology       | 47.050 |   | -                                  | 84,480             |
| Algorithms for Assessing and Improving Joint Inversion - MATH                                       | 47.049 |   | -                                  | 9,393              |
| Algorithms for Assessing and Improving Joint Inversion - GEO  | 47.049 |   | -                                  | 42,104             |
| Preparing Secondary Mathematics Teachers With Video Cases of Students' Functional Reasoning EdTech  | 47.076 |   | -                                  | 15,762             |
| RII Track-4: Investigating Evolutionary Innovations through Metagenomics                            | 47.083 |   | -                                  | 57,159             |
| RII Track-4: Using in-cell NMR to follow 13C-fluxomics in Living Cells                              | 47.083 |   | -                                  | 60,479             |
| National Science Foundation Request for Dr. Christopher L. Hill as Program Director                 | 47.XXX |   | -                                  | 105,776            |
| SHF: Medium: Collaborative Research: An Inspector/Executor Compilation Framework                    | 47.070 |   | -                                  | 50,709             |
| EAGER: Germination Renewal: Piloting a Center for Transformative Research at Boise State University | 47.041 |   | -                                  | 39,114             |
| <b>Total Direct Programs</b>  |        |   | 1,198,840                          | 7,900,468          |
| <b>Pass Through Programs</b>  |        |   |                                    |                    |
| EPSCoR-NSF Research   | 47.080 | KBK990-SB-001                             | -                                  | 974,551            |
| EPSCoR-NSF Diversity  | 47.080 | KBK990-SB-001                             | -                                  | 63,905             |
| EPSCoR-NSF Cyber  | 47.080 | KBK990-SB-001                             | -                                  | 138,599            |
| EPSCoR-State Research   | 47.080 | KBK990-SB-001                             | -                                  | 289,908            |
| EPSCoR-State Cyber  | 47.080 | KBK990-SB-001                             | -                                  | 33,785             |
| Elem Teachers Engaged in Authe  | 47.076 | 14-12                                     | -                                  | 2,100              |
| Reynolds Creek Carbon (BIO)   | 47.050 | 13-2218                                   | -                                  | 1,877              |
| EPSCoR-State Management   | 47.080 | KBK990-SB-001                             | -                                  | 14,386             |
| WC-WAVE - Science   | 47.079 | KBK035-SB-002                             | -                                  | 1,058              |
| EPSCoR-NSF Engagement   | 47.080 | KBK990-SB-001                             | -                                  | 5,943              |
| EPSCoR-NSF Engagemnt-PartSprrt  | 47.080 | KBK990-SB-001                             | -                                  | 15,400             |
| EPSCoR-NSF Diversity-PartSprrt  | 47.080 | KBK990-SB-001                             | -                                  | 41,533             |
| LSAMP 2   | 47.076 | UWSC7972 / PO No BPO04478                 | -                                  | 76,072             |
| Collaborative Research: The Zy  | 47.074 | S-000697                                  | -                                  | 58,516             |
| LSAMP 2 Participants Costs  | 47.076 | UWSC7972 / PO No BPO04478                 | -                                  | 8,985              |
| Coupling Mantle Volatiles   | 47.050 | A101233                                   | -                                  | 29,395             |
| Reynolds Creek Carbon Bio   | 47.050 | 13-2218                                   | -                                  | 2,280              |
| Reynold Creek Carbon Geo  | 47.050 | 13-2218                                   | -                                  | 52,674             |
| AMP-IT-UP Year 2  | 47.076 | RD120-G2                                  | -                                  | 19,763             |
| AMP-IT-UP Year 1  | 47.076 | RD120-G2                                  | -                                  | 8                  |
| MSM Pump: Precision Dosing for Laboratory Research  | 47.041 | 7071                                      | -                                  | 17,757             |
| Rehabilitation Capability Convergence for Ecosystem Recovery  | 47.049 | 17-0017A-RRES48                           | -                                  | 11,465             |
| Collaborative Research: Coupling Mantle Volatiles, Eruption Dynamics, and Tectonics                 | 47.050 | IDK078-SB-001                             | -                                  | 1,530              |
| Collaborative Research: Coupling Mantle Volatiles, Eruption Dynamics, and Tectonics - PS            | 47.050 | IDK078-SB-001                             | -                                  | 1,868              |
| EarthCube Integration: Geochronology Frontier at the Laboratory-Cyberinformatics Interface          | 47.050 | 801K172                                   | -                                  | 11,752             |
| <b>Total Pass Through Programs</b>  |        |   | -                                  | 1,875,110          |
| <b>Total National Science Foundation</b>  |        |   | 1,198,840                          | 9,775,578          |
| <b>US Nuclear Regulatory Commission</b>   |        |   |                                    |                    |
| <b>Direct Programs:</b>   |        |   |                                    |                    |
| NRC Fac Dev Program: Callahan   | 77.008 |   | -                                  | 60,026             |
| <b>Total Direct Programs</b>  |        |   | -                                  | 60,026             |
| <b>Total US Nuclear Regulatory Commission</b>   |        |   | -                                  | 60,026             |
| <b>US Department of Energy</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>   |        |   |                                    |                    |
| NEUP Power Harvesting Tech  | 81.121 |   | 47,311                             | 81,643             |
| Irradiation-Induced Defect Evolution in Nuclear Graphite  | 81.049 |   | -                                  | 155,370            |
| Effects of High Dose on Laser Welded, Irradiated AIUSI 304SS  | 81.121 |   | 245,466                            | 258,230            |
| Development of Nuclear Grade Nanoparticle Ink Syntheses Capabilities for Advanced                   | 81.121 |   | -                                  | 291,888            |
| Integrated silicon/chalcogenide glass hybrid plasmonic sensor for monitoring of temperature         | 81.121 |   | -                                  | 95,668             |
| Additive Manufacturing of Thermal Sensors for In-Pile Thermal Conductivity Measurement              | 81.121 |   | 848                                | 8,726              |
| <b>Total Direct Programs</b>  |        |   | 293,625                            | 891,525            |
| <b>Pass Through Programs</b>  |        |   |                                    |                    |
| Zircaloy Oxidation  | 81.XXX | 00041394 - 00066                          | -                                  | 75,270             |
| Investigation of Irradiation D  | 81.XXX | DE-AC07-05ID14517                         | -                                  | 2,006              |
| CAES Sr. Administrator FY16   | 81.XXX | PO 19571 MOD 4                            | -                                  | (11)               |
| 2016 Joint Appointment  | 81.XXX | 161634                                    | -                                  | 5,486              |
| Ceramic to Metal Joining  | 81.049 | 6992                                      | -                                  | 364                |
| Play Fairway Analysis Phase II  | 81.087 | 14071101-235                              | -                                  | 394                |
| SPRUCE Experiment TLS   | 81.XXX | 4000145196                                | -                                  | (2,631)            |
| Micro-Scale Technique Grain   | 81.XXX | 154754 Release 6                          | -                                  | (410)              |
| Performance of CAES Capability Coordination & Program Development Activities                        | 81.XXX | Release No. 9, Master 154754              | -                                  | 1,665              |
| Boise State University CAES MaCS Individual Projects Yr 1   | 81.XXX | DE-AC07-05ID14517                         | -                                  | 103,601            |
| NSUF Usage of the Microscopy and Characterization Suite (MaCS) Analytical Services                  | 81.XXX | DE-ACO-05ID14517                          | -                                  | 464,944            |
| Micro-Scale Technique to Evaluate Grain Boundary Cohesion of Irradiated Alloys Y2                   | 81.XXX | 154754 Release 6                          | -                                  | 30,791             |
| Advanced Human Reliability Analysis   | 81.XXX | 154754                                    | -                                  | 30,275             |
| BSU-INL Collaboration for Processing Neutron Radiographic Images                                    | 81.XXX | Release No. 13                            | -                                  | 13,967             |
| 2017 EPRC   | 81.XXX | 7590                                      | -                                  | 2,136              |
| Joint Appointment as INL Fellow for Bernard Yurke   | 81.XXX | 161634 Release NO.4                       | -                                  | 16,686             |

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| Federal Grant / Program Title / Cluster   | CFDA#   | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|---|---------|---|------------------------------------|--------------------|
| Semiannual SPRUCE Experiment TLS Assessments and Their Interpretation YR 2                            | 81.XXX  | 4000145196                                | -                                  | 42,031             |
| Novel Materials for Metal to Ceramic Transitions 17-18  | 81.049  | 6992                                      | -                                  | 157,506            |
| Performance of CAES Capability Coordination & Program Development Activities 2017 Workshop            | 81.XXX  | Release No. 9, Master 154754              | -                                  | 22,095             |
| Investigation of Exciton Delocalization and Exciton Coherence in Chromophores Yr 1                    | 81.XXX  | 154754 Release-15                         | -                                  | 93,272             |
| Investigation of Exciton Delocalization and Exciton Coherence in Chromophores Yr 1 - Paul Simmonds    | 81.XXX  | 154754 Release-15                         | -                                  | 37,006             |
| In-Pile Instrumentation Initiative: Work Package 2: Field Properties                                  | 81.XXX  | Release 18                                | -                                  | 105,671            |
| In-Pile Instrumentation Initiative: Work Package 3: Irradiation Deployment                            | 81.XXX  | Release 17                                | -                                  | 9,342              |
| Work Package 9: Chemistry Characterization: Fuel Stoichiometry, Fission Gas Diffusion                 | 81.XXX  | Release 16                                | -                                  | 62,982             |
| Work Package 4: Advanced Manufacturing for In-Pile Nuclear Sensors                                    | 81.XXX  | 154754, Release 21                        | -                                  | 168,150            |
| In-Pile Instrumentation Initiative: Work Package 8: Mechanical Properties                             | 81.XXX  | Release 22 MC 154754                      | -                                  | 96,024             |
| In-Pile Instrumentation Initiative Work Package 10: Direct Measurement of Microstructure              | 81.XXX  | Release 24 MC 154754                      | -                                  | 75,262             |
| Work Package 6: Radiation Hardened Optical Fibers, Power Harvesting, and Wireless Signal              | 81.XXX  | 154754, Release 23                        | -                                  | 163,349            |
| Work Package 5: In-Pile Thermal Properties Measurement and Thermography - ECE                         | 81.XXX  | Release 20                                | -                                  | 70,834             |
| In-Pile Instrumentation Initiative: Work Package 1: Project management                                | 81.XXX  | 154754, Release 19                        | -                                  | 105,623            |
| In-Pile Instrumentation Initiative: Work Package 1: Project management Participant Support            | 81.XXX  | 154754, Release 19                        | -                                  | 4,685              |
| Work Package 5: In-Pile Thermal Properties Measurement and Thermography - MSMSE                       | 81.XXX  | Release 20                                | -                                  | 44,379             |
| Senior Design Project for In-Core Low Activation Mechanical Testing Rig                               | 81.XXX  | 154754 Release No 25                      | -                                  | 4,498              |
| Senior Design Project for In-Core Low Activation Mechanical Fuel Positioner                           | 81.XXX  | 154754 Release No 26                      | -                                  | 5,041              |
| Play Fairway Analysis Phase III   | 81.087  | 14071101-235                              | -                                  | 13,786             |
| Development of Enabling Technologies for Chemical Looping Combustion and Chemical Looping             | 81.089  | DE-FE0029160 (10043039-BSU)               | -                                  | 2,323              |
| Investigation of Exciton Delocalization and Exciton Coherence in Chromophores Yr 2                    | 81.XXX  | 154754 Release-15                         | -                                  | 157,479            |
| Investigation of Exciton Delocalization and Exciton Coherence in Chromophores Yr 2 - Paul Simmonds    | 81.XXX  | 154754 Release-15                         | -                                  | 54,171             |
| CAES-BSU Strategic Planning Activities  | 81.XXX  | 154754 (Release No. 027)                  | -                                  | 16,612             |
| Micro-Scale Technique to Evaluate Grain Boundary Cohesion of Irradiated Alloys Yr 3                   | 81.XXX  | 154754 Release 6                          | -                                  | 24,262             |
| Joint Appointment - Dr. Amy Moll at Boise State University  | 81.XXX  | 161634 - Release 6                        | -                                  | 48,769             |
| Boise State University CAES MaCS Individual Projects Yr 2   | 81.XXX  | DE-AC07-05ID14517                         | -                                  | 124,349            |
| NSUF Usage of the Microscopy and Characterization Suite (MaCS) Analytical Services Yr 2               | 81.XXX  | DE-AC0-05ID14517                          | -                                  | 304,719            |
| Synthesis and Characterization of Molybdenum Disulfide by Atomic Layer Deposition                     | 81.XXX  | DE-AC02-06CH11357 (8F-30024)              | -                                  | 23,426             |
| Surface Morphological Patterning, Structure-Activity Modeling, and Aging Analysis                     | 81.XXX  | BNC 154754 Release 28 and MOD1            | -                                  | 45,144             |
| BSU Support of CAES Program Development Activities  | 81.XXX  | Release 29 MC154754                       | -                                  | 34,140             |
| <b>Total Pass Through Programs</b>  |         |   | -                                  | 2,861,463          |
| <b>Total US Department of Energy</b>  |         |   | 293,625                            | 3,752,988          |
| <b>US Department of Education</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| Classroom Physical Activity   | 84.305A |   | 10,354                             | 367,456            |
| RESET: Recognizing Effective Special Education Teachers   | 84.324A |   | 13,236                             | 362,656            |
| <b>Total Direct Programs</b>  |         |   | 23,590                             | 730,112            |
| <b>Pass Through Programs</b>  |         |   |                                    |                    |
| 2017-2018 SEED Invitational Leadership Institute to Invest in Developing Participant Support          | 84.367D | 05-ID02-SEED2017-ILU                      | -                                  | 13,824             |
| Close - Investigation of Exciton Delocalization and Exciton Coherence in Chromophores - Paul Simmonds | 84.ADV  | Advance                                   | -                                  | (2,277)            |
| Studying Practice and Student Learning (SPSL) New Teacher Induction for Student Learning & Teacher    | 84.367B | S367B160047                               | 17,834                             | 127,561            |
| <b>Total Direct Programs</b>  |         |   | 17,834                             | 139,108            |
| <b>Total US Department of Education</b>   |         |   | 41,424                             | 869,220            |
| <b>US Department of Health and Human Services</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| NIH K25 Career Award  | 93.859  |   | -                                  | 29,177             |
| AHL Signal Fidelity   | 93.859  |   | -                                  | 93,840             |
| COBRE in Matrix; COBRE Vivarium   | 93.859  |   | -                                  | (292)              |
| COBRE in Matrix; COBRE Jorcyk   | 93.859  |   | -                                  | (653)              |
| COBRE in Matrix; COBRE Uzer   | 93.859  |   | -                                  | (15,898)           |
| Autophagy Dysfunction in Parki  | 93.853  |   | -                                  | 100,654            |
| Identification and Characterization on an Integrin - Notch Signaling Axis                             | 93.859  |   | -                                  | 129,301            |
| COBRE Year 2 Carryforward   | 93.859  |   | -                                  | 2,064              |
| COBRE in Matrix Biology; COBRE ADMIN YR 4   | 93.859  |   | -                                  | 494,752            |
| COBRE in Matrix Biology; COBRE BRC YR 4   | 93.859  |   | -                                  | 536,021            |
| COBRE in Matrix Biology; COBRE VIVARIUM YR 4  | 93.859  |   | -                                  | 162,203            |
| COBRE in Matrix Biology; COBRE UZER YR 4  | 93.859  |   | -                                  | 139,078            |
| Spatiotemporal Dynamics of Transcription and Splicing by Two Photon 3D Orbital Tracking               | 93.859  |   | -                                  | 55,922             |
| COBRE in Matrix Biology; COBRE JR INVESTIGATOR YR 4   | 93.859  |   | -                                  | 134,178            |
| COBRE in Matrix Biology; COBRE BEARD YR 4   | 93.859  |   | -                                  | 131,288            |
| COBRE in Matrix Biology; COBRE L WARNER YR 4  | 93.859  |   | -                                  | 49,612             |
| COBRE in Matrix Biology; COBRE MORRISON YR 4  | 93.859  |   | -                                  | 62,029             |
| Development of Novel Antibiotics to Treat Protozoan Parasites   | 93.859  |   | -                                  | 122,071            |
| Autoinductive Signal Amplification  | 93.859  |   | -                                  | 94,223             |
| Autophagy Dysfunction in Parki - Alejandro  | 93.853  |   | -                                  | 39,631             |
| COBRE in Matrix Biology; COBRE UZER YR 5  | 93.859  |   | -                                  | 48,813             |
| COBRE in Matrix Biology; COBRE BEARD YR 5   | 93.859  |   | -                                  | 41,579             |
| COBRE in Matrix Biology; COBRE BRIDGING YR 5  | 93.859  |   | -                                  | 1,521              |
| COBRE in Matrix Biology; COBRE BRC YR 5   | 93.859  |   | -                                  | 36,379             |
| COBRE in Matrix Biology; COBRE ADMIN YR 5   | 93.859  |   | -                                  | 67,559             |

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| Federal Grant / Program Title / Cluster   | CFDA#   | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|---|---------|---|------------------------------------|--------------------|
| COBRE in Matrix Biology; COBRE VIVARIUM YR 5  | 93.859  |   | -                                  | 14,769             |
| COBRE in Matrix Biology; COBRE L.WARNER YR 5  | 93.859  |   | -                                  | 2,422              |
| <b>Total Direct Programs</b>  |         |   | -                                  | 2,572,243          |
| <b>Pass Through Programs</b>  |         |   |                                    |                    |
| Efficacy of Web-Based Interventions   | 93.859  | 16-746Q-BSU-PG38-00                       | -                                  | 2,317              |
| Idaho MIECHV Prgm Eval Yr 5   | 93.XXX  | HC881600                                  | -                                  | (542)              |
| Idaho MIECHV Program Year 2   | 93.XXX  | HC857500                                  | -                                  | (20,590)           |
| Idaho SHIP Model Test - POST I  | 93.624  | DKC817-SB-001                             | -                                  | 349,631            |
| Idaho SHIP Model Test - PRE IR  | 93.624  | DKC817-SB-001                             | -                                  | (1,402)            |
| IdeA-CTR Boise State - Year 4   | 93.859  | 16-746Q-BSU-BS8-01                        | -                                  | 797                |
| MIECHV Year 6   | 93.XXX  | HC881600                                  | -                                  | 27,118             |
| Clinical Translational Research Infrastructure Network IDEa-CTR                               | 93.859  | 17-746Q-BSU-PG67-00                       | -                                  | 337                |
| MIECHV Program Evaluation Expansion Project Year 3  | 93.XXX  | HC857500                                  | -                                  | 65,292             |
| INBRE 3 - YR 4  | 93.859  | IAK200-SB-015                             | -                                  | 104,888            |
| Enhancing the Reliability, Efficiency, and Usability of Bayesian Population PBPK Modeling     | 93.103  | G-01479-02                                | -                                  | 17,407             |
| Evaluating a Brief, Stand-Alone Bullying Bystander Intervention for Mixed-Race Middle Schools | 93.859  | 18-22QR-BSU-PG74                          | -                                  | 66,955             |
| Establishing the INBRE Bioinformatics Core at BSU   | 93.859  | IAK500-SB-012; PO054808                   | -                                  | 129,680            |
| Idaho MIECHV Program Evaluation Year 7  | 93.XXX  | HC881600                                  | -                                  | 141,604            |
| Idaho INBRE Pilot Project   | 93.859  | IAK400-SB-019 / IAK500-SB-014             | -                                  | 64,188             |
| Using Fertilin Inhibitors to Halt Atherosclerosis   | 93.837  | 17-062                                    | -                                  | 68,508             |
| Clinical Translational Research Infrastructure Network IDEa-CTR YR 5                          | 93.859  | 18-22QN-BSU-05-B5                         | -                                  | 25,374             |
| Transforming Mental Health Delivery Through Behavioral Economics and Implementation Science   | 93.242  | 572120-A                                  | -                                  | 35,666             |
| Project 3: Implementation Strat   | 93.242  | 572120-B                                  | -                                  | 16,287             |
| Genes to Behavior: Unlocking the Code for Early Detection of Reading Disorder                 | 93.865  | 153603 BSU Sub                            | -                                  | 6,365              |
| Recognizing and Reducing Safety Hazards in Northwest Potato Production                        | 93.262  | UWSC10098                                 | -                                  | 19,156             |
| INBRE 3 - YR 5  | 93.859  | IAK200-SB-015                             | -                                  | 71,583             |
| Establishing the INBRE Bioinformatics Core at BSU YR 5  | 93.859  | IAK500-SB-012; PO054808                   | -                                  | 24,746             |
| Replicating Marrow Mechanics of Stem Cells Ex vivo  | 93.865  | 0048860 (126873-13)                       | -                                  | 15,237             |
| A Partnership with WIC to Prepare Mothers During Pregnancy to Breastfeed                      | 93.350  | UWSC10373-BPO30163                        | -                                  | 3,801              |
| Idaho INBRE Pilot Project Yr 2  | 93.859  | IAK400-SB-019 / IAK500-SB-014             | -                                  | 9,234              |
| <b>Total Pass Through Programs</b>  |         |   | -                                  | 1,243,637          |
| <b>Total US Department of Health and Human Services</b>                                       |         |   | -                                  | 3,815,880          |
| <b>US Department of Homeland Security</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| Lidar for SE Idaho  | 97.045  |   | -                                  | (119)              |
| Lidar for SE Idaho 2  | 97.045  |   | 14,684                             | 700,464            |
| <b>Total Direct Programs</b>  |         |   | 14,684                             | 700,345            |
| <b>Total US Department of Homeland Security</b>   |         |   | 14,684                             | 700,345            |
| <b>Total Research and Development Cluster</b>   |         |   | 1,960,713                          | 24,843,057         |
| <b>TRIO - Cluster</b>   |         |   |                                    |                    |
| <b>US Department of Education</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| Student Success Program 15-16   | 84.042A |   | -                                  | (2)                |
| SSS Teacher Prep 15-16  | 84.042A |   | -                                  | 2,959              |
| TRIO Rising Scholars 16-17  | 84.042A |   | -                                  | 43,442             |
| SSS Teacher Prep 16-17  | 84.042A |   | -                                  | 29,585             |
| TRIO Rising Scholars 17-18  | 84.042A |   | -                                  | 335,787            |
| SSS Teacher Prep 17-18  | 84.042A |   | -                                  | 159,439            |
| ETS I, Canyon and Owyhee Counties 16-17   | 84.044A |   | -                                  | 115,317            |
| ETS II, Ada and Boise Counties 16-17  | 84.044A |   | -                                  | 41,740             |
| ETS II, Ada and Boise Counties 17-18  | 84.044A |   | -                                  | 205,497            |
| ETS I, Canyon and Owyhee Counties 17-18   | 84.044A |   | -                                  | 342,009            |
| Participant Support-ETS II, Ada and Boise Counties 17-18                                      | 84.044A |   | -                                  | 17,262             |
| Participant Support-ETS I, Canyon and Owyhee Counties 17-18                                   | 84.044A |   | -                                  | 49,524             |
| UB II Duck Valley 2015-2016   | 84.047A |   | -                                  | (37)               |
| UB III - Borah & Capital 16-17  | 84.047A |   | -                                  | (5,676)            |
| UB IV Meridian 2016-2017  | 84.047A |   | -                                  | 105,198            |
| UB I Canyon County 2016-2017  | 84.047A |   | -                                  | 158,666            |
| UB II Duck Valley 2016-2017   | 84.047A |   | -                                  | 63,076             |
| Upward Bound III, Boise 17-18   | 84.047A |   | -                                  | 187,920            |
| Participant Support-UB III Boise 17-18  | 84.047A |   | -                                  | 69,148             |
| UB II Duck Valley 2017-2018   | 84.047A |   | -                                  | 185,740            |
| Participant Support-UB II Duck Valley 2017-2018   | 84.047A |   | -                                  | 12,335             |
| UB I Canyon County 2017-2018  | 84.047A |   | -                                  | 222,816            |
| Participant Support-UB I Canyon County 2017-2018  | 84.047A |   | -                                  | 25,449             |
| UB IV Meridian 2017-2018  | 84.047A |   | -                                  | 152,928            |
| Participant Support-UB IV Meridian 2017-2018  | 84.047A |   | -                                  | 15,843             |
| Veterans Upward Bound 16-17   | 84.047V |   | -                                  | 52,569             |

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|---|---------|---|------------------------------------|--------------------|
| Veterans Upward Bound 17-18   | 84.047V |   | -                                  | 208,845            |
| McNair Scholars Program 15-16   | 84.217A |   | -                                  | (3,064)            |
| McNair Scholars Program 16-17   | 84.217A |   | -                                  | 97,937             |
| Boise State University Ronald E. McNair Post Baccalaureate Program                          | 84.217A |   | -                                  | 179,558            |
| <b>Total Direct Programs</b>  |         |   | -                                  | 3,071,810          |
| <b>Total US Department of Education</b>   |         |   | -                                  | 3,071,810          |
| <b>Total TRIO Cluster</b>   |         |   | -                                  | 3,071,810          |
| <b>OTHER PROGRAMS</b>   |         |   |                                    |                    |
| <b>US Department of Agriculture</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| RBDG Operation Excellence   | 10.351  |   | -                                  | (1,386)            |
| SBDC Nampa Business Accelerator Shared Manufacturing Lab                                    | 10.351  |   | -                                  | 301                |
| SBDC Nampa Business Accelerator Community Learning Lab                                      | 10.351  |   | -                                  | 17,448             |
| Operational Excellence Project  | 10.351  |   | -                                  | 7,596              |
| <b>Subtotal Direct Programs-CFDA 10.351</b>   |         |   | -                                  | 23,959             |
| NRCS Support of the Idaho Bird Conservation Partnership                                     | 10.902  |   | -                                  | 5,667              |
| High Prairie Collections  | 10.XXX  |   | -                                  | 3,716              |
| <b>Total Direct Programs</b>  |         |   | -                                  | 9,383              |
| <b>Total US Department of Agriculture</b>   |         |   | -                                  | 33,342             |
| <b>US Department of Commerce</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| TechHelp 184ID FY17   | 11.303  |   | 21,983                             | 21,703             |
| FY 2017 EDA University Center Economic Development Program Competition                      | 11.303  |   | 72,081                             | 127,964            |
| <b>Subtotal Direct Programs-CFDA 11.303</b>   |         |   | 94,064                             | 149,667            |
| Business to Business Network  | 11.611  |   | -                                  | (1,396)            |
| TechHelp Based Grant (NIST) Re-compete Yr 1   | 11.611  |   | (14,920)                           | (14,920)           |
| TechHelp Based Grant (NIST) Re-compete Yr 1 Program Income                                  | 11.611  |   | -                                  | (296)              |
| TechHelp Based Grant (NIST) Re-compete Yr 2   | 11.611  |   | 101,908                            | 370,595            |
| TechHelp Based Grant (NIST) Re-compete Yr 2 Program Income                                  | 11.611  |   | 87,299                             | 144,373            |
| TechHelp Based Grant (NIST) Re-compete Yr 3   | 11.611  |   | 94,822                             | 390,012            |
| TechHelp Based Grant (NIST) Re-compete Yr 3 Program Income                                  | 11.611  |   | 30,588                             | 94,510             |
| <b>Subtotal Direct Programs-CFDA 11.611</b>   |         |   | 299,697                            | 982,878            |
| <b>Total Direct Programs</b>  |         |   | 393,761                            | 1,132,545          |
| <b>Total US Department of Commerce</b>  |         |   | 393,761                            | 1,132,545          |
| <b>US Department of Defense</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| PTAC FY17   | 12.002  |   | -                                  | 18,040             |
| Procurement Technical Assistance Center (PTAC) 2018   | 12.002  |   | -                                  | 223,327            |
| <b>Subtotal Direct Programs-CFDA 12.002</b>   |         |   | -                                  | 241,367            |
| NSA GenCyber Teacher Camp   | 12.903  |   | -                                  | 22,863             |
| NSA GenCyber Teacher Camp Participant Support   | 12.903  |   | -                                  | 1,575              |
| Gencyber Summer Camps for Underrepresented Idaho High School Students                       | 12.903  |   | -                                  | 20,570             |
| Participant Support - Gencyber Summer Camps for Underrepresented Idaho High School Students | 12.903  |   | -                                  | 10,899             |
| <b>Subtotal Direct Programs-CFDA 12.903</b>   |         |   | -                                  | 55,907             |
| Tracking and Engaging the Future: the U.S Air Force in 2030                                 | 12.800  |   | -                                  | 74,058             |
| <b>Total Direct Programs</b>  |         |   | -                                  | 371,332            |
| <b>Pass Through Programs</b>  |         |   |                                    |                    |
| Positive Action to Support Military Students' Social-Emotional Skills and Behaviors         | 12.556  | HE1254-16-1-0040                          | -                                  | 19,065             |
| <b>Total Pass Through Programs</b>  |         |   | -                                  | 19,065             |
| <b>Total US Department of Defense</b>   |         |   | -                                  | 390,397            |
| <b>US Department of the Interior</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| Space for USGS Snake River Fie  | 15.808  |   | -                                  | (8,367)            |
| Space for USGS Snake River Fie - COAS   | 15.808  |   | -                                  | 111,928            |
| <b>Subtotal Direct Programs-CFDA 15.808</b>   |         |   | -                                  | 103,561            |
| Lichen Curation Management  | 15.231  |   | -                                  | 7,714              |
| <b>Total Direct Programs</b>  |         |   | -                                  | 111,275            |

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|--|--------|---|------------------------------------|--------------------|
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Modeling Golden Eagle Foraging Habitat within the California DRECP Area            | 15.655 | 8019.17.057751                            | -                                  | 101,184            |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 101,184            |
| <b>Total US Department of the Interior</b>   |        |   | -                                  | 212,459            |
| <b>US Department of Justice</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| IIP Wrongful Conviction Review   | 16.746 |   | -                                  | 74,105             |
| DNA Innocence Program, Idaho Innocence Project at Boise State University           | 16.820 |   | 5,147                              | 102,226            |
| <b>Total Direct Programs</b>   |        |   | 5,147                              | 176,331            |
| <b>Total US Department of Justice</b>  |        |   | 5,147                              | 176,331            |
| <b>US Department of Labor</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| OSHCN FY17 Admin   | 17.504 |   | -                                  | 19,953             |
| OSHCN FY17 Consultation  | 17.504 |   | -                                  | 110,348            |
| OSHCN FY18 Admin   | 17.504 |   | -                                  | 62,340             |
| OSHCN FY18 Consultation  | 17.504 |   | -                                  | 285,386            |
| <b>Total Direct Programs</b>   |        |   | -                                  | 478,027            |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Apprenticeship Idaho   | 17.285 | THP-AGE-7615                              | -                                  | 70,259             |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 70,259             |
| <b>Total US Department of Labor</b>  |        |   | -                                  | 548,286            |
| <b>National Aeronautics &amp; Space Administration</b>                             |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| NASA MUREP ASTAR Fellowship  | 43.008 |   | -                                  | 11,553             |
| NASA MUREP ASTAR Fellowship -  | 43.008 |   | -                                  | 56,535             |
| <b>Total Direct Programs</b>   |        |   | -                                  | 68,088             |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Idaho TECH Challenge Mars Rover Competition in Boise                               | 43.001 | FPK900-SB-023                             | -                                  | 191                |
| Idaho TECH Challenge Mars Rover Competition in Boise Participant Costs             | 43.001 | FPK900-SB-023                             | -                                  | 119                |
| <b>Subtotal Pass Through Programs-CFDA 43.001</b>                                  |        |   | -                                  | 310                |
| G-Forces   | 43.008 | NNX15AI04H                                | -                                  | (153)              |
| ACE Academy Living Lab   | 43.008 | FPK900-SB-031                             | -                                  | 1,776              |
| ACE Academy Living Lab Program Income  | 43.008 | FPK900-SB-031                             | -                                  | 50                 |
| <b>Subtotal Pass Through Programs-CFDA 43.008</b>                                  |        |   | -                                  | 1,673              |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 1,983              |
| <b>Total National Aeronautics &amp; Space Administration</b>                       |        |   | -                                  | 70,071             |
| <b>National Foundation on the Arts and the Humanities</b>                          |        |   |                                    |                    |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Public Lecture by Haitian writer Évelyne Trouillot on language, memory and emotion | 45.129 | 2017060                                   | -                                  | 2,000              |
| Civil Idaho  | 45.129 | 2018002                                   | -                                  | 2,770              |
| <b>Subtotal Pass Through Programs-CFDA 45.129</b>                                  |        |   | -                                  | 4,770              |
| Maria in the Shower Concert  | 45.025 | TW20130238                                | -                                  | (10)               |
| Travel Grant for IASSIST & CARTO 2018 Conference                                   | 45.310 | CE1800-44                                 | -                                  | 900                |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 5,660              |
| <b>Total National Foundation on the Arts and the Humanities</b>                    |        |   | -                                  | 5,660              |
| <b>US Small Business Administration</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| SBA 2014 Program Income  | 59.037 |   | -                                  | 136                |
| SBA 2016 PG Income   | 59.037 |   | -                                  | (432)              |
| SBA 2017   | 59.037 |   | 242,643                            | 391,368            |
| SBA 2017 Region III  | 59.037 |   | -                                  | 132,060            |
| SBA 2017 Program Income 1  | 59.037 |   | -                                  | 5,220              |
| SBA 2018   | 59.037 |   | 37,426                             | 106,335            |
| SBA 2018 Region III  | 59.037 |   | -                                  | 71,917             |
| SBA 2018 Program Income  | 59.037 |   | -                                  | 2,911              |
| <b>Subtotal Direct Programs-CFDA 59.037</b>  |        |   | 280,069                            | 709,515            |
| ISBDC: FAST Partnership 15-16  | 59.058 |   | -                                  | 376                |
| Idaho SBDC Fast 2017   | 59.058 |   | -                                  | 66,465             |
| Idaho SBDC FAST 2018   | 59.058 |   | -                                  | 99,599             |
| <b>Subtotal Direct Programs-CFDA 59.058</b>  |        |   | -                                  | 166,440            |

(continued)



BOISE STATE UNIVERSITY

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster                                     | CFDA#   | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|---|---------|---|------------------------------------|--------------------|
| <b>Total Direct Programs</b>  |         |   | 280,069                            | 875,955            |
| <b>Total US Small Business Administration</b>                               |         |   | 280,069                            | 875,955            |
| <b>US Department of Energy</b>  |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| Industrial Assessment Center  | 81.117  |   | -                                  | (13)               |
| IAC - Research Project  | 81.117  |   | -                                  | 11                 |
| Industrial Assessment for the Intermountain West                            | 81.117  |   | 54,760                             | 122,840            |
| <b>Subtotal Direct Programs-CFDA 81.117</b>                                 |         |   | 54,760                             | 122,838            |
| Boise State University Nuclear Science and Engineering Scholarships         | 81.121  |   | -                                  | 7,500              |
| Boise State University Nuclear Science and Engineering Fellowship - Kempf   | 81.121  |   | -                                  | 3,235              |
| Kiyo Scholar & Fellowship   | 81.121  |   | -                                  | 44,045             |
| Boise State University Nuclear Science and Engineering Fellowship - Watkins | 81.121  |   | -                                  | 43,555             |
| <b>Subtotal Direct Programs-CFDA 81.121</b>                                 |         |   | -                                  | 98,335             |
| <b>Total Direct Programs</b>  |         |   | 54,760                             | 221,173            |
| <b>Pass Through Programs</b>  |         |   |                                    |                    |
| Lab Corps - Andrews   | 81.XXX  | Release 67 MOA#41394                      | -                                  | (3,324)            |
| Wind Application Center   | 81.XXX  | AGZ-6-62005-01                            | -                                  | 92                 |
| Lab Corps - Ritter  | 81.XXX  | Release 67 MOA#41394                      | -                                  | (2,281)            |
| FY17 INL/BEA EPI Joint Appointment  | 81.XXX  | Release 01, Master 161634                 | -                                  | 7,040              |
| INL Lean Transformation and Development Support                             | 81.XXX  | 178886                                    | (8,712)                            | (9,426)            |
| Wind for Schools (Wfs) Wind Application Center (WAC) Operation Plan         | 81.XXX  | AFG-7-70131-01                            | -                                  | 5,363              |
| MACs Operations Support   | 81.XXX  | DE-AC07-05ID14517                         | -                                  | 45,251             |
| <b>Total Pass Through Programs</b>  |         |   | (8,712)                            | 42,715             |
| <b>Total US Department of Energy</b>  |         |   | 46,048                             | 263,888            |
| <b>US Department of Education</b>   |         |   |                                    |                    |
| <b>Direct Programs:</b>   |         |   |                                    |                    |
| HEP 2016-2017   | 84.141  |   | -                                  | 12,982             |
| HEP 2017-2019   | 84.141  |   | -                                  | 474,731            |
| <b>Subtotal Direct Programs-CFDA 84.141</b>                                 |         |   | -                                  | 487,713            |
| CAMP 2016-2017  | 84.149A |   | -                                  | 11,693             |
| CAMP 2017-2019  | 84.149A |   | -                                  | 406,535            |
| <b>Subtotal Direct Programs-CFDA 84.149A</b>                                |         |   | -                                  | 418,228            |
| Rural Endorsement and Development Opportunities (REDO)                      | 84.365  |   | -                                  | 391,544            |
| Vs-Grant-DeptofEd (CofE4VSS)  | 84.116G |   | -                                  | 139,828            |
| <b>Total Direct Programs</b>  |         |   | -                                  | 1,437,313          |
| <b>Pass Through Programs</b>  |         |   |                                    |                    |
| Enhancing Teacher PCK Inquiry   | 84.366  | O9MSP15                                   | -                                  | (1,100)            |
| i-STEM Prof Dev Initiative  | 84.366  | 12MSP17                                   | -                                  | (36)               |
| iSTEM 2016  | 84.366  | EBK895-SB-001                             | -                                  | 11,901             |
| iSTEM 2016 Stipends   | 84.366  | EBK895-SB-001                             | -                                  | 28,087             |
| Cancel - iSTEM 2017   | 84.366  | EBK895-SB-001                             | -                                  | (84,023)           |
| Integrated STEM Innovation  | 84.366  | EBK549-SB-001                             | 81,942                             | 245,258            |
| <b>Subtotal Pass Through Programs-CFDA 84.366</b>                           |         |   | 81,942                             | 200,087            |
| Participant Support - Boise State Writing Project                           | 84.411  | 05-ID02-2017I3AI                          | -                                  | 7,847              |
| 2018-2019 Year 2 i3 Scale-Up C3WP   | 84.411  | 05-ID02-2018I3C3WP                        | -                                  | 664                |
| <b>Subtotal Pass Through Programs-CFDA 84.411</b>                           |         |   | -                                  | 8,511              |
| IBC 16-17 1003A   | 84.010A | 17-4000                                   | -                                  | 10,389             |
| IBC 16-17 1003G   | 84.010A | 17-4000                                   | -                                  | 2,739              |
| <b>Subtotal Pass Through Programs-CFDA 84.010A</b>                          |         |   | -                                  | 13,128             |
| MSP Professional Dev. Math  | 84.366B | 27493                                     | -                                  | 62,963             |
| MSP Professional Dev. Math - Participant Support                            | 84.366B | 27493                                     | -                                  | 23,687             |
| SAHE Grant - Professional Development with Idaho Teachers                   | 84.367B | S367B150047                               | 84,542                             | 137,893            |
| <b>Subtotal Pass Through Programs-CFDA 84.367B</b>                          |         |   | 84,542                             | 224,543            |
| 2017-2018 CRWP High-Need School Grant                                       | 84.367D | 05-ID02-SEED2017-CRWPPD                   | -                                  | 14,670             |
| 2017-2018 CRWP High-Need School Grant Participant Support                   | 84.367D | 05-ID02-SEED2017-CRWPPD                   | -                                  | 1,875              |
| College Ready Writers Program Participant Support                           | 84.367D | 05-ID02-SEED2016                          | -                                  | 2,400              |
| <b>Subtotal Pass Through Programs-CFDA 84.367D</b>                          |         |   | -                                  | 18,945             |
| IBC 17-18 1003g   | 84.XXX  | S010A150012-S010A160012-S377A1            | -                                  | 72,864             |
| IBC 17-18 1003a   | 84.XXX  | S010A150012-S010A160012-S377A1            | -                                  | 492,365            |
| IBC 17-18 State   | 84.XXX  | S010A150012-S010A160012-S377A1            | -                                  | 26,032             |
| <b>Subtotal Pass Through Programs-CFDA 84.XXX</b>                           |         |   | -                                  | 591,261            |

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BOISE STATE UNIVERSITY

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

| Federal Grant / Program Title / Cluster  | CFDA#  | Pass-Through Entity<br>Identifying Number | Passed Through to<br>Subrecipients | Total Expenditures |
|--|--------|---|------------------------------------|--------------------|
| <b>Total Pass Through Programs</b>   |        |   | 166,484                            | 1,056,475          |
| <b>Total US Department of Education</b>  |        |   | 166,484                            | 2,493,788          |
| <b>US Department of Health and Human Services</b>  |        |   |                                    |                    |
| <b>Direct Programs:</b>  |        |   |                                    |                    |
| TEAM for Social Work Yr 3  | 93.243 |   | -                                  | 3,294              |
| Youth Behavioral Health Internship (YBHI) for Masters in Counseling Students               | 93.243 |   | -                                  | 167,315            |
| <b>Subtotal Direct Programs-CFDA 93.243</b>  |        |   | -                                  | 170,609            |
| The Southwest Idaho Bridges to the Baccalaureate   | 93.859 |   | 23,873                             | 98,700             |
| <b>Total Direct Programs</b>   |        |   | 23,873                             | 269,309            |
| <b>Pass Through Programs</b>   |        |   |                                    |                    |
| Strategic Prevention Framework   | 93.243 | 5U79SPO20168-02                           | -                                  | 3,044              |
| Strategic Prevention Framework for the Idaho College of Health Coalition                   | 93.243 | 5U79SPO20168-02                           | -                                  | (7,499)            |
| Strategic Prevention Framework for the Idaho College Health Coalition Yr 3                 | 93.243 | 5U79SPO20168-02                           | -                                  | 95,178             |
| <b>Subtotal Pass Through Programs-CFDA 93.243</b>  |        |   | -                                  | 90,723             |
| Scholars Program   | 93.XXX | KC255400                                  | -                                  | (9)                |
| Strategic Prevention Framework - COED  | 93.XXX | 6641                                      | -                                  | 14,863             |
| Montana Critical APGAR Program   | 93.XXX | 6850                                      | -                                  | 224                |
| Lifespan Respite   | 93.XXX | 90LR0034-01-00                            | -                                  | 4,035              |
| Scholars Program 2015/2016   | 93.XXX | KC255400                                  | -                                  | 9                  |
| Scholars Program FY17  | 93.XXX | KC255400                                  | -                                  | 9,229              |
| Collaboration for Health Conference  | 93.XXX | HC929800                                  | -                                  | 36,911             |
| <b>Subtotal Pass Through Programs-CFDA 93.XXX</b>  |        |   | -                                  | 65,262             |
| 2017 Advancing State Lifespan Respite System Grant   | 93.072 | 90LRLI0014                                | -                                  | 14,405             |
| Evaluating the Idaho Early Literacy Project  | 93.213 | 100411484                                 | -                                  | 44,696             |
| Job Hazard Analysis in Agriculture: Developing Tools to Evaluate the Effect of Alternative | 93.262 | UWSC9704                                  | -                                  | 493                |
| Project SHINE 2016   | 93.566 | IOR-1621                                  | -                                  | 20                 |
| Regional Alcohol and Drug Awareness Resource   | 93.959 | 7869                                      | -                                  | 148,036            |
| <b>Total Pass Through Programs</b>   |        |   | -                                  | 363,635            |
| <b>Total US Department of Health and Human Services</b>                                    |        |   | 23,873                             | 632,944            |
| <b>Total Other Programs</b>  |        |   | 915,382                            | 6,835,666          |
| <b>Total Expenditures</b>  |        |   | 2,876,095                          | 151,671,022        |



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**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2018**

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**1. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes federal award activity of the University under programs of the federal government for the year ended June 30, 2018. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the University, it is not intended to and does not present the financial position, changes in net position, or cash flows of the University.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The University has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**3. UNIVERSITY ADMINISTERED LOAN PROGRAMS**

The federal student loan programs listed subsequently are administered directly by the University, and balances and transactions relating to these programs are included in the University's basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at June 30, 2018 consists of:

| <b>CFDA<br/>Number</b> | <b>Program Name</b>    | <b>Outstanding Balance at<br/>June 30, 2018</b> |
|------------------------|------------------------|---|
| 84.038                 | Federal Perkins Loans  | \$ 11,074,411                                   |
| 93.364                 | Nursing Students Loans | \$ 5,039  |





**BOISE STATE  
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**Office of the Vice President and Chief Financial  
Officer for Finance and Administration  
[www.boisestate.edu](http://www.boisestate.edu)  
1910 W University Drive. Boise, ID 83725**