CALL TO ORDER AND VERIFICATION OF QUORUM
Board Chair Williams called the meeting to order at 3:03 p.m. in the Driftwood Bay Room of the SUB, and verified that a quorum of the Board was present at the meeting. Those in attendance were: Denny Hague, Judy Meyer, Rolly Williams, Christie Wood, Michael Burke, and Donna Ward. A motion was then made as follows:

EXECUTIVE SESSION
MOTION: 06-22-05: 15 Motion was made by Trustee Hague and seconded by Trustee Meyer to adjourn to executive session under Idaho Code Sections 67-2345(b) to consider the evaluation, dismissal or disciplining of, or to hear complaints or charges brought against, a public officer, employee, staff member or individual agent; and (c) to conduct deliberations concerning labor negotiations or to acquire an interest in real property which is not owned by a public agency.
Roll call vote was as follows:

- Denny Hague: aye
- Judy Meyer: aye
- Rolly Williams: aye
- Christie Wood: aye

The Board’s self evaluation results were discussed, and at 3:58 p.m. the meeting adjourned from executive session to reconvene to the regular meeting.

CALL TO ORDER AND VERIFICATION OF QUORUM
Board Chair Williams recalled the meeting to order at 4:05 p.m. and verified that a quorum of the Board was present.

ATTENDANCE
Trustees: Mic Armon
Denny Hague
Judy Meyer
Rolly Williams
Christie Wood
Also present: Michael Burke, President
Jerry Gee, Vice President for Instruction
Rolly Jurgens, Vice President for Administrative Services
Bruce Gifford, Vice President for Student Services
Kathy Christie, Assistant Vice President for Planning, Assessment and Research
INTRODUCTION OF GUESTS
Guests at the meeting included Taryn Brodwater of the Spokesman-Review, Tom Greene of the Coeur d’Alene Press, Kelly Richards, Executive Director of Concerned Businesses, Brandon Mays of the Sentinel, Fred Ostermeyer, a member of the Idaho Workforce Development Council, and citizen Donna Montgomery.

APPROVAL OF MINUTES
Motion was made by Trustee Meyer and seconded by Trustee Hague to approve the minutes of the May 25, 2005, as presented. The motion was unanimously approved.

OPEN FORUM FOR PUBLIC REMARKS
Kelly Richards, of Concerned Businesses, expressed the concern of 40 local businesses with the proposed use of $1 million foregone taxes in the college’s FY05-06 budget. She said that the businesses applaud NIC’s efforts in the accruing over $3 million in foregone taxes. However, Richards stated that Concerned Businesses does not support use of foregone taxes by the college.

Local citizen Donna Montgomery told the Trustees that a “Secret Witness” program for the anonymous reporting of crimes or information relating to crimes is being formed in this area. Montgomery noted that Trustee Christie Wood is a member of the advisory board.

OPERATING BUDGET FY05-06
Vice President Jurgens the explained several changes in revenue and expenditures in the Operating Budget for FY05-06 since the last meeting. He said that even with the use of $1 million in foregone taxes the mil levy rate will actually be reduced due to new property on the tax rolls in Kootenai County. The Trustees discussed property acquisition and educational corridor costs, and concluded the proposed operating budget did not include funding for these. It was requested that Jurgens research the possibility of a budget fund for property acquisition. The new Health and Sciences Building will require approximately $500,000 for furniture and startup costs that are not ongoing costs, but are included in the proposed budget.

Following discussion of the changes within the Operating Budget FY05-06, the following motion was made:

MOTION: 06-22-05: 16 Motion was made by Trustee Wood and seconded by Trustee Hague, to accept the Operating Budget FY05-06 with the inclusion of $1 million in foregone taxes as additional revenue. The motion was approved by roll call vote as follows:
Vice President Jurgens reviewed changes in the proposed Plant Fund budget since the May board meeting. He provided a three-year trend and a three-year projection of the Plant Fund budget, as well as remodeling projects for Seiter, Lee, and Boswell Halls. Jurgens stated that in accord with the Trustees’ requests, additional transfers will be made of approximately $207,000 in FY07 and FY08 from the Operating Budget for possible property acquisition.

Following discussion of the Plant Fund budget, the following motion was made:

**MOTION: 06-22-05: 17** Motion was made by Trustee Hague and seconded by Trustee Meyer, to approve the Plant Fund Budget FY05-06 as presented. The motion was approved by roll call vote as follows:

- Mic Armon: no
- Denny Hague: yes
- Judy Meyer: yes
- Rolly Williams: yes
- Christie Wood: yes

**ASNIC OPERATING BUDGET FY05-06**

Vice President Gifford explained that the ASNIC Operating Budget for FY05-06 has not changed since the first reading in May, nor have student priorities changed. Board Chair Williams suggested that if students are serious about recreational center, they may want to discuss assessing student fees and setting aside funding for this project. Gifford stated that the consultants will be bringing forth proposals with cost estimates, and that students may be bringing feasibility studies to the board approval as well as approval to initiate the necessary fees for the project. The following motion was then made:

**MOTION: 06-22-05: 18** Motion was made by Trustee Wood and seconded by Trustee Hague, to approve the ASNIC Budget FY05-06 as presented. The motion was approved by roll call vote as follows:

- Mic Armon: yes
- Denny Hague: yes
- Judy Meyer: yes
- Rolly Williams: yes
- Christie Wood: yes
AUXILIARY SERVICES BUDGET FY05-06
Vice President Gifford explained that the only change in the Auxiliary Services Budget since the May meeting, was the projections of salaries. Gifford noted that the proposed budget included a 4% increase in Food Services and a 3% increase in the bookstore budget. The following motion was then made:

MOTION: 06-22-05: 19 Motion was made by Trustee Meyer and seconded by Trustee Hague, to approve the Auxiliary Services Budget FY05-06 as presented. The motion was approved by roll call vote was as follows:

Mic Armon  yes
Denny Hague  yes
Judy Meyer  yes
Rolly Williams  yes
Christie Wood  yes

NAMING OPPORTUNITIES
Rayelle Anderson, Executive Director of the NIC Foundation explained that in order to obtain the necessary signage for the offices, labs, classrooms, and other spaces for the Health Sciences Building, Board of Trustees approval would be necessary for commemorative gift naming opportunities. She stated that the names will be held in confidence until the Grand Opening. The Senate and President’s Cabinet have approved the proposed names. The following motion was then made:

MOTION: 06-22-05: 20 Motion was made by Trustee Armon and seconded by Trustee Hague, to approve the commemorative naming of the offices, labs, classrooms, and other spaces in the Health Sciences Building as presented. The motion was unanimously approved.

REPORTS
PRESIDENT
President Burke reported that he had recently attended the State Board of Education meeting. He also noted that he was elected or appointed to the following positions: president of Idaho Presidents’ Council, a member the AACC President’s Academy Executive Committee, a member of the AACC Board of Directors, and president-elect of the Mountain States Association of Community Colleges. Burke thanked Al Williams and John Stone of Regal Cinemas for the fund-raising support of the Booster Club. He also thanked Brenda Smith and Karen Hubbard for their work on the salary issues.

SENATE
Shelley Cobetto, Senate Chair, had no report.
FACULTY ASSEMBLY
Faculty Assembly Chair Bill Richards said that the faculty does not meet during the summer, but that many instructors were on campus, anticipating the various moves taking place on campus. He stated that executive committee of Faculty Assembly will meet next month, and he offered to make the faculty salary comparables available to Trustees.

STAFF ASSEMBLY
Lewis Watkins, Staff Assembly Chair, thanked the Board for their approval of the FY05-06 budget. He stated that it was monumental to staff to have their salaries increased. Watkins said that the new registration process has been a huge success so far.

ASNIC
Mandolyn Duclos, ASNIC Vice President, told the Board that the new registration process was going well, that the student leaderships' major projects had been completed, and that the student were looking forward to the progress of the proposed campus recreational center.

BOARD CHAIR
Board Chair Williams had no report.

REMARKS FOR GOOD OF ORDER
Rayelle Anderson reported that the "Really Big Raffle" had sold out, and that the drawing will be held on July 6th.

Trustee Meyer said that Fred Ostermeyer is a member of Idaho Workforce Development Council, which is planning a meeting in the area in mid-August.

EXECUTIVE SESSION
MOTION: 06-22-05:21 Motion was made by Trustee Armon and seconded by Trustee Hague to adjourn to executive session under Idaho Code Section 67-2345(a) To consider hiring a public officer, employee, staff member or individual agent;
Roll call vote was as follows:

<table>
<thead>
<tr>
<th>Name</th>
<th>Vote</th>
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<tbody>
<tr>
<td>Mic Armon</td>
<td>yes</td>
</tr>
<tr>
<td>Denny Hague</td>
<td>yes</td>
</tr>
<tr>
<td>Judy Meyer</td>
<td>yes</td>
</tr>
<tr>
<td>Rolly Williams</td>
<td>yes</td>
</tr>
<tr>
<td>Christie Wood</td>
<td>yes</td>
</tr>
</tbody>
</table>

Time: 5:32 p.m.
RECONVENE
The meeting reconvened at 6:31 p.m., and the following motion was made:

MOTION: 06-22-05: 22 Motion was made by Trustee Armon and seconded by Trustee Hague to authorize Board Chair Williams to negotiate with President Burke with regard to his compensation package. The motion was unanimously approved.

ADJOURNMENT
Motions made by Trustee Hague, seconded by Trustee Meyer, and unanimously approved to adjourn the meeting.

Time: 6:33 p.m.

Board of Trustees Chair ______________________________ Board of Trustees Secretary ______________________________