CALL TO ORDER AND VERIFICATION OF QUORUM

Board Chair Williams called the meeting to order at 4:45 p.m. in the Powderhorn Bay Room of the SUB and verified that a quorum of the Board was present at the meeting. Those in attendance were: Mic Armon, Denny Hague, Judy Meyer Rolly Williams, Christie Wood, Michael Burke, and Marc Lyons. The following motion was made:

EXECUTIVE SESSION

MOTION: 06-21-06: 13 Motion was made by Trustee Hague and seconded by Trustee Wood 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.

Roll call vote was as follows:

- Mic Armon  aye
- Denny Hague  aye
- Judy Meyer  aye
- Rolly Williams  aye
- Christie Wood  aye

The evaluation of an employee took place. At 5:55 p.m. the executive session was ended, and the Trustees reconvened as follows:

CALL TO ORDER AND VERIFICATION OF QUORUM

Board Chair Williams called the meeting to order at 6:00 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  
Kathy Christie, Assistant Vice President for Research, Planning and Assessment  
Paul Olscamp, Interim Vice President for Instruction  
Rolly Jurgens, Vice President for Administrative Services  
Kent Propst, Assistant to the President for Community Relations  
Marc Lyons, Attorney for North Idaho College  
Patrice Wheeler, Staff Assembly Chair  
Bill Richards, Faculty Assembly Chair  
Ryan Robinson, ASNIC President

INTRODUCTION OF GUESTS  
Meghann Cuniff of the Spokesman-Review and Linda Ball of the Coeur d’Alene Press, were introduced as guests.

APPROVAL OF MINUTES  
Motion was made by Trustee Hague and seconded by Trustee Armon to approve the minutes of the May 31, 2006 meeting. The motion was unanimously approved.

OPEN FORUM FOR PUBLIC REMARKS  
Dan Googin, a local citizen and taxpayer expressed his appreciation for NIC. He noted that because of the increase in property valuation over the past year, a $100,000 house, used as an example in the board materials, would now have a value of $140,000, which will increase the property tax by several dollars.

Stan Hess, a local citizen, stated that he felt the NIC board meetings should be televised, the board should be accessible by internet, and a speakerphone should be available during meetings so citizens could call in and make comments. He expressed his opinion that the athletic budget was costly and recommended that NIC sports be intramural rather than intercollegiate. Hess noted his displeasure with the NIC history program and said that NIC was “Native American-centric.” He stated that Europeans were in North America before Native Americans, that the trustees should take into account the demographics of the area, and curriculum should focus on needs of the community.

COLLEGE OPERATING BUDGET FY06-07  
Vice President Rolly Jurgens reviewed the timeline of the budget and noted that the revenue from the state was allocated only within the last week. The delay was due to State Board of Education approval of the allocation formula for distribution to NIC and the College of Southern Idaho. Jurgens expressed his appreciate for a number of people, including Pam Claflin, Judy Parker, Alan Lamb, Kathy Christie, Sarah Garcia, Paul Olscamp, and others within the instructional departments that worked many hours constructing the instruction budget this year. Jurgens reviewed the changes in revenue between first reading and second reading and explained that because of added revenue the Bonners Ferry center and a security employee position were added to the proposed budget.

The budget for FY-06-07 will be $26,977 less from the previous year--$33,107,690 in FY-05-06 as compared to $32,980,713 for FY06-07.
Discussion took place of the increase in local property valuations. Due to the new property on the tax rolls and increases in property valuations, local property owners will see only modest tax increases to NIC’s portion of the taxes for the next year.

Jurgens explained that due to added positions and a reduction in the M&O budget, the ratio of personal services to M&O is at 75.7%/24.3%. Trustee Armon said that the board does not want to go over the ratio of 75%/25%, and that the increase was unacceptable to him. Initially he requested that the budget be adjusted. Following discussion, it was agreed that the 75%/25% ratio of personal services to M&O will kept as a target. Jurgens reminded the trustees that uncontrollable factors such as health insurance costs, tax reduction pressure from local property owners, and the Meet & Confer process for salary and benefit increases directly affect the ratio. The board concluded with the directive to administration that M&O costs should be adequately addressed with the percentage goal in mind. The following motion was then made:

MOTION: 06-21-06: 14 Motion was made by Trustee Hague and seconded by Trustee Wood to approve the Operating Budget for FY06-07 as presented. The motion was unanimously approved.

PLANT FUND BUDGET FY06-07

Vice President Jurgens reviewed the one change in the Plant Fund Budget for FY06-07 since the first reading. The Silver Valley Center will be required to pay for rent of $1000 per month, which was not included in the first reading of the Plant Fund Budget. Trustee Meyer asked if there was a line item for property acquisition in the budget. Jurgens said that no funds have been set aside for purchase of property. After discussion, it was agreed that a property acquisition line item be included in the budget. The following motion was then made:

MOTION: 06-21-06: 15 Motion was made by Trustee Armon and seconded by Trustee Meyer to approve the Plant Fund Budget for FY06-07 as presented. The motion was unanimously approved.

ASNIC BUDGET FY06-07

Michelle Masængill, Accountant for Auxiliary Services, told the trustees that there were no changes to the ASNIC Budget FY06-07 since the first reading. Following brief discussion, the following motion was made:

MOTION: 06-21-06: 16 Motion was made by Trustee Wood and seconded by Trustee Armon to approve the ASNIC Budget for FY06-07 as presented. The motion was unanimously approved.

AUXILIARY SERVICES BUDGET FY06-07

Auxiliary Services Director Lanny Stein said there were no changes to the Auxiliary Services Budget for FY06-07. At last meeting board the trustees requested further information regarding debt service fees and debt service reduction for the Student Union budgets, and those were included in budget. Stein also noted several other areas in the budget where additional information was included to provide a more accurate representation of the budget. Trustee Armon thanked Stein and Masængill for providing additional information in the budget since the first reading. The following motion was made:
MOTION: 06-21-06: 17 Motion was made by Trustee Armon and seconded by Trustee Hague to approve the ASNIC Budget for FY06-07 as presented. The motion was unanimously approved.

APPOINTMENT OF CLERK OF THE ELECTION
Jurgens explained that Trustee Hague’s position on the board will expire in November and that an election for that vacancy will be held. He said that Kootenai County requires a clerk of the election to conduct the election, coordinate the election with the county, report the outcome, and bring the outcome of the election to the board. Following discussion, the following motion was made:

MOTION: 06-21-06: 18 Motion was made by Trustee Wood, seconded by Trustee Meyer and unanimously approved to appoint Rolly Jurgens as Clerk of the Election for the November 2006 trustee election.

REPORTS
COLLEGE PRESIDENT
President Burke stated that Kent Propst had represented NIC at the meeting of the Legislative Interim Committee on Community Colleges. He reviewed the events of the first meeting and said there was general agreement that adding community colleges to the state will be expensive and there will need to be investment in facilities and plants, producing on-going, long-term costs. Burke said that the committee will meet at NIC on July 7. Discussion of that meeting occurred. Trustee Meyer stated that she will be presenting on behalf of the Idaho Business Council for Excellence in Education (IBCEE) and presented the statements that had been adopted by that group regarding community colleges. Three points that have been adopted by the IBCEE are that community colleges need local governance, that new funding must be sought, and new colleges cannot be funded by reallocation of already dedicated funding, and any plan by the legislature must include a workable framework that does not harm existing community colleges. Meyer requested endorsement for those statements by the board, and the following motion was made:

MOTION: 06-21-06: 19 Motion was made by Trustee Wood, seconded by Trustee Hague, and unanimously approved to endorse the statements adopted by the Idaho Business Council for Excellence in Education regarding any proposed revision by the Legislative interim community colleges of the community college system in Idaho.

FACULTY ASSEMBLY
Bill Richards, Faculty Assembly Chair, reported that faculty do not meet during the summer. He acknowledged the work by faculty to help division chairs revise schedules for summer and fall semesters. Richards said that he had worked on the data of the faculty salary comparator institutions, and said if board wished to discuss that information to call him. He asked the board
to direct the administration to start Meet & Confer negotiations earlier in the year. Board Chair Williams referred Richards to the board policies and said that the board wants to stay within the policies guidelines. He suggested that Richards consider policy revision if the timeline requires adjustment.

**STAFF ASSEMBLY**

Patrice Wheeler, new Staff Assembly Chair, thanked the board for her being a part of the governance structure. She expressed a commitment by staff to communication and to solutions for future challenges. As chair of the ad hoc committee on salaries, she said that the committee was preparing to meet to review the budget and consider non-monetary compensation for staff.

**ASNIC**

Ryan Robinson, new ASNIC President, apologized for his absence at the last meeting. He was in Columbia and had met with his counterparts and various student groups there. Robinson will be appointing a vice president and three senators and would like to have professional-technical students on the ASNIC board. He reviewed his goals as president and expressed his appreciation in working with the trustees and college administration.

**Board Chair**

Board Chair Williams had no report.

**REMARKS FOR THE GOOD OF THE ORDER**

Judy Meyer brought to the attention of the other trustees several articles and photos about NIC in the *Community College Times*

Trustee Wood expressed her appreciation of the proposed Coeur d’Alene Tribe Story Tour garden.

**EXECUTIVE SESSION**

**MOTION: 06-21-06: 20** Motion was made by Trustee Armon and seconded by Trustee Hague 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.

Roll call vote was as follows:

- Mic Armon  aye
- Denny Hague  aye
- Judy Meyer  aye
- Rolly Williams  aye
- Christie Wood  aye

Time: 8:35 p.m.

The executive session ended at 11:15 p.m. the Board went into its regular session. The following motion was then made:
MOTION: 06-21-06: 21 Motion was made by Trustee Armon to authorize the board chair to enter into an employment contract with the President for the 2006-2007 year, on terms identical to the previous 2005-2006 contract, but with an increase in annual salary in an amount commensurate with the raise given to NIC employees. The motion was seconded by Trustee Hague and was passed unanimously.

ADJOURNMENT

Motion was made by Trustee Armon, seconded by Trustee Hague, and unanimously approved to adjourn the meeting.

Time: 11:17 p.m.

____________________________   ______________________________
Board of Trustees Chair    Board of Trustees Secretary