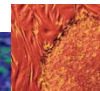


Preliminary 2013/14 FY Budget

Finance Subcommittee
April 22, 2013

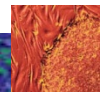
Executive Summary

- Current Year Budget Forecast: \$16.6mm
- Workload: Increase of Scientific Activities to meet strategic goals
 - 595 Awards
 - 24 Disease Teams, 2 Strategic Partnership programs
- Budget: Year over year budget down 3%



Process to Date

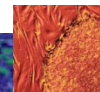
- January 2013: Distributed current year budget, YTD expenditure data, and budget request templates to Cost Center (CC) Managers
- February 2013: Held discussions/reviews with CC Managers, Director of Finance (DOF), and Senior Vice-President of R&D
- March 2013: Budget review with President and Board Chair
- March 2013: Initial review with Finance Subcommittee Chair and Co-chair



Major Budget Assumptions

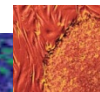
- Employee Expenses:
 - Science Office – Research
 - Science Associate beginning 1/1/2014
 - Annual Merit Salary adjustments

- External Services:
 - Major reductions in this category
 - OOP – Online Journal
 - OOC – IOM Review
 - Legal – Various legal contract services eliminated
 - IT – Programmers



Major Budget Assumptions

- Reviews, Meetings & Workshops:
 - Reductions based on current grant award schedule
- Memberships & Training:
 - Reduction to Memberships budget
- Travel:
 - Reduction to Out-of-State travel
 - Increase for monthly public transit reimbursements
- Equipment, Supplies, Software & Telecom:
 - No changes

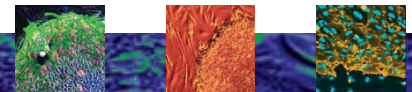


2013/14 FY Budget Rollup



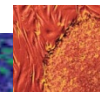
<i>\$ in 000s</i>	SO-Research	SO-Develop	Pres	Chair	Comm	Legal	IT	Finance	Total
Salary & Benefits	\$ 3,533	\$ 2,652	\$ 1,134	\$ 1,546	\$ 695	\$ 1,273	\$ 400	\$ 906	\$12,139
External Services	15	100	60	90	315	747	311	369	2,007
Reviews, Meetings & Workshops	1,060	465	161	275	-	53	-	-	2,014
Memberships & Training	35	27	97	20	7	23	4	9	222
Travel & Out-of-Pocket	85	83	130	112	26	83	3	10	533
Equipment, Supplies, Software & Telecom	3	38	1	11	9	1	276	115	453
FY13/14 Budget	\$ 4,731	\$ 3,365	\$ 1,583	\$ 2,054	\$ 1,052	\$ 2,179	\$ 994	\$ 1,409	\$17,367
FY12/13 Budget	\$ 4,661	\$ 2,955	\$ 1,585	\$ 2,302	\$ 976	\$ 2,474	\$ 1,455	\$ 1,500	\$17,908
\$ Change	\$ 70	\$ 410	\$ (2)	\$ (248)	\$ 75	\$ (295)	\$ (461)	\$ (91)	\$ (540)
% Change	1.5%	13.9%	-0.1%	-10.8%	7.7%	-11.9%	-31.7%	-6.1%	-3.0%

Minor \$ variances due to rounding



Comparison of 2012/13 Yr-end Forecast to 2013/14 Budget

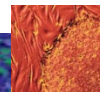
\$ in 000s	12/13 FY Budget	12/13 FY Year-end Forecast	13/14 FY Budget	Variance Forecast to 13/14 Budget
Employee Expenses	\$11,107	\$10,748	\$12,139	\$ 1,391
External Services	3,418	2,891	2,007	(885)
Reviews, Meetings, Workshops	2,168	1,828	2,014	184
Memberships/Training	235	215	222	7
Travel	527	461	533	72
Equip/Supplies/Telecom/Software	452	451	453	2
TOTAL	\$17,907	\$16,595	\$17,367	\$ 771



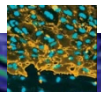
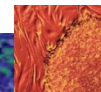
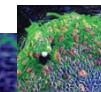
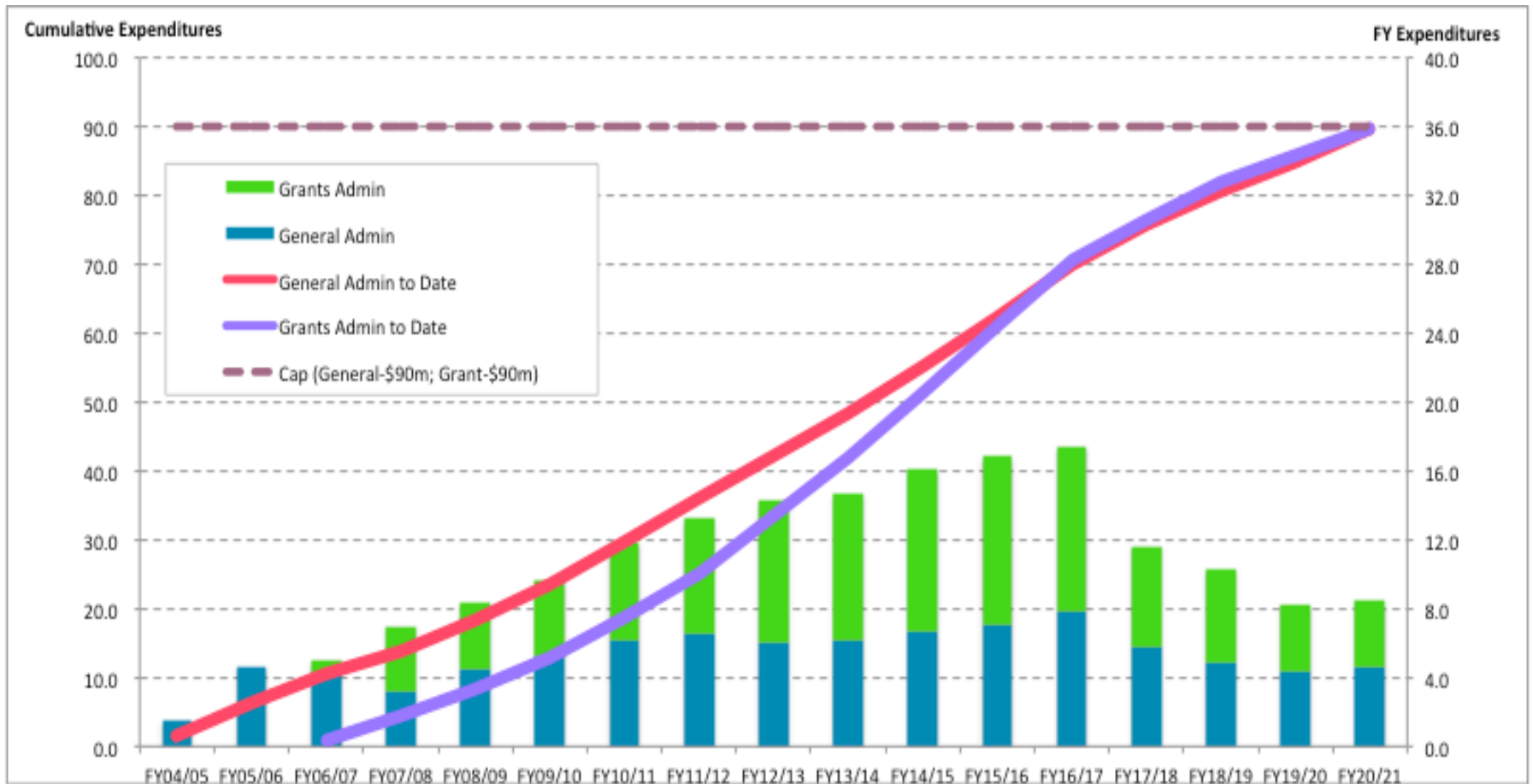
Long-term Forecast Of Operating Expenses



- Slight operating expense growth through 2016/17 FY
- Beginning 2017/18 FY, anticipate annual decreases through 2020/21 FY
- Adjustments:
 - Rent – Approx. \$1mm per year beginning November 2015
 - SB1064 Performance Audit every 3rd year



6% Expenditure Cap



Remaining Budget Development Tasks

- April 2013: Further refine budget
- Mid-May 2013: Post budget documents for May ICOC Board meeting
- May 2013: Present 2013/14 FY Budget to ICOC Board for review and approval

