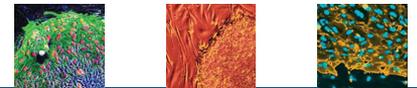




December 11, 2014 Board Meeting Agenda Item 9.b

Amendments to Board Bylaws: Per Diem Calculation



Background

- Proposition 71 provides that members of CIRM's Governing Board are eligible to receive a per diem of \$100 for each day (or portion of a day) devoted to Board activities. (Health & Saf. Code, §125290.45(d)(2).)
- Members are reimbursed on an hourly basis when they spend less than a full day in the discharge of their duties.
- Prop. 71 provides for annual adjustment to account for changes in the cost of living.
- Currently, the hourly and daily rates are adjusted separately and are rounded up or down to the nearest whole dollar:
 - Current daily per diem = \$125
 - Current hourly per diem = \$15
- Separate adjustment creates variation between daily and hourly rates, e.g., $\$15 \times 8 \text{ hours} = \120



Background

- To ensure uniformity and for ease of administration, we propose to amend the Bylaws to provide for adjustment of the daily rate by dividing the daily rate by 8, adjusting the hourly rate for inflation, and multiplying the adjusted hourly rate by 8:
- Example Based on October 2013 COLA:

Daily Rate: $\$125/8 = \15.63

Adjusted Daily Rate: $\$15.63 \times 246.083/241.623$ (COLA for Oct. 2014) = $\$15.92$

Adjusted Hourly Rate: $\$15.92 \times 8 = \127.36



Requested Action

- Approve amendment of Bylaws to provide for adjustment of daily per diem rate based on the adjusted hourly per diem rate.

