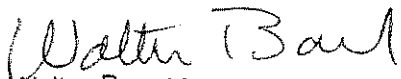




CALIFORNIA INSTITUTE FOR REGENERATIVE MEDICINE

TO: ICOC MEMBERS

FROM: 
Walter Barnes
Chief Administrative Officer and Controller

SUBJECT: COMPENSATION

DATE: MAY 4, 2005

Under Proposition 71, each member of the Independent Citizens' Oversight Committee (ICOC), except the Chair and Vice Chair, is eligible to receive compensation (or Per Diem) of one hundred dollars (\$100) per day for each day actually spent in the discharge of the member's duties.

At the April 7, 2005 ICOC the members adopted the following rules for claiming this compensation, retroactive to the ICOC meeting on December 17, 2004:

- \$100 shall be paid to each member or designated representative who is authorized to exercise full authority of a member for the following:
 - Any day on which a member or a designated representative attends a meeting of the full ICOC, an ICOC subcommittee or an ICOC working group to which the member is appointed.
 - Any day in which the member is engaged in additional activities that have been pre-determined by the Chairman to be a discharge of the members' duties, pursuant to Health and Safety Code Section 125290.40. A suggested letter to be signed by the Chairman is attached.
- \$12.50/hour shall be paid to each member or designated representative who is authorized to exercise full authority for the member for time spent in preparation for a meeting of the full ICOC, an ICOC subcommittee or an ICOC working group to which the member is appointed.

This compensation is considered taxable income to the member or designated representative and is paid through the payroll system administered by the State Controller's Office (SCO). At the end of each calendar year the SCO will issue the member or designated representative a W-2 reflecting the total amount received and any withholding for state and federal taxes. The enclosed forms must be completed before compensation may be claimed:

- Employee Action Request (STD 686)
- State Employee Race/Ethnicity Questionnaire (SPB 1070)
- Oath of Allegiance (STD 689)
- Employment Eligibility Verification (Form I-9)

Please send the completed forms to the Chief Administrative Officer and Controller at the following:

CIRM
PO Box 99740
Emeryville, CA 94662-9740
Attn: Walter Barnes

Compensation amounts can be claimed by the ICOC members and eligible designated representatives at the end of each month using the attached Form NO. CIRM-001 (NOTE: This form will be converted to a "fill and print" form and posted on the CIRM web site for your convenience.) Please send completed form, with a copy of any Chairperson assignment letter, to the Chief Administrative Officer at the address above.

The completed forms will be sent to the SCO and a warrant paying the compensation per diem should be issued within 2 weeks after they receive it.

ICOC members and eligible designated representative who do not wish to claim the compensation should notify the Chief Administrative Officer and Controller by sending the attached letter format to the address above. (NOTE: If you have already submitted such a letter, you do not need to submit a new one.)

If you have any questions, please contact me at (510) 450-2437.