



FY12/13 Budget

May 24, 2012

Agenda Item #11

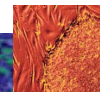
Updated on May 16, 2012

CIRM Goals For FY12/13

*5-year CIRM goals → 1-year CIRM goals →
1-year functional area goals → Annual budget*

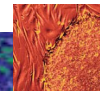
In striving towards our FY12/13 goals, we will continue to be good stewards of public dollars as we seek to achieve the following:

- CIRM's portfolio includes ≥ 2 programs with an open US IND
- \$50 million in new, outside financial commitment for CIRM programs
- Ensure funding of potentially high-impact projects that could result in transformative research by modifying priorities in CIRM's RFAs
- Educate and engage the California community in CIRM's mission
- Optimize CIRM's workforce staffing and processes to meet challenging priorities within the 6% ceiling



Process to Date

- January: Distributed current year budget, YTD actuals and planning template to group heads
- Early to mid-February: Informal reviews amongst group heads, CFO, President, Chair
- February 22: CFO review with President, Chair
- February 28: CFO review with Finance subcommittee chair & co-chair
- March 21: Review with ICOC
- April 2: Finance Subcommittee meeting
- April: Further refinement



Presentation of the Budget

Cost Centers

Functional areas, not reporting

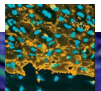
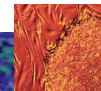
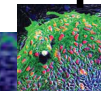
- Chair
- President
- Science, Research
- Science, Development
- Public Communications
- Finance
- IT
- Legal

Expense Categories

Specificity and Clarity

- Salaries & Benefits
- External Services
- Reviews, Meetings & Workshops
- Memberships & Training
- Travel & Out-of-Pocket
- Equipment, Supplies, Software & Telecom

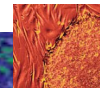
- **Cost centers: Greater transparency**
 - Alignment greatly simplifies accounting process
- **Expenses: Increased clarity, reduced duplication**



Allocations against Expense Cap

No changes from prior years

- Grants Admin (3%)
 - Science, Research & Science, Development
 - Grants Management portion of IT
- G&A (3%)
 - President, Chair, Finance, Comm
 - Remainder of IT
- Legal (remaining 94% – research funding)
 - All legal



FY 12/13 Budget

<i>\$ in 000s</i>	Sci-Rsch	Sci-Dev	IT	Pres	Chair	Comm	Finance	Legal	Total
Salary & Benefits	\$ 3,292	\$ 2,288	\$ 379	\$ 940	\$ 1,530	\$ 644	\$ 973	\$ 1,061	\$11,107
External Services	36	50	760	222	389	286	363	1,312	3,418
Reviews, Meetings & Workshops	1,213	485	-	205	255	-	-	10	2,168
Memberships & Training	33	57	3	95	20	7	10	11	235
Travel & Out-of-Pocket	86	75	-	123	108	25	30	80	527
Equipment, Supplies, Software & Telecom	-	-	313	-	-	15	124	-	452
FY12/13 Budget	\$ 4,661	\$ 2,955	\$ 1,455	\$ 1,585	\$ 2,302	\$ 976	\$ 1,500	\$ 2,474	\$17,907
FY11/12 Budget	\$ 4,572	\$ 2,659	\$ 1,522	\$ 1,630	\$ 2,528	\$ 1,319	\$ 1,833	\$ 2,440	\$18,502
\$ Change	\$ 89	\$ 296	\$ (68)	\$ (44)	\$ (226)	\$ (343)	\$ (333)	\$ 34	\$ (596)
% Change	1.9%	11.1%	-4.4%	-2.7%	-8.9%	-26.0%	-18.2%	1.4%	-3.2%

FTEs	22.0	11.0	2.0	3.0	6.6	4.0	5.0	5.0	58.6
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Grants Admin:	\$ 8,495
G&A:	6,389
Legal:	2,474
Donations:	550
FY12/13 Budget	\$ 17,907

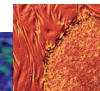
Notes:

- Budget updated 5/16/11 to reflect increase in CalPERS contributions from 18.2% to 19.7% (\$89K impact)
- Travel includes out-of-state budget of \$298,000



Expense Forecasting

- Modest expense growth through FY16/17
- Thereafter annual decreases to FY21/22
- Adjusted for irregular expenses – examples:
 - IT contracting: \$500K savings post-2013
 - Rent: \$1mm / yr starting Nov. 2015
 - Performance audit: Triannual
 - No new donated funds



Expense Cap Forecast

