

## **CONSIDERATION OF THE 2007-08 CIRM ADMINISTRATIVE OPERATING BUDGET**

### **Recommendation**

The Acting President recommends to the Governance Subcommittee approval of the proposed 2007-2008 Administrative Operating Budget.

### **Description**

The major differences between the 2006-07 approved budget and the proposed 2007-08 budget are as follows:

1. increase from 24 staff to 41 staff, or an increase of \$2,700,000 for a total of \$5,484,255;
2. increase in the number of employees which CIRM makes an employer retirement contribution ;
3. decrease of interagency agreements and external contracts; and
4. decrease in major equipment and IT costs due in part to savings from implementation of our terminal services.

As found in the 2006-07 we have subtracted some legal costs from the total as provided for in Proposition 71 Article 3 125292.10 (u) "Legal costs of the institute incurred in order to negotiate standards with federal and state governments and research institution; to implement standards or regulation; to resolve disputes; and/or to carry out all other actions necessary to defend and/or advance the institute's mission shall be considered direct research funding costs."

This item requests approval of the 2007-08 Administrative Operating Budget. For reference, please note the following abbreviations have been in the budget headings:

- OOA – Office of Administration
- OOP – Office of the President
- OOC – Office of the Chair
- WG – Working Groups
- OEE – Operating Expense and Equipment

The Proposed 2007-08 budget is as follows:

<b>Proposed 2007- 08 Operating Budget</b>					
	<b>Science Office</b>	<b>OOA</b>	<b>OOP</b>	<b>OOC</b>	<b>Proposed Budget</b>
Staff	21	10	7	3	41
Salaries and Benefits	\$2,286,052	\$1,400,238	\$1,457,625	\$340,340	<b>\$5,484,255</b>
Interagency Agreements		\$161,000	\$50,000		<b>\$211,000</b>
External Contract	\$522,280	\$151,478	\$696,700	\$21,200	<b>\$1,391,658</b>
ICOC Meetings				\$323,231	<b>\$323,231</b>
Science Meetings	\$264,500		\$37,920		<b>\$302,420</b>
WG-Grants	\$263,500				<b>\$263,500</b>
WG-Standards			\$45,600		<b>\$45,600</b>
WG-Facilities		\$110,792			<b>\$110,792</b>
Other Travel	\$37,000	\$19,000	\$23,250	\$65,000	<b>\$144,250</b>
Furniture and Equipment		\$38,000			<b>\$38,000</b>
Information Technology		\$95,762			<b>\$95,762</b>
Other OEE		\$210,000	\$22,350	\$4,000	<b>\$236,350</b>
<b>Subtotal</b>	<b>\$3,373,332</b>	<b>\$2,186,270</b>	<b>\$2,333,445</b>	<b>\$753,771</b>	<b>\$8,646,817</b>
Legal Costs			\$ (550,000)		\$ (550,000)
<b>TOTAL</b>			<b>\$1,783,445</b>		<b>\$8,096,817</b>

As approved at the December 2006 Governance Subcommittee and ICOC meeting, the 2006-07 CIRM Administrative Operating Budget is included for reference only:

<b>2006-07 Operating Budget</b>					
	<b>Science Office</b>	<b>OOA</b>	<b>OOP</b>	<b>OOC</b>	<b>Proposed Budget</b>
<b>Number of Staff based on accepted offers as of 12/06</b>	<b>8</b>	<b>5</b>	<b>7</b>	<b>4</b>	<b>24</b>
Salaries and Benefits	\$938,062	\$789,542	\$1,368,094	\$726,022	<b>\$3,821,720</b>
Interagency Agreements		\$240,759	\$608,800		<b>\$849,559</b>
External Contract	\$809,011	\$79,332	\$919,500	\$65,000	<b>\$1,872,843</b>
ICOC Meetings				\$404,631	<b>\$404,631</b>
Science Meetings	\$353,352		\$33,860		<b>\$387,212</b>
WG-Grants	\$216,080				<b>\$216,080</b>
WG-Standards			\$94,068		<b>\$94,068</b>
WG-Facilities		\$91,828			<b>\$91,828</b>
Other Travel	\$31,500	\$11,000	\$21,700	\$45,000	<b>\$109,200</b>
Furniture and Equipment		\$135,000			<b>\$135,000</b>
Information Technology			\$53,425		<b>\$53,425</b>
Other OEE		\$297,600	\$1,250	\$7,500	<b>\$306,350</b>
Subtotal			3,100,697		<b>\$8,341,916</b>
Legal Costs -- direct Research funding cost 125292.10 (u)			( <b>\$1,008,800</b> )		<b>(<b>\$1,008,800</b>)</b>
<b>Total</b>	<b>\$2,348,005</b>	<b>\$1,645,061</b>	<b>\$2,091,897</b>	<b>\$1,248,153</b>	<b>\$7,333,116</b>