

BEFORE THE  
GOVERNANCE SUBCOMMITTEE OF THE  
INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE  
TO THE CALIFORNIA INSTITUTE FOR REGENERATIVE MEDICINE  
ORGANIZED PURSUANT TO THE  
CALIFORNIA STEM CELL RESEARCH AND CURES ACT  
REGULAR MEETING

LOCATIONS:

GENOPTIX, INC.  
3398 CARMEL MOUNTAIN ROAD  
SAN DIEGO, CALIFORNIA

USC  
KECK SCHOOL OF MEDICINE  
KAM 505  
1975 ZONAL AVENUE  
LOS ANGELES, CALIFORNIA

CEDARS-SINAI  
DAVIS RESEARCH BUILDING  
ROOM 2010  
8700 BEVERLY BOULEVARD  
LOS ANGELES, CALIFORNIA

US IRVINE  
NATURAL SCIENCES  
ROOM 3134  
IRVINE, CALIFORNIA

CIRM  
250 KING STREET  
SAN FRANCISCO, CALIFORNIA

BURNHAM INSTITUTE  
10901 N. TORREY PINES RD  
SAN DIEGO, CALIFORNIA

STANFORD UNIVERSITY  
JAMES H. CLARK CENTER, ROOM 306  
STANFORD, CALIFORNIA

DATE: MONDAY, DECEMBER 5, 2005, 8 A.M.

REPORTER: BETH C. DRAIN, CSR  
CSR. NO. 7152

BRS FILE NO. : 74244

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1 SANTA ANA HEIGHTS, CALIFORNIA; MONDAY, DECEMBER 5, 2005

2

3 VICE CHAIR NOVA: WELCOME, EVERYONE, TO THE  
4 THIRD MEETING OF THE GOVERNANCE SUBCOMMITTEE OF THE  
5 ICOC. IT'S IMPOSSIBLE TO FILL IN FOR SHERRY LANSING.  
6 SHE'S UNABLE TO BE HERE WITH US AND HAS ASKED ME AS THE  
7 VICE CHAIR TO LEAD THIS MEETING IN HER ABSENCE TODAY.  
8 WE HAVE PARTICIPANTS IN SEVEN LOCATIONS ON THE CALL.  
9 THAT'S MY COMPANY, GENOPTIX IN SAN DIEGO. AND JUST TO  
10 REITERATE, WE'RE ON THE LINE WITH CEDARS-SINAI. DAVID?

11 DR. MEYER: YEAH, I'M HERE.

12 VICE CHAIR NOVA: AND BURNHAM, DR. REED.  
13 BURNHAM? THEY WERE ON EARLIER.

14 MS. DU ROSS: WE'LL GIVE THEM A CALL.

15 VICE CHAIR NOVA: UC IRVINE, DR. STEWARD.  
16 USC.

17 UNIDENTIFIED SPEAKER: DR. STEWARD IS STILL  
18 ON HIS WAY.

19 VICE CHAIR NOVA: USC.

20 DR. HALL: YES. WE HAVE THREE MEMBERS OF THE  
21 PUBLIC WHO JUST WALKED IN.

22 VICE CHAIR NOVA: OKAY.

23 DR. HENDERSON: PLUS MYSELF, HENDERSON, AND  
24 ZACH IS HERE.

25 DR. HALL: GIL SAMBRANO, MARY MAXON, AND

1 ARLENE CHIU ARE MEMBERS OF THE PUBLIC WHO HAVE JUST  
2 ARRIVED.

3 VICE CHAIR NOVA: ALL RIGHT. AND STANFORD,  
4 DR. PIZZO.

5 DR. PIZZO: YES, I'M HERE.

6 MS. DU ROSS: BOB SHOULD BE HERE MOMENTARILY.

7 MR. HARRISON: JAMES HARRISON IS ON AS WELL.

8 VICE CHAIR NOVA: THANK YOU ALL FOR  
9 PARTICIPATING IN THIS IMPORTANT CALL AND DOING THIS  
10 EARLY AND BEFORE THE MEETING TOMORROW. SO, AMY DUROSS,  
11 COULD YOU PLEASE LEAD US IN THE ROLL CALL.

12 MS. DU ROSS: DR. MEYER.

13 DR. MEYER: YEAH.

14 MS. DU ROSS: BRIAN HENDERSON.

15 DR. HENDERSON: YES.

16 MS. DU ROSS: BOB KLEIN. SHERRY LANSING.  
17 RICH MURPHY. TINA NOVA.

18 VICE CHAIR NOVA: YES.

19 MS. DU ROSS: DEAN PIZZO.

20 DR. PIZZO: HERE.

21 MS. DU ROSS: CLAIRE POMEROY. JOHN REED.

22 DR. REED: HERE.

23 MS. DU ROSS: OS STEWARD.

24 UNIDENTIFIED SPEAKER: NOT YET.

25 MS. DU ROSS: WE DON'T HAVE A QUORUM. OUR

1 GOAL HERE IS TO GET A SENSE OF THE SUBCOMMITTEE. SO I  
2 THINK WE SHOULD GO AHEAD, TINA.

3 VICE CHAIR NOVA: WILL WE STILL NOT HAVE A  
4 QUORUM WHEN DR. STEWARD JOINS US AND BOB? IS THAT  
5 CORRECT?

6 MS. DU ROSS: THAT'S CORRECT. WE'RE ONE  
7 SHORT OF A QUORUM UNFORTUNATELY.

8 VICE CHAIR NOVA: OKAY. SO WE'LL GO AHEAD.  
9 BEFORE WE GET INTO OUR AGENDA, ARE THERE ANY QUESTIONS  
10 OR COMMENTS FROM SUBCOMMITTEE MEMBERS AT ANY OF THE  
11 LOCATIONS? CEDARS-SINAI?

12 DR. MEYER: NONE.

13 VICE CHAIR NOVA: BURNHAM?

14 DR. REED: NONE HERE.

15 VICE CHAIR NOVA: UC IRVINE? USC?

16 DR. HENDERSON: NO.

17 VICE CHAIR NOVA: STANFORD?

18 DR. PIZZO: NO.

19 VICE CHAIR NOVA: CIRM? I'D LIKE TO INVITE  
20 THE PUBLIC TO COMMENT, AND PLEASE LIMIT YOUR COMMENTS  
21 TO THREE MINUTES, PLEASE. MEMBERS OF THE PUBLIC, THERE  
22 ARE NONE AT MY CURRENT LOCATION, GENOPTIX.  
23 CEDARS-SINAI?

24 DR. MEYER: NO.

25 VICE CHAIR NOVA: BURNHAM?

1 DR. REED: NO, NOTHING HERE.

2 VICE CHAIR NOVA: USC?

3 DR. HENDERSON: NO.

4 VICE CHAIR NOVA: UC IRVINE?

5 UNIDENTIFIED SPEAKER: NONE PRESENT.

6 VICE CHAIR NOVA: STANFORD?

7 MR. REED: YES.

8 DR. PIZZO: DON REED.

9 MR. REED: I'D JUST LIKE TO MAKE THE COMMENT

10 THAT THE LAWSUITS COST US, AS YOU PROBABLY ALL KNOW,

11 TWO OUTSTANDING SCIENTISTS, NEIL COPELAND AND NANCY

12 JENKINS, GENETICISTS, NATIONAL CANCER INSTITUTE IN

13 FREDERICK, MARYLAND. THEY'RE CONCERNED ABOUT THE MONEY

14 THAT WAS NOT THERE BECAUSE OF THE LAWSUITS. AND THIS

15 IS JUST AN EXAMPLE OF THE HASSLES THAT CIRM IS HAVING

16 TO PUT UP WITH. ANY MEMBERS OF THE PRESS THAT WERE

17 THERE HOPEFULLY WILL TAKE NOTICE OF THIS, THAT THIS IS,

18 AS IRVING WEISSMAN SAID, A LOSS FOR STANFORD AND A LOSS

19 FOR AMERICA. SO IT'S A SHAME THAT WE'RE LOSING GOOD

20 PEOPLE GOING OVER TO DIFFERENT COUNTRIES WHEN THEY

21 SHOULD BE STAYING HERE AND WORKING WITH US. THAT'S

22 ALL.

23 VICE CHAIR NOVA: THANKS, MR. REED. CIRM?

24 MS. DU ROSS: NO THANKS. PUBLIC.

25 VICE CHAIR NOVA: OKAY.

1 MR. KLEIN: THIS IS BOB KLEIN AND I AM HERE.

2 VICE CHAIR NOVA: GOOD MORNING. BOB, WE  
3 STILL DO NOT HAVE A QUORUM, JUST TO LET YOU KNOW. AS  
4 PREDICTED, WE'RE ONE SHORT, BUT WE DO HAVE PEOPLE AT  
5 ALL LOCATIONS.

6 MS. DU ROSS: OS, ARE YOU ON THE LINE YET?  
7 NO. OKAY. LET'S CONTINUE.

8 VICE CHAIR NOVA: DR. HALL, WOULD YOU PLEASE  
9 LEAD OFF WITH AGENDA ITEM 3, THE PRESIDENT'S REPORT?

10 DR. HALL: YES. WALTER BARNES WILL PRESENT  
11 MOST OF THIS. I JUST WANT TO MAKE A FEW INTRODUCTORY  
12 COMMENTS TO IT. FIRST OF ALL, AS YOU RECALL, WE  
13 PRESENTED A BUDGET PREVIOUSLY THAT WAS BROKEN OUT IN  
14 BROAD CATEGORIES AND BASICALLY PROJECTED OUR MONEY  
15 AVAILABLE AND OUR EXPENSES OVER THIS FISCAL YEAR.

16 SINCE THAT TIME WE HAVE ENGAGED IN A VERY  
17 EXTENSIVE EXERCISE IN WHICH WE HAVE DIVIDED THE CIRM  
18 INTO COST CENTERS, AND WE HAVE ANALYZED OUR BUDGET BY  
19 FUNCTION. AND WE PUT A LOT OF TIME INTO THIS EFFORT BY  
20 STAFF. IT HAS BEEN EXTREMELY HELPFUL IN THAT WE NOW  
21 KNOW WHAT EACH OF THE THINGS THAT WE DO COSTS, SO WE  
22 ARE BETTER ABLE TO PLAN.

23 THE BUDGET THAT WALTER WILL PRESENT TO YOU  
24 SHOWS THAT WITH THE MONEY ON HAND AND WITH SOME BELT  
25 TIGHTENING, WE HAVE ENOUGH TO FUND OUR ACTIVITIES

1 THROUGH THE END OF FISCAL YEAR ENDING JUNE 30TH, 2006.

2 NOW, BEYOND THAT TIME, WE'RE HOPEFUL THAT THE  
3 BAN MONEY THAT WE RAISE WILL PROVIDE FUNDS THAT WILL  
4 GET US THROUGH TO THE END OF THE YEAR. IF WE ARE  
5 SUCCESSFUL IN RAISING 50 MILLION, THAT WILL GET US TO  
6 THE END OF THE CALENDAR YEAR '06 WITH NO INCREASE IN  
7 (INTERFERENCE). IF WE ARE SUCCESSFUL IN RAISING 15  
8 MILLION, THAT WILL GIVE US TWO MORE MONTHS PAST THE  
9 JUNE 30TH, AGAIN, WITH NO NEW HIRES WITH NO ADDED  
10 EXPENSE AT OUR PRESENT RATE.

11 NOW, TO GET TO THE BUDGET THIS YEAR, AS YOU  
12 WILL SEE, WE HAVE CHALLENGES. WE HAVE VERY LARGE  
13 LITIGATION, FOR EXAMPLE. WE ANTICIPATE WE HAVE SOME  
14 PERSONNEL EXPENSES AND OTHER EXPENSES (INTERFERENCE)  
15 HAVE HAD TO CUT OUT A NUMBER OF THINGS. WALTER WILL  
16 TALK ABOUT THAT. WE'VE CUT DOWN ON SOME OF OUR WORKING  
17 GROUP MEETINGS, SOME OF THE ICOC MEETINGS, SUBCOMMITTEE  
18 MEETINGS. WE'VE ALSO TAKEN THE --

19 THE REPORTER: DR. HALL, I'M SORRY. YOU'RE  
20 CUTTING OUT AND I CAN'T GET YOUR COMMENTS FOR THE  
21 RECORD.

22 VICE CHAIR NOVA: THERE'S A LOT OF NOISE,  
23 PAPERS OR SOMETHING THAT ARE ECHOING.

24 DR. HENDERSON: IT'S BEEN A PROBLEM SINCE THE  
25 CALL STARTED.



1 DR. HALL: WHAT'S ALL THAT NOISE?  
2 CAN YOU HEAR ME, BETH?  
3 THE REPORTER: NOW IT'S BETTER. THANK YOU.  
4 DR. HALL: I APOLOGIZE. DO YOU WANT ME TO  
5 BACK UP?  
6 THE REPORTER: I THINK THIS IS FINE.  
7 DR. HALL: OKAY. FINE. SO I WAS JUST SAYING  
8 THAT IN ORDER TO MAKE OUR BUDGET, WE HAVE HAD TO TAKE  
9 OUT OF IT OUR PROJECTED ACTIVITIES. AND THE THREE  
10 THINGS THAT WE ARE CONCERNED WITH, NO. 1, OUR  
11 SCIENTIFIC STRATEGIC PLANNING; NO. 2, OUR CONFERENCE ON  
12 MEDICAL RISK; AND THEN A PROJECT THAT I HAD BEEN  
13 WORKING ON AND WILL HOPE TO REPORT TO YOU LATER ON, AND  
14 THAT IS OUR DISCUSSIONS WITH PLOS. AND WE INTEND TO  
15 RAISE MONEY FOR THOSE SCIENTIFIC AND ADMINISTRATIVE  
16 COSTS SEPARATELY FROM THE BAN, AND WE ARE OPTIMISTIC  
17 THAT WE CAN FIND DONORS THAT WILL HELP US PAY FOR THAT.  
18 BUT THAT IS SIMPLY PART OF THE BUDGET  
19 PLANNING THAT WE'VE DONE FOR THE YEAR. SO LET ME, WITH  
20 THAT SORT OF SOMBER BEGINNING, TURN IT OVER THEN TO  
21 WALTER, WHO WILL LEAD US THROUGH THE CURRENT BUDGET.  
22 VICE CHAIR NOVA: SORRY TO INTERRUPT. AMY,  
23 DR. MURPHY JUST JOINED US AT GENOPTIX IN SAN DIEGO.  
24 MS. DU ROSS: OH, FANTASTIC. THEN I THINK WE  
25 DO HAVE A QUORUM.

1                   FOR THE RECORD, CAN I JUST RUN THROUGH THE  
2 NAMES OF PEOPLE I HAVE PRESENT?  
3                   DR. MEYER.  
4                   DR. MEYER: YES.  
5                   MS. DU ROSS: DR. HENDERSON.  
6                   DR. HENDERSON: YES.  
7                   MS. DU ROSS: BOB KLEIN.  
8                   MR. KLEIN: YES.  
9                   MS. DU ROSS: DR. MURPHY.  
10                  DR. MURPHY: YES.  
11                  MS. DU ROSS: TINA NOVA.  
12                  VICE CHAIR NOVA: YES.  
13                  MS. DU ROSS: DR. PIZZO.  
14                  DR. PIZZO: HERE.  
15                  MS. DU ROSS: DR. REED.  
16                  DR. REED: HERE.  
17                  MS. DU ROSS: DR. STEWARD. EVEN WITHOUT  
18 DR. STEWARD, WE DO HAVE A QUORUM. JAMES, IS THAT  
19 CORRECT?  
20                  MR. HARRISON: THAT'S CORRECT.  
21                  MS. DU ROSS: THANKS. THAT MEANS, DR. NOVA,  
22 THAT WE WILL BE DOING A ROLL CALL VOTE ON THESE ITEMS  
23 AS LONG AS WE HAVE A QUORUM.  
24                  VICE CHAIR NOVA: SUPER.  
25                  DR. PIZZO: TO THAT REGARD, AMY, SINCE I HAVE

1 TO LEAVE AT 8:55, IF WE CAN GET ANY VOTES WE NEED  
2 BEFORE THEN, THAT WOULD BE BEST UNLESS SOMEONE ELSE  
3 WILL COME ON TO DELIVER THE QUORUM.

4 MR. BARNES: THE FIRST ITEM HAS TO DO WITH  
5 THE CIRM BUDGET FOR THE CURRENT YEAR WHICH BEGINS ON  
6 JULY 1ST AND ENDS ON JUNE 30TH OF '06. THERE'S A  
7 TWO-PAGE BACKGROUND AND INFORMATION PAPER THAT'S  
8 AVAILABLE TO YOU PLUS TWO PAGES OF CHARTS. ONE WHICH  
9 IS A SUMMARY OF THE REVENUES AVAILABLE TO US UNDER AN  
10 ASSUMPTION THAT WE ONLY HAVE MONEY THAT COMES FROM A \$3  
11 MILLION LOAN FROM THE GENERAL FUND AND A \$5 MILLION  
12 DOLBY GRANT.

13 IN ADDITION, THE EXPENDITURES THAT ARE  
14 SUMMARIZED ON THE FIRST PAGE OF THAT TWO-PAGE DOCUMENT  
15 ARE BROKEN DOWN ON THE SECOND PAGE INTO WHAT WE CALL  
16 FOUR COST CENTERS: THE SCIENCE OFFICE, THE OFFICE OF  
17 ADMINISTRATION, THE OFFICE OF THE PRESIDENT, AND THE  
18 OFFICE OF THE CHAIR, SO THAT YOU CAN SEE ESSENTIALLY  
19 WHICH ORGANIZATIONS ARE SPENDING WHICH FUNDS AND FOR  
20 WHAT.

21 IF YOU RECALL, AT THE AUGUST GOVERNANCE  
22 MEETING, THE MEMBERS APPROVED A THREE-STEP BUDGET PLAN.  
23 THE BUDGET PLAN HAD THREE FUNDING ALTERNATIVES, ONE FOR  
24 \$3 MILLION OF A GENERAL FUND AND A \$5 MILLION DOLBY  
25 GRANT. THE SECOND ALTERNATIVE INDICATED THAT THE

1 EXPENSE COULD BE SUPPLEMENTED BY THE 21.5 MILLION IN  
2 BAN PROCEEDS. AND THEN THE THIRD ALTERNATIVE WAS THAT  
3 IT WOULD BE SUPPLEMENTED BY \$100 MILLION IN BOND  
4 PROCEEDS.

5 THE PLAN THAT WAS APPROVED WAS THAT WE WOULD  
6 OPERATE UNDER THE FIRST ALTERNATIVE UNTIL JANUARY; AND  
7 IF THERE WAS NO ADDITIONAL FUNDING AT THAT TIME, WE  
8 WOULD TAKE THE ACTIONS TO ENSURE THAT THE OPERATION  
9 WOULD BE CONTINUED THROUGH THE END OF THE FISCAL YEAR.  
10 THERE'S NO ICOC MEETING IN JANUARY, SO WE ARE GOING TO  
11 TAKE THE ACTIONS TODAY OR TELL YOU WHAT THE ACTIONS ARE  
12 TODAY THAT ARE NECESSARY TO ATTAIN THIS GOAL.

13 ZACH TALKED A LITTLE BIT ABOUT SOME OF THE  
14 THINGS THAT WE'VE DROPPED OUT OF THIS BUDGET. THE  
15 INFORMATION I'VE GIVEN YOU IS WHAT'S IN THE BUDGET. WE  
16 CURRENTLY HAVE 19 EMPLOYEES AND WE'RE NOT EXPECTING  
17 THAT ANY ADDITIONAL HIRES WILL BE MADE DURING THIS  
18 TIME. WE ARE GOING TO COVER THE FULL COST OF THE  
19 OCTOBER SCIENTIFIC MEETING IN SAN FRANCISCO, WHICH  
20 ACTUALLY CAME IN NEARLY \$75,000 UNDER BUDGET. IN  
21 ADDITION, THERE'S FUNDING FOR TWO SMALL SCIENTIFIC  
22 MEETINGS, THE PURPOSE OF WHICH IS TO BE DETERMINED.

23 WE HAVE A FULL SLATE OF STANDARDS MEETINGS,  
24 SIX MEETINGS IN ALL DURING THIS YEAR. KEEP IN MIND  
25 SOME OF THESE MEETINGS HAVE ALREADY BEEN HELD. WE HAVE

1 ONE FACILITIES MEETING, ONE GRANTS MEETING RELATED TO  
2 THE TRAINING GRANTS, AND THEN TWO FOLLOW-UP  
3 TELECONFERENCE MEETINGS RELATED TO THOSE GRANTS. AS  
4 FAR AS THE ICOC, WE HAVE EIGHT FULL ICOC MEETINGS.

5 MR. KLEIN: THAT, WALTER, INCLUDES FROM JULY  
6 1ST 2005, THROUGH JUNE 30TH, 2006.

7 MR. BARNES: THAT'S CORRECT. I BELIEVE THIS  
8 MEETING IS GOING TO BE THE FIFTH OF THESE EIGHT, SO  
9 THERE WILL BE THREE MORE DURING THE UPCOMING SIX  
10 MONTHS. THERE WOULD BE FOUR LEGISLATIVE SUBCOMMITTEE  
11 MEETINGS, FIVE GOVERNANCE SUBCOMMITTEE MEETINGS -- AS  
12 TINA INDICATED, THIS IS THE THIR -- FOUR IP TASK FORCE  
13 MEETINGS, AND ONE STANDARDS SEARCH SUBCOMMITTEE  
14 MEETING.

15 IN ADDITION, WE HAVE SUFFICIENT LEGAL  
16 SERVICES THROUGH REMCHO AND THE DEPARTMENT OF JUSTICE  
17 TO MEET BOTH LITIGATION AND OTHER LEGAL NEEDS.

18 IF I COULD PAUSE ON THAT ONE FOR JUST A  
19 MOMENT, I KNOW THERE'S BEEN A LOT OF TALK ABOUT WHAT  
20 OUR LEGAL FEES, LEGAL COSTS ARE GOING TO. UNDER THE  
21 INTERAGENCY AGREEMENTS, WHICH ARE BUDGETED AT ABOUT  
22 \$527,000, ABOUT \$270,000 GOES TO THE DEPARTMENT OF  
23 JUSTICE. THAT'S A LITTLE OVER 50 PERCENT. AND BASED  
24 UPON MY DISCUSSIONS WITH JAMES AND WITH THE DOJ, ALL OF  
25 THIS PRETTY MUCH IS DEVOTED TO THE LITIGATION EFFORTS

1 THAT WE HAVE RIGHT NOW.

2 FOR THE EXTERNAL CONTRACTS OR THIRD-PARTY  
3 CONTRACTS, WE HAVE A \$1,260. A LITTLE OVER 500,000 IS  
4 FOR REMCHO.

5 MR. KLEIN: YOU MEANT A MILLION.

6 MR. BARNES: A MILLION. I'M SORRY.  
7 1,260,000. LITTLE OVER 500,000 IS FOR REMCHO. THAT'S  
8 ABOUT 40 PERCENT OF THE TOTAL EXTERNAL CONTRACTS.  
9 BASICALLY, IN TALKING TO JAMES ABOUT THAT, ABOUT 25  
10 PERCENT TO DATE HAS BEEN RELATED TO LITIGATION.  
11 HOWEVER, WHEN THE LITIGATION IS READY TO MOVE INTO A  
12 TRIAL PHASE, BASICALLY THE EXPECTATION IS THAT MOST OF  
13 REMCHO'S COST WILL ALSO BE LITIGATION.

14 GOING TO COVER THE NONLITIGATION WORK, WHICH  
15 IS BASICALLY OUR REGULATIONS WORK AND OUR GRANTS  
16 MANAGEMENT POLICIES AND OTHER LEGAL NONLITIGATION LEGAL  
17 QUESTIONS, THERE ARE TWO THINGS THAT ARE IN THIS  
18 BUDGET. ONE IS THAT WE HAVE A TEMPORARY HIRE OF A  
19 PERSON NAMED SCOTT TOCHER, WHO IS A LAWYER WITH THE  
20 FTPC. HE ACTUALLY STARTED ON DECEMBER 1ST, AND HIS  
21 CONTRACT WOULD GO THROUGH THE END OF THIS FISCAL YEAR.

22 IN ADDITION, WE'VE ACQUIRED THE SERVICES OF  
23 DAN BEDFORD FROM ORRICK THROUGH A PRO BONO AGREEMENT,  
24 WHO WILL BE HELPING PARTICULARLY IN THE GRANTS  
25 MANAGEMENT POLICIES DEVELOPMENT AREA.

1 SO THOSE ARE THE HIGHLIGHTS OF THE BUDGET.  
2 AS I MENTIONED, WE NOW HAVE A BREAKDOWN OF EXPENDITURES  
3 INTO THE FOUR COST CATEGORIES: SCIENCE OFFICER, WHO  
4 THE RESPONSIBLE OFFICER IS ARLENE CHIU. THAT'S WHERE  
5 ALL THE GRANT MANAGEMENT ACTIVITIES, INCLUDING THE  
6 GRANTS WORK GROUPS, ARE PERFORMED, AND THIS OFFICE IS  
7 RESPONSIBLE FOR THE SCIENTIFIC MEETINGS.

8 OFFICE OF ADMINISTRATION, WHICH IS ME AS THE  
9 RESPONSIBLE OFFICER. THIS OFFICE PROVIDES ALL THE  
10 SUPPORT SERVICES, INCLUDING FINANCIAL, HUMAN RESOURCES.

11 AND THE OFFICE OF THE PRESIDENT, OBVIOUSLY  
12 ZACH HALL IS THE RESPONSIBLE OFFICER. THIS INCLUDES  
13 BOTH THE PRESIDENT AND HIS STAFF AND ALSO INCLUDES THE  
14 INFORMATION TECHNOLOGY, COMMUNICATIONS, LEGAL SERVICES,  
15 AND THE STANDARDS AND FACILITIES WORK GROUPS.

16 AND THEN WE HAVE THE OFFICE OF THE CHAIR,  
17 OBVIOUSLY ROBERT KLEIN. THIS OFFICE IS RESPONSIBLE FOR  
18 ALL THE ACTIVITIES RELATED TO THE MEETINGS AND  
19 ACTIVITIES FOR THE ICOC AND TO THOSE SPECIFIC  
20 ACTIVITIES ASSIGNED TO THE CHAIR BY PROPOSITION 71,  
21 INCLUDING MATTERS RELATED TO BONDS AND FUND-RAISING,  
22 AND THOSE THAT ARE ASSIGNED TO THE VICE CHAIR BY THE  
23 CHAIR SUCH AS THE IP TASK FORCE.

24 DR. PIZZO: COULD YOU REMIND US WHICH  
25 PERSONNEL ARE IN THAT UNDER KLEIN? THE NUMBER IS ABOUT

1 AS BIG AS UNDER THE OFFICE OF THE PRESIDENT.

2 MR. KLEIN: THE NUMBER UNDER OFFICE OF THE  
3 CHAIR, DEAN PIZZO, IS 1,150,000. THE OFFICE OF THE  
4 PRESIDENT NUMBER --

5 DR. HENDERSON: NO. NO. PERSONNEL COSTS.

6 DR. PIZZO: PERSONNEL COSTS, JUST THE VERY  
7 TOP.

8 MR. KLEIN: PERHAPS, WALTER, I CAN DO THAT  
9 FOR YOU?

10 AMY DU ROSS AND AMY LEWIS, WHO WORKED WITH ME  
11 ON BOTH LEGAL AND THE FUND-RAISING ASPECTS, INCLUDING  
12 DONATION AND THE BAN'S, AS WELL AS THE FINANCIAL  
13 OVERSIGHT COMMITTEE HEARINGS, WHICH ARE CHAIRED BY THE  
14 CONTROLLER. MARY MAXON, WHO IS DEPUTY TO THE VICE  
15 CHAIR. THE POSITION THAT AMY DALY HELD IS NOT  
16 CURRENTLY FILLED. WE HAVE NOT -- AMY DALY HAS GONE  
17 WITH THE ALLIANCE AND HAS NOT BEEN REFILLED BECAUSE OF  
18 BUDGETARY CONSTRAINTS. KIRK KLEINSCHMIDT, WHO DEALS --  
19 IS OUR ONE GOVERNMENT RELATIONS POLICY MEMBER, WHO  
20 DEALS WITH THE LEGISLATURE AND FEDERAL POLICY. MELISSA  
21 KING, WHO DEALS WITH ALL OF THE ICOC MEETINGS AND OTHER  
22 PUBLIC MEETINGS. KATE SHREVE, WHO IS ON ESSENTIALLY  
23 ASSIGNMENT AND DETAILED TO THE STANDARDS WORKING GROUP  
24 AND SUPPORTS THE FUNCTION RELATED TO THE PATIENT  
25 ADVOCACY ORGANIZATION AND OTHER SUPPORT ORGANIZATIONS.



1 AND THEN JENNIFER ROSAIA IS THERE. JENNIFER DEALS WITH  
2 ALL OF THE LOGISTICS OF SETTING UP ALL THESE PUBLIC  
3 MEETINGS. AND, IN FACT, ROBBINS HAS CURRENTLY BEEN  
4 REASSIGNED TO DEAL WITH FACILITIES.

5 AND, WALTER, YOU WANT TO TALK ABOUT THAT?  
6 MR. BARNES: I WOULD JUST SAY THERE'S  
7 ACTUALLY TWO MEMBERS OF THE CHAIRMAN'S STAFF WHO ARE  
8 ACTUALLY ON SORT OF PERMANENT LOAN TO OTHER  
9 ORGANIZATIONS, SO THEIR SALARIES ARE HERE, BUT THEY'RE  
10 ACTUALLY WORKING ELSEWHERE. ERIN ROBBINS IS WORKING  
11 WITH ME ON DEALING WITH BOTH FACILITIES MANAGEMENT.  
12 SHE MANAGED THE WHOLE MOVE TO GET US OVER INTO THIS NEW  
13 LOCATION, AND SHE'S ALSO TAKEN OVER A NUMBER OF THE  
14 PROCUREMENT AND CONTRACT ACTIVITIES THAT AMY LEWIS WAS  
15 WORKING ON.

16 AND THEN KATE SHREVE HAS BEEN ON LOAN FOR  
17 SOME TIME NOW TO THE OFFICE OF THE PRESIDENT WORKING  
18 ON, I BELIEVE IT'S, THE STANDARDS WORK GROUP.

19 DR. PIZZO: OKAY. THANK YOU.

20 MR. BARNES: ANY OTHER QUESTIONS THAT --

21 DR. HENDERSON: IT WOULD HELP IF WE HAD THE  
22 NUMBER OF PERSONNEL LISTED AS WELL AS THE -- YOU SAID  
23 THERE ARE 19 FULL-TIME INDIVIDUALS. THAT DOES NOT  
24 INCLUDE YOUR OWN SALARY; IS THAT CORRECT?

25 MR. BARNES: YES, IT DOES. I'M NOW A

1 PERMANENT MEMBER AS OF JULY.

2 DR. HENDERSON: SO YOU'RE IN THIS BUDGET  
3 TWICE. THERE'S A MENTION OF YOU IN A CIRM AGREEMENT  
4 HAVING TO DO WITH YOU, NO. 2001, STATE CONTROLLER'S  
5 OFFICE, ADMINISTRATIVE SUPPORT AND WALTER BARNES LOAN.

6 MR. BARNES: YES. THAT INCLUDES THE CONTRACT  
7 THAT WAS ON LOAN. IT'S ACTUALLY A CONTRACT THAT GOES  
8 BACK INTO LAST YEAR, AND THE REFERENCE TO ME ACTUALLY  
9 REFERS TO COST THROUGH LAST YEAR. THE REST OF THE  
10 CONTRACT FOR THE CURRENT YEAR IS RELATED TO THE  
11 DETAILED WORK THAT THEY DO ON KEEPING OUR ACCOUNTING  
12 SYSTEM ACTUALLY AND RECORDING ALL OF OUR EXPENDITURES  
13 AND KEEPING TRACK OF THAT, PLUS THEY ALSO ARE STILL  
14 PROVIDING SOME PROCUREMENT ACTIVITIES TO US AS WELL.

15 DR. HENDERSON: SO IS THAT 350,000 WITHOUT  
16 YOUR SALARY IN IT?

17 MR. BARNES: IT'S ACTUALLY, I THINK, FOR THE  
18 CURRENT YEAR. LET ME TAKE A QUICK LOOK AT IT HERE TO  
19 MAKE SURE. IT'S 200,000 FOR THE CURRENT YEAR, AND MY  
20 SALARY IS NO LONGER IN IT. THAT'S JUST THE ESTIMATE  
21 ASSOCIATED WITH THE FULL-TIME OPERATION OF OUR  
22 ACCOUNTING SYSTEM AND A LOT OF OUR PROCUREMENT  
23 ACTIVITIES. THEY DO ALL OF THE CLAIM PREPARATION FOR  
24 OUR BILLS TO GO TO THE OTHER OFFICE OF THE STATE  
25 CONTROLLER THAT DEALS WITH ACTUAL AUDIT AND PAYMENT OF

1 CLAIMS.

2 DR. HENDERSON: IT'S HARD TO RECONCILE, THEN,  
3 ON WHAT'S ON THOSE PAGES AS BUDGET DETAIL WITH THE  
4 ACTUAL BUDGET YOU'RE GIVING US?

5 MR. BARNES: IF YOU WANT A DETAILED BRIEFING,  
6 WE ACTUALLY ARE GOING TO HAVE A DETAILED BRIEFING ON  
7 CONTRACTS AS PART OF THIS PRESENTATION TODAY.

8 DR. HENDERSON: OKAY.

9 MR. BARNES: THAT'S IN A LATER PART OF IT. I  
10 CAN GO INTO THAT A LITTLE LATER IN DETAIL.

11 DR. HENDERSON: OKAY.

12 MR. BARNES: TO BE CLEAR, I'M ONLY COUNTED  
13 ONCE, DARN IT.

14 DR. HENDERSON: I JUST WANTED TO KNOW IF IT  
15 WAS -- THE 19 PEOPLE TOTAL INCLUDED YOU OR NOT, AND IT  
16 DOESN'T INCLUDE ANY OF THE PART-TIME PEOPLE YOU ALREADY  
17 REFERRED TO.

18 MR. BARNES: NO, IT DOESN'T INCLUDE THEM.  
19 WELL, IT DOES INCLUDE -- LET ME PUT IT THIS WAY. IT  
20 DOES INCLUDE SCOTT TOCHER.

21 DR. HENDERSON: THAT'S ONLY A THREE-MONTH.

22 MR. BARNES: THAT'S AN ASSIGNMENT THAT GOES  
23 THROUGH JUNE 30TH.

24 DR. HENDERSON: THROUGH JUNE 30TH. OKAY.

25 MR. BARNES: ANY OTHER QUESTIONS? IF NOT,

1 OUR RECOMMENDATION IS THAT THIS BUDGET BE APPROVED OR  
2 THAT YOU RECOMMEND TO THE ICOC THAT THIS BUDGET BE  
3 APPROVED.

4 OUR NEXT STEP, AS I THINK ZACH MAY HAVE  
5 MENTIONED, IS TO ACTUALLY THEN GO THROUGH AND START  
6 WORKING ON THE BUDGET FOR 2006-2007 AND PARTICULARLY  
7 FOCUSING ON THE FIRST SIX MONTHS OF NEXT YEAR TO GET US  
8 THROUGH THAT PERIOD OF TIME.

9 DR. PIZZO: RECOMMEND APPROVAL.

10 MR. KLEIN: SECOND.

11 VICE CHAIR NOVA: IS IT OKAY TO MOVE AHEAD  
12 WITH ALL IN FAVOR WITHOUT COMMENTS QUITE YET?

13 DR. HENDERSON: NO. I'D LIKE TO ASK TO HAVE  
14 A COMMENT.

15 VICE CHAIR NOVA: OKAY. PLEASE.

16 DR. HENDERSON: I AGREED TO APPROVAL, BUT I  
17 WOULD STILL LIKE US TO DO A PROVISIONAL ON DISCUSSION  
18 OF THE EXTERNAL CONTRACTS SINCE IT'S SUCH A LARGE  
19 AMOUNT OF THE BUDGET, AND WE DON'T HAVE THE DETAIL WE  
20 NEED TO EVALUATE THAT NUMBER. SO I'M IN AGREEMENT WITH  
21 APPROVING ALL BUT THE EXTERNAL CONTRACTS PROVISIONAL TO  
22 A LINE-BY-LINE REVIEW OF IT AS WALTER BARNES SAID HE'S  
23 GOING TO DO.

24 DR. HALL: MAYBE I COULD COMMENT ON ONE OF  
25 THEM. WALTER HAS ADDRESSED REMCHO. THE OTHER BIG

1 CONTRACT THAT WE HAVE IS WITH EDELMAN. OUR CURRENT  
2 CONTRACT WITH THEM EXPIRES ON THE 31ST OF MARCH. AND  
3 WE HAVE TOLD THEM THAT WE WOULD LIKE TO HAVE A NO-COST  
4 EXTENSION OF THAT CONTRACT THROUGH TO THE END OF THE  
5 FISCAL YEAR; I.E., WE WILL CONTINUE THE CONTRACT FOR  
6 THE CURRENT AMOUNT, BUT EXTEND ITS LENGTH SO THAT WE  
7 WILL ADD ON THREE EXTRA MONTHS TO THE WORK. AND THAT  
8 MEANS THAT OUR MONTHLY COST WILL GO DOWN, AND WE ARE IN  
9 DISCUSSION WITH THEM ABOUT THE BEST WAY TO ACCOMPLISH  
10 THIS.

11 DR. MURPHY: ZACH, GIVE US YOUR THOUGHTS  
12 ABOUT THEIR EFFECTIVENESS.

13 DR. HALL: SO IT'S BEEN CHALLENGING IN THE  
14 FOLLOWING WAY. ACTUALLY, THE WORK THEY DO FOR US IS  
15 BILLED AT A HIGHER RATE THAN WHAT WE PAY. SO THEY DO A  
16 CONSIDERABLE AMOUNT OF PRO BONO WORK. I DON'T HAVE THE  
17 FIGURE IN FRONT OF ME. AS I RECALL, WALTER, IT'S  
18 SOMETHING LIKE THIS. FOR THE LAST MONTH WE ARE BILLED  
19 BY AGREEMENT AT TWENTY-SEVEN FIVE, AND I THINK THEY HAD  
20 AN ADDITIONAL 12. THERE WAS A 46 TOTAL, SO IT'S ALMOST  
21 \$20,000 PRO BONO.

22 WHAT HAS BEEN DIFFICULT IS THAT WE, OF  
23 COURSE, HAVE SORT OF CONTINUALLY RENEGOTIATED WHAT THE  
24 WORK IS. THEY HAVE BEEN VERY EFFECTIVE FOR US IN  
25 CONTACTING THE MEDIA, IN OFFERING ADVICE. AND LET ME

1 JUST SAY THAT WE HAVE A TREMENDOUS PRESSURE ON OUR  
2 COMMUNICATION STAFF, AND WE HAVE ONE PERSON, NICOLE  
3 PAGANO, WHO IS, I WOULD SAY IN TERMS OF CAREER, A SORT  
4 OF MIDDLELEVEL PERSON. AND WE ARE, AS YOU ALL KNOW,  
5 CONSTANTLY IN THE PRESS. WE ARE BARRAGED BY REQUESTS  
6 FOR INTERVIEWS. WE'VE HAD A NUMBER OF HIGH PROFILE  
7 ACTIVITIES THAT GO ON.

8 AND SO IN MY SENSE, IT'S PROBABLY, HOW TO PUT  
9 IT, IT MAY NOT BE AS EFFICIENT AS IT WOULD BE IF WE HAD  
10 A SENIOR PERSON OVERSEEING COMMUNICATIONS WITHIN CIRM.  
11 BUT GIVEN ALL THE DIFFICULTIES, I THINK THEY'VE DONE A  
12 TERRIFIC JOB. THEY'VE BEEN VERY COOPERATIVE, THEY'VE  
13 BEEN VERY HELPFUL, AND I WOULD SAY VERY FAIR IN DEALING  
14 WITH OUR DIFFICULT SITUATION.

15 DR. MURPHY: ZACH, ALL THAT MAKES GOOD SENSE.  
16 FROM MY VIEWPOINT, WHAT I'VE SEEN MOST IS THEIR DAILY  
17 REPORTS TO US, WHICH ARE HELPFUL. I MUST SAY --  
18 (INTERFERENCE). I THINK I'M BEING TOLD SOMETHING HERE.

19 BUT I THINK THAT WE CERTAINLY ARE TAKING A  
20 BEATING BY SOME OF THE PEOPLE IN THE PRESS, ALTHOUGH IN  
21 THE LAST MONTH OR TWO IT HAS QUIETED DOWN. I'M NOT  
22 SURE HOW TO PLAY THAT. I WOULD SAY THAT WE HAVE BEEN  
23 PROBABLY MORE SILENT THAN AGGRESSIVE IN RESPONDING,  
24 WHICH MAY, IN FACT, BE THE RIGHT THING TO DO GIVEN ALL  
25 THE THINGS THAT -- ALL THE CHALLENGES WE FACE.

1                   BUT IF I HAD TO EVALUATE, AT LEAST FROM AN  
2                   OUTSIDER'S POINT OF VIEW, WHAT THEY'VE DONE FOR US, AND  
3                   I'M NOT IN THE OFFICE AND YOU KNOW FAR BETTER THAN WE  
4                   DO, I WOULD SAY THAT THEIR INPUT SEEMS TO BE LESS THAN  
5                   VISIBLE AND CERTAINLY NOT AGGRESSIVE IN RESPONDING. IS  
6                   THAT AN UNFAIR STATEMENT?

7                   DR. HALL: LET ME JUST SAY THAT I THINK WE'VE  
8                   HAD TREMENDOUS CHALLENGES IN THE PRESS. WE PUT AN  
9                   ENORMOUS AMOUNT OF TIME INTO IT. WITH BOB KLEIN AND  
10                  OTHERS WE'VE MADE VISITS TO EDITORIAL BOARDS. WE'VE  
11                  SPENT HOURS WITH REPORTERS. I THINK FOR WHATEVER  
12                  REASONS THERE'S SOME ELEMENTS OF THE PRESS THAT HAVE  
13                  BEEN VERY, VERY CRITICAL OF US AND UNRELENTINGLY SO. I  
14                  THINK IT'S BEEN VERY HARD TO ADDRESS THAT.

15                 I ACTUALLY THINK THEY'VE DONE A GOOD JOB ON  
16                 THAT. I DON'T THINK THAT'S THEIR FAULT. I SUPPOSE WE  
17                 COULD HAVE IMAGINED A MUCH MORE BROAD REACHING AND  
18                 AGGRESSIVE CAMPAIGN, BUT, QUITE FRANKLY, RICH, WE DON'T  
19                 HAVE THE RESOURCES TO DO THAT.

20                 LET ME JUST SAY THAT WE HAVE CONSIDERED AS AN  
21                 ALTERNATIVE HIRING A SENIOR COMMUNICATIONS PERSON.  
22                 IT'S MY VIEW THAT IT WOULD BE A MISTAKE RIGHT NOW TO  
23                 ADD ANOTHER HIGH SALARIED PERSON, AND THAT IT'S ALSO,  
24                 GIVEN OUR SITUATION, IT'S NOT AN OPTIMAL TIME TO  
25                 RECRUIT TO GET, I THINK, THE HIGH QUALITY THAT WE WOULD

1 WANT. AND SO IT IS A BIT MAKESHIFT, BUT I THINK, GIVEN  
2 THE CIRCUMSTANCES, I GIVE THEM A LOT OF CREDIT. I  
3 THINK THEY HAVE BEEN VERY HELPFUL TO US AND WILL  
4 CONTINUE TO DO SO AND HAVE BEEN, AS I SAY, VERY  
5 SYMPATHETIC AND FLEXIBLE ABOUT OUR DIFFICULTIES.

6 DR. MURPHY: ZACH, I THINK THAT SOUNDS  
7 REASONABLE TO ME. I THINK THE IDEA OF A NO-COST  
8 EXTENSION IS RIGHT, AND WE PROBABLY SHOULD REALLY TAKE  
9 A LOOK AT THIS AGAIN DURING THAT MARCH-TO-JUNE PERIOD  
10 TO SEE WHAT WE WANT TO DO NEXT YEAR.

11 DR. HALL: WE'RE ANALYZING JUST NOW WITH THEM  
12 WHAT THE MONEY IS SPENT FOR. FOR EXAMPLE, THE DAILY  
13 CLIPS COST US ABOUT \$3,000 A MONTH, AND WE'RE NOW  
14 LOOKING INTO ALTERNATIVE SOURCES FOR PRODUCING THAT,  
15 FOR GETTING THAT ELSEWHERE, MAYBE PIGGYBACKING ON SOME  
16 OTHER GROUP THAT'S DOING THAT. IT TAKES CONSIDERABLE  
17 STAFF TIME TO DO THAT, AND I DON'T THINK WE WANT TO  
18 TAKE THAT ON, BUT IF WE CAN FIND A WAY TO DO IT, THAT  
19 WOULD BE FINE.

20 WE HAVE HAD STRATEGY CONFERENCES WITH THEM  
21 DAILY FOR THE LAST SEVERAL WEEKS. WE'RE NOW CUTTING  
22 THAT DOWN TO WEEKLY. I THINK WHAT WE WILL DO IS TO USE  
23 THEM FOR SPECIFIC EVENTS, AND THEY ARE VERY HELPFUL  
24 WITH THAT. WE ARE GOING TO CUT DOWN ALSO ON SOME OF  
25 THEIR USE AROUND THE ICOC MEETINGS AND THE PATIENT



1 SPOTLIGHT.

2 DR. MURPHY: THANK YOU.

3 MR. KLEIN: RICH, THIS IS BOB KLEIN. I THINK  
4 THAT IT'S VERY CLEAR THAT WE LACK THE RAPID RESPONSE  
5 WRITING CAPACITY TO DEAL WITH INFORMATION IN THE PRESS  
6 THAT'S INCORRECT. WE DON'T HAVE SOMEONE WHO HAS THE  
7 TIME NOR TECHNICAL EXPERTISE TO BE GENERATING CONSTANT  
8 CORRECTIONS BECAUSE THERE IS AN INTENTIONAL CAMPAIGN  
9 OUT THERE OF MISREPRESENTATION. AND THIS IS A GAP THAT  
10 WE'RE GOING TO HAVE TO MEET TO MAKE SURE THAT WE  
11 MAINTAIN GOOD PUBLIC AWARENESS OF THE REAL FACTS AND  
12 GOOD LEGISLATIVE AWARENESS OF THE REAL FACTS.

13 IT'S A RESOURCE CONSTRAINT, I THINK, AS ZACH  
14 HAS POINTED OUT, AND WE'RE JUST GOING TO HAVE TO FIGURE  
15 OUT HOW TO GET SOME ADDITIONAL RESOURCES OR TO  
16 PIGGYBACK ON OTHER RESOURCES TO BE ABLE TO DEAL WITH  
17 THIS NEED.

18 VICE CHAIR NOVA: AMY AND JAMES, HOW SHOULD  
19 WE HANDLE THIS VOTE?

20 MS. DU ROSS: FIRST, TINA, IF YOU COULD ASK  
21 FOR PUBLIC COMMENT AT ANY OF THE LOCATIONS.

22 VICE CHAIR NOVA: I GUESS MY COMMENT WAS  
23 GOING TO BE IN LIGHT OF DR. HENDERSON'S COMMENT ABOUT  
24 THE OUTSIDE CONTRACTS BEING EXCLUDED.

25 MR. KLEIN: TINA, THIS IS BOB KLEIN. MY

1 SUGGESTION IS THAT, AS THE SECOND, I WOULD AGREE TO A  
2 FRIENDLY AMENDMENT TO MY SECOND. AND QUESTION IS  
3 WHETHER DEAN PIZZO WOULD AGREE TO A FRIENDLY AMENDMENT  
4 TO HIS FIRST TO HAVE THE MOTION TO READ TO PASS IT WITH  
5 RESERVING APPROVAL OF EXTERNAL CONTRACTS.

6 DR. PIZZO: I ACCEPT.

7 MR. KLEIN: WITH THAT IN PLACE, THEN IF YOU  
8 GO TO PUBLIC COMMENT, TINA, THEN, THE PUBLIC COMMENT  
9 WILL BE ON THE AMENDED MOTION, AND THEN WE CAN TAKE A  
10 VOTE, ASSUMING THAT THE BOARD MEMBERS WERE SATISFIED AT  
11 THE PUBLIC COMMENT.

12 VICE CHAIR NOVA: OKAY. SOUNDS GOOD. ANY  
13 COMMENT FROM MEMBERS OF THE PUBLIC AT CEDARS-SINAI?

14 DR. MEYER: NO.

15 VICE CHAIR NOVA: AT BURNHAM?

16 DR. REED: NO.

17 VICE CHAIR NOVA: UC IRVINE?

18 UNIDENTIFIED SPEAKER: NO.

19 VICE CHAIR NOVA: USC?

20 DR. HENDERSON: NO.

21 VICE CHAIR NOVA: STANFORD?

22 DR. PIZZO: NO.

23 VICE CHAIR NOVA: CIRM?

24 MR. KLEIN: NO.

25 VICE CHAIR NOVA: OKAY. WITH THAT, APPROVAL

1 TO -- IS EVERYONE IN FAVOR?  
2 MR. KLEIN: WE WOULD DO A ROLL CALL VOTE.  
3 VICE CHAIR NOVA: OKAY. I'M SORRY. AMY,  
4 ROLL CALL.  
5 MS. DU ROSS: DR. MEYER.  
6 DR. MEYER: IN FAVOR.  
7 MS. DU ROSS: DR. HENDERSON.  
8 DR. HENDERSON: YES.  
9 MS. DU ROSS: DR. MURPHY.  
10 DR. MURPHY: YES.  
11 MS. DU ROSS: DR. NOVA.  
12 VICE CHAIR NOVA: YES.  
13 MS. DU ROSS: DR. PIZZO.  
14 DR. PIZZO: YES.  
15 MS. DU ROSS: DR. REED.  
16 DR. REED: YES.  
17 MS. DU ROSS: BOB KLEIN.  
18 MR. KLEIN: YES.  
19 MS. DU ROSS: DR. STEWARD, WE DON'T HAVE YOU,  
20 DO WE, YET? NO. OKAY. MOTION PASSES.  
21 VICE CHAIR NOVA: OKAY. GREAT. SO WE CAN  
22 MOVE TO THE NEXT AGENDA ITEM. WALTER, WILL YOU PLEASE  
23 WALK US THROUGH THE FIRST DOCUMENT ITEM OF AGENDA ITEM  
24 3(B), MODIFICATIONS TO TRAVEL EXPENSE POLICY, PLEASE.  
25 MR. BARNES: I WAS GOING TO SUGGEST THAT,

1 GIVEN THE FACT THAT CONTRACTS IS OF CONCERN TO THE  
2 DECISION THAT YOU JUST MADE, THAT WE SKIP OVER TO THAT  
3 ONE.

4 VICE CHAIR NOVA: OKAY.

5 MR. BARNES: AND GO THROUGH THAT FIRST.  
6 HOPEFULLY THAT WILL ANSWER EVERYBODY'S QUESTION AND YOU  
7 CAN TAKE A MOTION TO DEAL WITH ANY OF OUR CONTRACT  
8 RECOMMENDATIONS AS WELL AS THE BUDGET.

9 VICE CHAIR NOVA: THAT WOULD BE AGENDA -- DO  
10 YOU WANT TO COVER BOTH DOCUMENTS UNDER AGENDA ITEM  
11 3(C)?

12 MR. BARNES: LET'S JUST TAKE 3(C). WHAT YOU  
13 HAVE IS A ONE-PAGE NARRATIVE, AND YOU SHOULD HAVE TWO  
14 PAGES OF A MATRIX THAT SHOWS ALL OF OUR CONTRACTS SINCE  
15 THE ORGANIZATION CAME INTO BEING BACK IN JANUARY.

16 THIS IS A REPORT THAT BASICALLY THE  
17 GOVERNANCE SUBCOMMITTEE ASKED THAT WE PROVIDE TO YOU AT  
18 EACH GOVERNANCE MEETING. THE REPORT BASICALLY SHOWS  
19 ALL CONTRACTS ON ONE PAGE. THESE ARE EXTERNAL  
20 CONTRACTS GOING BACK TO THE TIME THEY WERE FIRST  
21 EXECUTED AND SHOWING EXPENDITURES THAT HAVE BEEN MADE  
22 TO DATE THROUGH OCTOBER 31ST AND WHAT THE CURRENT  
23 BALANCE IS, AND THEN A SECOND PAGE THAT SHOWS ALL OF  
24 THE INTERAGENCY AGREEMENTS AND THE ENCUMBRANCES AMOUNT  
25 AND THE EXPENDITURES TO DATE.

1                   KEEP IN MIND THIS IS EXPENDITURES PAID  
2 THROUGH OCTOBER 31ST, WHICH USUALLY IS ANYWHERE FROM A  
3 MONTH TO TWO MONTHS BEHIND. SO YOU FIGURE THAT THERE  
4 ARE STILL BILLS TO COME IN TO TAKE US UP TO THE CURRENT  
5 DATE.

6                   IN ADDITION, THE GOVERNANCE COMMITTEE AND THE  
7 ICOC MEETING LAID OUT A PROCESS OF CONTRACTS APPROVAL.  
8 THE NEW AND AMENDED INTERAGENCY AGREEMENTS WERE SUBJECT  
9 TO APPROVAL BY THE PRESIDENT. THERE HAVE BEEN NONE  
10 SINCE THE LAST MEETING. THE PRESIDENT WAS ALSO GRANTED  
11 AUTHORITY TO APPROVE NEW AND AMENDED THIRD-PARTY  
12 CONTRACTS OF LESS THAN \$100,000. SINCE THE LAST  
13 MEETING, WE'VE HAD TWO OF THOSE. ONE IS EVIAN. IT'S A  
14 ONE-TIME CONTRACT FOR \$22,000 TO RELOCATE OUR I.T.  
15 SYSTEM TO THE NEW SAN FRANCISCO LOCATION. IN ADDITION,  
16 WE EXECUTED A CONTRACT WITH SHREDWORKS. THIS IS A  
17 CONTRACT TO PERFORM SHREDDING OF CONFIDENTIAL  
18 DOCUMENTS. THIS IS \$960 A YEAR. BASICALLY IT'S AT OUR  
19 REQUEST, AND SO WE'VE HAD ONE DESTRUCTION SO FAR, AND  
20 WE'RE NOT EXPECTING TO SEE VERY MUCH UNTIL WE GET  
21 HEAVILY INTO GRANTS AGAIN.

22                   NEW AND AMENDED THIRD-PARTY CONTRACTS  
23 EXCEEDING \$100,000, THIS IS SUBJECT TO APPROVAL BY THIS  
24 GOVERNANCE COMMITTEE, AND WE DO HAVE ONE. CAREER  
25 RESOURCES PROVIDES TEMPORARY AND ADMINISTRATIVE SUPPORT

1 TO THE OFFICE OF THE CHAIR AND RECEPTIONIST AND  
2 ADMINISTRATIVE SUPPORT TO THE REST OF THE INSTITUTE.  
3 THE CURRENT CONTRACT IS FOR \$90,000, BEGAN ON MARCH  
4 10TH. IT CURRENTLY EXPIRES ON DECEMBER 31ST. BASED ON  
5 OUR CURRENT AND EXPECTED EXPENDITURES, IT APPEARS THAT  
6 WE NEED AN ADDITIONAL \$30,700 TO PROVIDE THOSE SERVICES  
7 THROUGH MARCH 31ST OF 2006, SO IT WOULD BRING THE  
8 CONTRACT TO A TOTAL OF 120,700. WE WOULD NEED APPROVAL  
9 BY THE GOVERNANCE SUBCOMMITTEE TO GO AHEAD WITH THIS.  
10 THIS AMOUNT, THE TOTAL AMOUNT, IS INCLUDED IN THE  
11 BUDGET THAT YOU JUST HAD PRESENTED TO YOU.

12 THERE'S ALSO A NEW AMENDED THIRD-PARTY  
13 CONTRACT EXCEEDING 250,000 WHICH IS SUBJECT TO APPROVAL  
14 BY THE FULL ICOC. THIS CONTRACT IS REMCHO, JOHANSON &  
15 PURCELL. THE CURRENT CONTRACT BEGAN ON JANUARY 6TH,  
16 AND IT'S CURRENTLY SET TO EXPIRE ON JUNE 30TH OF 2006.  
17 BASED ON AN ANALYSIS OF OUR EXPENDITURE PATTERNS, WE  
18 FEEL THAT AN ADDITIONAL \$250,200 IS NECESSARY TO COVER  
19 THE ANTICIPATED COST THROUGH JUNE 30TH. THIS WOULD  
20 BRING THE CONTRACT TO A TOTAL OF \$772,200.

21 I SHOULD SAY DURING THE FIRST NINE MONTHS OF  
22 THE CONTRACT, INVOICES AVERAGED \$44,000. DURING THE  
23 LAST NINE MONTHS, THE AVERAGE IS EXPECTED TO BE 41,000.  
24 WE TALKED A LITTLE BIT ABOUT THE LEGAL COST DURING THE  
25 BUDGET PRESENTATION. AS I SAID, THE EXPECTATION IS

1 THAT AS WORK RELATED TO REGULATIONS AND GRANTS  
2 MANAGEMENT AND NONLITIGATION WORK -- (INTERFERENCE.)

3 MR. KLEIN: IF SOMEONE PUTS A BLACKBERRY NEAR  
4 THEIR MIC, IT WILL CREATE STATIC.

5 MR. BARNES: IN EFFECT, BASICALLY THE COSTS  
6 WILL CONTINUE TO BE AT THAT LEVEL BECAUSE THEY  
7 WILL BE -- REMCHO WILL BE TAKING A MUCH LARGER ROLE IN  
8 THE LITIGATION.

9 BASICALLY OUR REQUEST IS THAT YOU APPROVE THE  
10 RECOMMENDED EXTENSION OF INCREASE TO CAREER RESOURCES,  
11 AND WE RECOMMEND THAT THE INCREASE TO REMCHO, WHICH, BY  
12 THE WAY, IS ALSO INCLUDED IN THE BUDGET COST THAT YOU  
13 SAW IN THE FIRST PRESENTATION, BE APPROVED.

14 DR. HENDERSON: EXCUSE ME, WALTER. BRIAN  
15 HENDERSON HERE. I CAN'T GET THE NUMBERS TO ADD UP  
16 UNDER IN-PROGRESS CONTRACTS EXPENDITURES THROUGH 10/31  
17 AND THEN CURRENT ENCUMBRANCE BALANCES. I CAN'T GET THE  
18 NUMBERS TO ADD UP IN THE TWO COLUMNS. IT LOOKS --  
19 COLUMN UNDER EXPENDITURES LOOKS LIKE IT'S MORE THAN THE  
20 466 LISTED, AND 722 LOOKS LIKE IT'S LESS THAN WHAT'S  
21 LISTED, AND I DON'T KNOW IF THE -- WHAT'S WRONG THERE.  
22 SO IT'S HARD TO KNOW WHAT WE'RE -- IT'S HARD TO FIX IT  
23 WITH WHAT YOU JUST DESCRIBED. I THINK --

24 MR. BARNES: I'M NOT SURE. LET ME TAKE A  
25 QUICK LOOK AT IT.

1 DR. HENDERSON: IT'S WHY I ASKED THAT WE  
2 EXCLUDE THE CONTRACTS FROM THE VOTE BECAUSE I DON'T  
3 THINK WE'RE DEALING WITH -- SOMETHING IS WRONG IN THESE  
4 TWO COLUMNS.

5 DR. HALL: I COME UP WITH A NUMBER 685,707.  
6 I HAVEN'T CHECKED IT. IT'S JUST A QUICK ADDING OF  
7 THOSE NUMBERS.

8 DR. PIZZO: RIGHT. THAT'S FOR THE SECOND TO  
9 THE END COLUMN.

10 DR. HALL: RIGHT.

11 DR. PIZZO: WE'RE GETTING THE SAME HERE  
12 BASICALLY.

13 DR. HENDERSON: THE NUMBERS -- DO WE KNOW THE  
14 NUMBERS WITHIN THE LINES ARE CORRECT? THAT'S THE OTHER  
15 QUESTION. FOR EXAMPLE, WITH THE EDELMAN, IT LOOKS LIKE  
16 YOU STILL HAVE A LOT OF UNENCUMBERED MONEY AVAILABLE,  
17 AND IS THAT, IN FACT, CORRECT?

18 MR. BARNES: ACTUALLY WHAT HAPPENED IS THAT  
19 WE JUST RECENTLY SUBMITTED MOST OF THE EDELMAN DOLLARS  
20 FOR PAYMENT, BILLS FOR PAYMENT. AND THEY'VE BEEN  
21 COMING IN AT THE ESTIMATED LEVEL OF ABOUT 30 TO 31,000  
22 A MONTH. THIS BASICALLY JUST REPRESENTS PAID  
23 EXPENDITURES. IT DOESN'T REPRESENT TO BE PAID.

24 DR. HENDERSON: RIGHT.

25 MR. BARNES: THAT'S WHAT THE CURRENT BALANCE



1 SHOULD FIGURE. APOLOGIZE. I'M NOT SURE WHAT HAPPENED  
2 ON THIS TABLE. I CAN CERTAINLY TAKE IT BACK AND RESEND  
3 IT TO YOU. I AM ASSUMING THAT WHAT MAY HAVE HAPPENED  
4 IS THAT WHEN THEY ADDED UP THE EXPENDITURES, THEY MAY  
5 HAVE FORGOTTEN -- MADE A MISTAKE IN TERMS OF LEAVING  
6 THEIR TOTALS IN HERE. SO THAT'S THE ONLY THING I CAN  
7 EXPECT. SO I APOLOGIZE FOR IT. I WILL GO BACK AND  
8 FIND OUT WHAT HAPPENED, AND WE CAN SEND YOU ANOTHER  
9 COPY.

10 MR. KLEIN: WALTER, WOULD THE CORRECT PROCESS  
11 HERE BE THAT PRIOR TO THE BOARD MEETING TOMORROW, THERE  
12 WILL BE CORRECTED VERIFICATIONS OF THESE, AND THAT IT  
13 WOULD HAVE TO BE APPROVED AT THE BOARD? IS THAT WHAT  
14 YOU'RE SAYING?

15 MR. BARNES: THAT'S CORRECT. ACTUALLY THIS  
16 IS SUPPOSED TO BE AN INFORMATION ONLY, ALTHOUGH  
17 UNFORTUNATELY IT GIVES THE WRONG INFORMATION. SO I  
18 GUESS SINCE YOU'RE CONCERNED AND TIED INTO THE BUDGET,  
19 PROBABLY THE BEST THING IS TO TAKE YOUR COMMENT AND  
20 PASS IT ONTO THE ICOC. AND I'LL GIVE A REVISED  
21 PRESENTATION OF THAT AT THAT TIME.

22 DR. PIZZO: IT'S GOOD THAT BRIAN PICKED THIS  
23 UP BECAUSE IT WOULD BE A SHAME TO HAVE THIS APPEAR IN  
24 THE PRESS.

25 MR. BARNES: I APPRECIATE IT. I GUESS I JUST

1 ASSUMED THAT WHEN THE NUMBERS ADD UP, THEY ADD UP.  
2 DIDN'T DO IT HERE.

3 DR. PIZZO: WE THINK EXCEL USUALLY WORKS.

4 MR. BARNES: IT SHOULD.

5 VICE CHAIR NOVA: ARE THERE ANY OTHER  
6 COMMENTS FROM THE COMMITTEE ON THIS? HOW ABOUT FROM  
7 THE PUBLIC? ANY PUBLIC COMMENTS FROM CEDARS-SINAI?

8 DR. MEYER: NO.

9 VICE CHAIR NOVA: BURNHAM?

10 DR. REED: NO, NONE HERE.

11 VICE CHAIR NOVA: UC IRVINE?

12 UNIDENTIFIED SPEAKER: NO.

13 VICE CHAIR NOVA: USC.

14 DR. HENDERSON: NO.

15 VICE CHAIR NOVA: STANFORD?

16 DR. PIZZO: NO.

17 VICE CHAIR NOVA: CIRM? OKAY. SO WE'LL LET  
18 THAT GO. AND THANK YOU FOR PICKING UP THAT ERROR, AND  
19 WE'LL TAKE CARE OF THAT TOMORROW.

20 DR. PIZZO: TINA, DO WE HAVE ANY OTHER VOTES  
21 THAT WE'LL BE TAKING UP? I'M JUST MINDFUL OF THE TIME  
22 WHILE WE HAVE A QUORUM.

23 MR. BARNES: THERE'S TWO VOTES WITH REGARD TO  
24 THIS UNLESS YOU WANT PUT THEM OVER AS WELL. ONE WAS  
25 YOUR VOTE TO APPROVE THE EXTENSION OF CAREER RESOURCES

1 AND YOUR RECOMMENDATION FOR THE INCREASE TO REMCHO.  
2 DR. PIZZO: SEEMS TO ME LIKE WE NEED TO SEE  
3 THE FULL DATA.  
4 MR. KLEIN: DEAN PIZZO, ON REMCHO, WHICH IS  
5 THE LEGAL SERVICES, HOW DO YOU FEEL ABOUT THAT  
6 INDIVIDUAL ITEM?  
7 DR. PIZZO: BECAUSE IT'S A NECESSARY EXPENSE,  
8 YOU MEAN?  
9 MR. KLEIN: YES.  
10 DR. PIZZO: I CAN CERTAINLY SEE THAT  
11 SEPARATELY, BEING APPROVABLE.  
12 MR. KLEIN: OKAY.  
13 VICE CHAIR NOVA: DO YOU WANT TO DO A ROLL  
14 CALL VOTE ON THAT ITEM ONLY, BOB?  
15 MR. KLEIN: TINA, KNOWING THAT THAT'S AN  
16 ESSENTIAL ITEM, I WOULD MAKE A MOTION TO APPROVE THAT  
17 ITEM IF THERE'S A SECOND.  
18 DR. PIZZO: I WOULD CERTAINLY SECOND THAT.  
19 VICE CHAIR NOVA: PERFECT. AMY.  
20 MR. KLEIN: WE NEED PUBLIC COMMENT.  
21 VICE CHAIR NOVA: I APOLOGIZE. I THOUGHT WE  
22 DID THAT. SORRY. WE DID PUBLIC COMMENT ON THE OTHER.  
23 LET ME GO THROUGH ONE MORE TIME. PUBLIC COMMENT FROM  
24 CEDARS-SINAI?  
25 DR. MEYER: NO.

1 VICE CHAIR NOVA: BURNHAM?  
2 DR. REED: NO.  
3 VICE CHAIR NOVA: UC IRVINE. USC.  
4 DR. HENDERSON: NO.  
5 VICE CHAIR NOVA: STANFORD?  
6 DR. PIZZO: NO.  
7 VICE CHAIR NOVA: CIRM.  
8 MS. DU ROSS: NO.  
9 VICE CHAIR NOVA: OKAY.  
10 MS. DU ROSS: DR. MEYER.  
11 DR. MEYER: YES, IN FAVOR.  
12 MS. DU ROSS: DR. HENDERSON.  
13 DR. HENDERSON: YES, IN FAVOR.  
14 MS. DU ROSS: DR. MURPHY.  
15 DR. MURPHY: YES.  
16 MS. DU ROSS: DR. NOVA.  
17 VICE CHAIR NOVA: YES.  
18 MS. DU ROSS: DR. PIZZO.  
19 DR. PIZZO: YES.  
20 MS. DU ROSS: DR. REED.  
21 DR. REED: YES.  
22 MS. DU ROSS: BOB KLEIN.  
23 MR. KLEIN: YES.  
24 MS. DU ROSS: DR. STEWARD I DON'T BELIEVE WE  
25 HAVE YET. MOTION PASSES. OKAY.

1                   VICE CHAIR NOVA: I KNOW WE HAVE A COUPLE  
2 MORE THINGS TO GO OVER, MODIFICATIONS TO TRAVEL  
3 EXPENSE, INTERVIEWS, RELOCATION TRAVEL, AND  
4 OUT-OF-STATE TRAVEL, ALL OF WHICH WE WERE GOING TO HAVE  
5 A VOTE ON; IS THAT CORRECT, AMY, BECAUSE I KNOW DR.  
6 PIZZO DID MAKE IT CLEAR THAT HE HAD TO LEAVE AT FIVE TO  
7 NINE.

8                   MS. DU ROSS: YOU WANT TO TRY TO RUN THROUGH  
9 THOSE PRETTY QUICKLY?

10                  MR. BARNES: SURE. THIS IS LISTED AS AGENDA  
11 3(B), IT'S MODIFICATIONS TO TRAVEL POLICY. AND IT'S  
12 BEEN OUR -- THE ICOC HAS GENERALLY ADOPTED THE UC  
13 TRAVEL POLICIES FOR REIMBURSEMENT OF TRAVEL EXPENSES.  
14 WE'VE MADE IT A POLICY TO COME BACK TO THE ICOC FOR  
15 APPROVAL OF NEW SPECIFIC REQUIREMENTS AND MODIFICATIONS  
16 TO REIMBURSEMENT POLICIES AND INFORMING YOU OF ANY  
17 INTERNAL POLICIES THAT WE'RE GOING TO BE IMPLEMENTING.  
18 SO WE HAVE ACTUALLY ONE NEW POLICY, TWO MODIFICATIONS,  
19 AND AN INFORMATION ON AN INTERNAL POLICY.

20                  THE NEW POLICY HAS TO DO WITH INTERVIEW AND  
21 RELOCATION EXPENSES. WE'RE HOPING THAT WE GET BAN'S  
22 AND/OR BONDS SOON. AND WHEN WE DO, WE'RE GOING TO BE  
23 DOING A LOT OF OUTREACH TO FILL A NUMBER OF POSITIONS,  
24 MOSTLY SCIENTIFIC. CURRENTLY WE DON'T HAVE A SPECIFIC  
25 POLICY FOR REIMBURSING CANDIDATES FOR INTERVIEWS AND

1 NEW HIRES FOR RELOCATION.

2 WE'VE ATTACHED A POLICY CALLED ALLOWABLE  
3 EXPENSES RELATED TO INTERVIEWS AND RELOCATIONS.  
4 BASICALLY WHAT IT ALLOWS IS THAT -- BOTH REQUIRE PRIOR  
5 APPROVAL OF THESE EXPENSES BY THE PRESIDENT. BOTH OF  
6 THEM PROVIDE FOR REIMBURSEMENT FOR TRANSPORTATION AND  
7 LODGING WHICH IS EQUIVALENT TO WHAT CIRM AND ICOC STAFF  
8 GET. AND IN THE RELOCATION, IT PROVIDES FOR MOVING  
9 COSTS. THESE ARE ALL BASED UPON THE RELOCATION AND  
10 MOVING COSTS THAT ARE AVAILABLE UNDER THE UC TRAVEL  
11 POLICY. SO WE WOULD LIKE TO HAVE YOUR APPROVAL TO  
12 IMPLEMENT THESE FOR US.

13 THE SECOND THING IS MODIFICATIONS TO TWO  
14 CURRENT POLICIES. ONE HAS TO DO WITH CONTRACTED MEALS.  
15 AND WHEN WE FIRST ADOPTED THE CONTRACTED MEALS POLICY  
16 FOR ICOC MEETINGS, WE WERE ONLY MEETING DURING THE DAY.  
17 SO BASICALLY THE POLICY SAYS THAT IT'S GOING TO BE FOR  
18 LUNCH, BUT WE HAVE INSTANCES NOW WHERE THESE MEETINGS  
19 ARE DURING THE EVENINGS OR THE EARLY MORNINGS, SO WE'D  
20 LIKE TO RECOMMEND THAT THE POLICY BE REVISED TO  
21 SUBSTITUTE MEALS FOR LUNCH TO COVER THOSE COSTS.

22 FOR LIGHT REFRESHMENTS AND MEALS PROVIDED TO  
23 PERSONS WHO ARE NOT MEMBERS, ICOC, CIRM STAFF, AND  
24 MEMBERS, THIS POLICY WAS PASSED BY YOU. IT COVERS  
25 THESE PEOPLE, BUT FOR ICOC MEMBERS AND CIRM STAFF THAT

1 ATTEND THE SAME MEETINGS, THEY CAN'T GET REIMBURSED FOR  
2 THEIR COST UNLESS THEY'RE ON TRAVEL STATUS. AND SO WE  
3 THINK THAT BASICALLY WE SHOULD REVISE THAT TO RECOMMEND  
4 THAT WHEN SUCH MEETINGS ARE HELD, AND, BY THE WAY,  
5 AGAIN, THE COST MUST BE APPROVED BY THE PRESIDENT IN  
6 ADVANCE, THAT THE REIMBURSEMENT INCLUDE THE ICOC  
7 MEMBERS AND CIRM STAFF WHO ARE REQUIRED TO ATTEND THE  
8 SAME MEETING. THESE ARE JUST TWEAKS OF THOSE POLICIES.

9 THE FINAL THING HAS TO DO WITH TRAVEL OUT OF  
10 THE STATE AND OUT OF THE COUNTRY. WE DON'T HAVE A  
11 SPECIFIC POLICY AND PROCEDURE FOR APPROVING REIMBURSING  
12 CIRM STAFF AND ICOC MEMBERS FOR THIS TYPE OF POLICY --  
13 THIS TYPE OF TRAVEL. BASICALLY THE TRAVEL  
14 REIMBURSEMENTS ARE THE SAME AS FOR IN-STATE TRAVEL.  
15 WHAT IT PROVIDES FOR UNDER OUR POLICY IS TO HAVE  
16 APPROVAL BY EITHER THE PRESIDENT FOR CIRM STAFF MEMBERS  
17 OR THE CHAIR OF THE ICOC FOR ICOC MEMBERS.

18 THERE'S ACTUALLY TWO WAYS IN WHICH WE'LL  
19 DEVELOP A BUDGET FOR THIS. ONE IS WE CAN CREATE A  
20 BLANKET, WHICH IS A TERM THAT'S USED BY THE DEPARTMENT  
21 OF FINANCE, WHICH BASICALLY APPROVES A NUMBER TRIPS FOR  
22 A PARTICULAR FISCAL YEAR, OR WE CAN GO INDIVIDUAL TRIP  
23 APPROVAL, WHICH HAS TO DO WITH SEEKING A PARTICULAR  
24 TRIP WHEN WE DON'T HAVE A BLANKET.

25 ESSENTIALLY THIS IS -- WE'RE ADOPTING THE

1 POLICY THAT ALL THE OTHER STATE AGENCIES USE HERE, SO  
2 IT REALLY DOESN'T REQUIRE A VOTE, BUT WE WANTED TO PUT  
3 IT ON AS INFORMATION FOR YOU.

4 DR. PIZZO: OKAY. THIS IS A NONVOTING --

5 MR. BARNES: THE FIRST TWO ARE VOTES,  
6 INTERVIEW AND RELOCATION AND MODIFICATIONS AND --

7 DR. PIZZO: GOT IT.

8 VICE CHAIR NOVA: ARE THERE ANY COMMENTS FROM  
9 THE SUBCOMMITTEE ON THESE TWO THAT REQUIRE A VOTE?

10 MR. KLEIN: I'LL MAKE A MOTION TO SUPPORT  
11 THOSE TWO.

12 DR. PIZZO: I'LL SECOND THAT.

13 VICE CHAIR NOVA: ARE THERE ANY COMMENTS FROM  
14 THE PUBLIC? AT CEDARS-SINAI?

15 DR. MEYER: NO.

16 VICE CHAIR NOVA: BURNHAM?

17 DR. REED: NO.

18 VICE CHAIR NOVA: UC IRVINE?

19 UNIDENTIFIED SPEAKER: NO.

20 VICE CHAIR NOVA: USC?

21 DR. HENDERSON: NO.

22 VICE CHAIR NOVA: STANFORD?

23 DR. PIZZO: NO.

24 VICE CHAIR NOVA: CIRM?

25 MS. DU ROSS: NO.



1 VICE CHAIR NOVA: ROLL CALL.  
2 MS. DU ROSS: DR. MEYER.  
3 DR. MEYER: IN FAVOR.  
4 MS. DU ROSS: DR. HENDERSON.  
5 DR. HENDERSON: YES.  
6 MS. DU ROSS: DR. MURPHY.  
7 DR. MURPHY: YES.  
8 MS. DU ROSS: DR. NOVA.  
9 VICE CHAIR NOVA: YES.  
10 MS. DU ROSS: DR. PIZZO.  
11 DR. PIZZO: YES.  
12 MS. DU ROSS: DR. REED.  
13 DR. REED: YES.  
14 MS. DU ROSS: BOB KLEIN.  
15 MR. KLEIN: YES.  
16 MS. DU ROSS: MOTION PASSES.  
17 VICE CHAIR NOVA: GREAT.  
18 DR. PIZZO: TINA, I'M GOING TO SIGN OFF. WE  
19 HAVE A PUBLIC MEMBER HERE. DO I HAVE TO HANG UP?  
20 MR. KLEIN: YOU HAVE TO LEAVE THE PHONE ON.  
21 DR. PIZZO: VERY GOOD. THANK YOU.  
22 VICE CHAIR NOVA: AMY, I THINK THAT'S ALL WE  
23 HAVE BECAUSE AGENDA ITEM 4, CONSIDERATION OF ICOC  
24 BYLAWS, AFTER FURTHER REVIEW, WE DO NOT NEED TO TAKE UP  
25 THIS ITEM AT THIS TIME. IS THERE ANYTHING ELSE THAT

1 NEEDS TO BE COVERED AS AGENDA ITEMS?

2 MS. DU ROSS: NOT FROM THE CIRM'S  
3 PERSPECTIVE.

4 VICE CHAIR NOVA: OKAY. ANY OTHER COMMENTS  
5 FROM THE SUBCOMMITTEE MEMBERS? OR PUBLIC COMMENTS AT  
6 CEDARS-SINAI?

7 DR. MEYER: NO.

8 VICE CHAIR NOVA: BURNHAM?

9 DR. REED: NO.

10 VICE CHAIR NOVA: UC IRVINE.

11 UNIDENTIFIED SPEAKER: NO.

12 VICE CHAIR NOVA: USC?

13 DR. HENDERSON: NO.

14 VICE CHAIR NOVA: STANFORD? CIRM?

15 MR. KLEIN: NO.

16 VICE CHAIR NOVA: OKAY. WELL, I THINK AT  
17 THIS POINT WE CAN SAY THE MEETING IS ADJOURNED.

18 (THE MEETING WAS THEN ADJOURNED AT 08:58 A.M.)

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REPORTER' S CERTIFICATE

I, BETH C. DRAIN, A CERTIFIED SHORTHAND REPORTER IN AND FOR THE STATE OF CALIFORNIA, HEREBY CERTIFY THAT THE FOREGOING TRANSCRIPT OF THE PROCEEDINGS BEFORE THE GOVERNANCE SUBCOMMITTEE OF THE INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE OF THE CALIFORNIA INSTITUTE FOR REGENERATIVE MEDICINE IN THE MATTER OF ITS REGULAR MEETING HELD AT THE LOCATIONS INDICATED BELOW

GENOPTIX, INC. USC  
3398 CARMEL MOUNTAIN ROAD KECK SCHOOL OF MEDICINE  
SAN DIEGO, CALIFORNIA KAM 505  
1975 ZONAL AVENUE  
LOS ANGELES, CALIFORNIA

CEDARS-SINAI US IRVINE  
DAVIS RESEARCH BUILDING NATURAL SCIENCES  
ROOM 2010 ROOM 3134  
8700 BEVERLY BOULEVARD IRVINE, CALIFORNIA  
LOS ANGELES, CALIFORNIA

CIRM BURNHAM INSTITUTE  
250 KING STREET 10901 N. TORREY PINES RD  
SAN FRANCISCO, CALIFORNIA SAN DIEGO, CALIFORNIA

STANFORD UNIVERSITY  
JAMES H. CLARK CENTER, ROOM 306  
STANFORD, CALIFORNIA

WAS HELD ON MONDAY, DECEMBER 5, 2005, AS HEREIN APPEARS AND THAT THIS IS THE ORIGINAL TRANSCRIPT THEREOF AND THAT THE STATEMENTS THAT APPEAR IN THIS TRANSCRIPT WERE REPORTED STENOGRAPHICALLY BY ME AND TRANSCRIBED BY ME. I ALSO CERTIFY THAT THIS TRANSCRIPT IS A TRUE AND ACCURATE RECORD OF THE PROCEEDING.

BETH C. DRAIN, CSR 7152  
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