

BEFORE THE
FINANCE SUBCOMMITTEE TO 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

LOCATION: CALIFORNIA INSTITUTE FOR
REGENERATIVE MEDICINE
1999 HARRISON STREET, SUITE 1650
OAKLAND, CALIFORNIA

DATE: JUNE 7, 2017
9 A.M.

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

FILE NO.: 2017-14

I N D E X

ITEM DESCRIPTION	PAGE NO.
OPEN SESSION:	
1. CALL TO ORDER.	3
2. ROLL CALL.	3
3. CONSIDERATION OF CIRM BUDGET FOR FISCAL YEAR 2017-2018.	4
4. PUBLIC COMMENT.	NONE
5. ADJOURNMENT	16

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WEDNESDAY, JUNE 7, 2017

9 A.M.

CHAIRMAN JUELSGAARD: ALL RIGHT. WELL,
GOOD MORNING, EVERYONE. I'D LIKE TO CONVENE THIS
MEETING OF THE CALIFORNIA INSTITUTE FOR REGENERATIVE
MEDICINE FINANCE SUBCOMMITTEE MEETING.

THE PURPOSE OF THE CALL TODAY IS TO REVIEW
TWO THINGS. ONE, OUR EXPENSES FOR THE PREVIOUS
YEAR, KIND OF HOW WE'VE DONE IN TERMS OF WHAT WE
BUDGETED, AND THEN, MORE PARTICULARLY, LOOK AT THE
BUDGET FOR THE UPCOMING FISCAL YEAR.

SO WITH THAT, MARIA, SHALL WE TAKE ROLL?

MS. BONNEVILLE: YES.

STEVE JUELSGAARD.

CHAIRMAN JUELSGAARD: HERE.

MS. BONNEVILLE: JEFF SHEEHY. OS STEWARD.

DR. STEWARD: HERE.

MS. BONNEVILLE: JONATHAN THOMAS.

CHAIRMAN THOMAS: HERE.

MS. BONNEVILLE: ART TORRES.

MR. TORRES: HERE.

MS. BONNEVILLE: STEVE, WE HAVE A QUORUM.

CHAIRMAN JUELSGAARD: ALL RIGHT. THANK
YOU.

1 AS I INDICATED AT THE OUTSET, THE
2 PRINCIPAL PURPOSE OF THIS MEETING IS ULTIMATELY TO
3 LOOK AT THE BUDGET FOR THE COMING YEAR; BUT ALONG
4 THE WAY, WE'LL ALSO LOOK AT OUR EXPENSE RUN RATE FOR
5 THE VARIOUS GROUPS THAT MAKE UP THE BUDGET. AND SO
6 WITHOUT FURTHER ADO, CHILA, YOU'RE ON THE PHONE?

7 MS. SILVA-MARTIN: I AM.

8 CHAIRMAN JUELSGAARD: I WILL THEN TURN
9 THIS OVER TO YOU IF YOU WANT TO TAKE US THROUGH THE
10 PRESENTATION, PLEASE.

11 MS. SILVA-MARTIN: GREAT. THANK YOU VERY
12 MUCH. GOOD MORNING, EVERYONE.

13 AS MR. JUELSGAARD INDICATED, THE
14 PRESENTATION THIS MORNING WILL COVER THE OPERATING
15 BUDGET FOR THE CURRENT YEAR. WE'LL REVIEW WHERE WE
16 EXPECT TO END THE '16-'17 FISCAL YEAR, AND THEN JUST
17 DISCUSS BRIEFLY SOME MAJOR DRIVERS IMPACTING THE
18 FINAL RESULTS. AND THEN WE WILL LOOK AT THE
19 PROPOSED '17-'18 BUDGET. I'LL BRIEFLY REVIEW THE
20 EXPECTED FINAL RESULTS AGAINST THE BUDGET REQUEST.
21 I'LL ALSO TALK ABOUT SOME OF THE MAJOR DRIVERS THAT
22 ARE IMPACTING THE BUDGET REQUEST. AND FINALLY, I'LL
23 TALK ABOUT THE RISKS THAT MAY IMPACT THE FINAL
24 RESULTS FOR THE '17-'18 FISCAL YEAR.

25 MOVING ON TO SLIDE NO. 4.

1 CHAIRMAN JUELGAARD: CHILA, CAN I JUST
2 INTERRUPT FOR A MOMENT?

3 MS. SILVA-MARTIN: SURE.

4 CHAIRMAN JUELGAARD: LET ME JUST SAY, I
5 SHOULD HAVE MENTIONED THIS AT THE OUTSET, THAT I'VE
6 BEEN CHAIRING THIS PARTICULAR COMMITTEE FOR SOME
7 TIME NOW. AND EACH YEAR THE QUALITY OF THE
8 PRESENTATIONS HAVE IMPROVED SIGNIFICANTLY OVER THE
9 YEAR BEFORE. I REMEMBER BACK WHEN WE HAD A PREVIOUS
10 ADMINISTRATION IN PLACE; AND, TO BE QUITE HONEST,
11 THE BUDGET PRESENTATIONS LEFT A LOT TO BE DESIRED.
12 BUT I REALLY WANT TO COMMEND YOU BECAUSE I THINK
13 THIS IS JUST -- AND I'VE HAD A CHANCE TO PREVIEW
14 THIS -- JUST AN ABSOLUTELY WONDERFUL PRESENTATION
15 THAT YOU PUT TOGETHER, VERY STRAIGHTFORWARD, VERY
16 EASY TO UNDERSTAND, VERY EASY TO FOLLOW, TOUCHING ON
17 ALL THE KEY POINTS. SO THANK YOU FOR A JOB VERY
18 WELL DONE.

19 MS. SILVA-MARTIN: THANK YOU VERY MUCH.
20 IT WAS A TEAM EFFORT PUTTING THIS TOGETHER, AND WE
21 ALL APPRECIATE IT.

22 LOOKING ON PAGE 4, THIS FIRST CHART
23 REPRESENTS THE CURRENT YEAR BUDGET AT A HIGH LEVEL,
24 AT THE CATEGORICAL LEVEL. AND AS YOU CAN SEE IN THE
25 FIRST COLUMN, THIS REPRESENTS THE '16-'17 BUDGET

1 ALLOCATION. SO WE WERE ALLOCATED JUST UNDER \$19
2 MILLION, \$18.9 MILLION.

3 THE SECOND COLUMN REFLECTS WHERE WE EXPECT
4 TO END THE FISCAL YEAR. SO OUR FORECAST FOR THE
5 YEAR IS WE THINK WE'LL BRING IT IN RIGHT ABOUT \$17
6 MILLION, 16.9.

7 AND LAST, THE LAST COLUMN REFLECTS THE
8 VARIANCE BETWEEN THE BUDGET THAT WAS ALLOCATED AND
9 THE FORECAST. AND AS YOU CAN SEE, IN THE LAST
10 COLUMN, WE'VE GOT JUST UNDER \$2 MILLION OF VARIANCE.
11 WE HAVE AN UNDERRUN. AND THERE'S A COUPLE OF AREAS
12 WHERE WE HAVE FAIRLY LARGE UNDERRUNS, AND I'D LIKE
13 TO BRIEFLY LOOK AT THOSE NEXT.

14 MOVING ON TO SLIDE NO. 5, AS YOU CAN SEE,
15 THERE ARE TWO MAJOR DRIVERS OF THE VARIANCES BETWEEN
16 WHAT WAS BUDGETED AND WHERE WE ARE FORECASTING TO
17 END THE FISCAL YEAR ARE IN EMPLOYEE EXPENSES AND IN
18 REVIEWS, MEETINGS, AND WORKSHOPS.

19 SO WHY DID THESE VARIANCES OCCUR? MOVING
20 ON TO SLIDE NO. 6. SO THE LARGEST VARIANCE IS IN
21 EMPLOYEE EXPENSES. WE ARE EXPECTING OUR EMPLOYEE
22 EXPENSES TO COME IN LOWER THAN WHAT WAS BUDGETED.
23 THE '16-'17 BUDGET INCLUDED 57 POSITIONS TO SUPPORT
24 OUR STRATEGIC PLAN. OF THOSE 57 POSITIONS, WE DID
25 HAVE, HOWEVER, SIX VACANCIES AT THE BEGINNING OF THE

1 FISCAL YEAR. WE HAD FIVE OF THEM IN THERAPEUTICS
2 AND ONE IN OUR STRATEGIC INFRASTRUCTURE.

3 AS YOU MAY RECALL, EARLY IN THIS FISCAL
4 YEAR, IN JULY, DR. MARIA MILLAN WAS APPOINTED TO
5 LEAD THE THERAPEUTIC TEAM, AND SHE DELAYED FILLING
6 THE POSITIONS UNTIL SHE HAD THE OPPORTUNITY TO WORK
7 WITH HER NEW TEAM ON THEIR STRATEGIC GOALS.

8 WHEN DR. MILLAN MOVED OVER TO
9 THERAPEUTICS, NEIL LITTMAN WAS APPOINTED TO THE
10 DIRECTOR POSITION OVER STRATEGIC INFRASTRUCTURE.
11 AND HE MADE THE DECISION NOT TO BACK FILL BEHIND HIS
12 POSITION. SO HOLDING THESE POSITIONS VACANT REALLY
13 IS A RESULT OF THE LARGE VARIANCE THAT WE'RE SEEING
14 IN THIS CATEGORY. WE'RE UNDER BUDGET ABOUT JUST
15 UNDER \$1.4 MILLION.

16 I DO WANT TO POINT OUT THAT THREE OF THOSE
17 VACANCIES HAVE BEEN RETAINED FOR THE '17-'18 FISCAL
18 YEAR TO MEET INCREASED WORKLOAD. AND I'LL DISCUSS
19 THAT LATER ON IN THE PRESENTATION.

20 MOVING ON TO THE NEXT SLIDE, THE OTHER
21 AREA WHERE WE EXPERIENCED MORE EXPENSES WAS IN OUR
22 REVIEWS AND MEETINGS CATEGORY. THAT'S REALLY DUE TO
23 A VARIETY OF REASONS.

24 FIRST OF ALL, OUR ICOC BOARD MEETINGS,
25 PREVIOUSLY WE HAD THEM IN PRIVATE VENUES, AND WE'RE

1 STARTING TO MOVE SOME OF THEM TO HEADQUARTERS. AND
2 THIS IS RESULTING IN A REDUCED COST.

3 WE'VE COMBINED SOME ALPHA CLINIC OVERSIGHT
4 FUNCTIONS INTO OUR THERAPEUTIC UNIT; AND, AS A
5 RESULT, WE'RE SEEING INCREASED EFFICIENCIES AND
6 LOWER COST. DR. SAMBRANO WAS ABLE TO COMBINE A
7 COUPLE OF THE REVIEW MEETINGS. WE HAVE SAVINGS FROM
8 THAT. AND THEN LAST, WE DID HAVE BUDGETED ATP3;
9 HOWEVER, THAT REVIEW DID NOT MATERIALIZE.

10 SO AS A RESULT OF ALL OF THESE EFFORTS,
11 WE'RE EXPECTING TO BE UNDER BUDGET ABOUT \$400,000.

12 SO THAT WAS A LOOK AT THE '16-'17. NOW
13 I'D LIKE TO COVER THE PROPOSED BUDGET. SO MOVING ON
14 TO SLIDE NO. 9.

15 SO THIS CHART ON PAGE NO. 9, YOU WILL SEE
16 THE BUDGET OVERVIEW AS COMPARED TO THE 17 -- SO
17 WE'RE LOOKING AT THE '17-'18 FISCAL YEAR AS COMPARED
18 TO WHERE WE EXPECT TO END THE FISCAL YEAR THIS YEAR.

19 SO AS THE CHART REFLECTS, THE CURRENT YEAR
20 BUDGET WAS ALLOCATED AT \$18.9 MILLION, FIRST COLUMN.
21 THE FORECAST IS JUST UNDER \$17 MILLION, AS REFLECTED
22 IN THE SECOND COLUMN. AND THEN OUR BUDGET REQUEST
23 FOR THE '17-'18 FISCAL YEAR IS JUST ABOVE \$18.5
24 MILLION. SO AS YOU CAN SEE, THE BUDGET REQUEST FOR
25 '17-'18 IS ABOUT \$325,000 LOWER THAN THAT WAS

1 ALLOCATED FOR '16-'17 AND ABOUT 1.6 MILLION MORE
2 THAN THE JUNE 30TH FORECAST.

3 MOVING ON TO PAGE 2, THIS NEXT CHART
4 REFLECTS THE MAJOR VARIANCES BETWEEN THE BUDGET
5 REQUEST AND THE FINAL NUMBERS FOR '16-'17.

6 SO THERE ARE A FEW AREAS, COUPLE OF AREAS
7 WHERE WE HAVE SOME LARGE VARIANCES, AND THAT'S IN
8 EMPLOYEE EXPENSES. WE ANTICIPATE ABOUT A \$1.1
9 MILLION INCREASE. OUR REVIEWS AND MEETINGS, ABOUT
10 \$400,000. AND THEN THERE IS ONE AREA WHERE WE ARE
11 ACTUALLY SEEING A DECREASE IN OVERALL EXPENSES, AND
12 THAT'S IN EXTERNAL SERVICES.

13 SO MOVING ON TO PAGE 11, WHY ARE WE
14 ANTICIPATING HIGHER EMPLOYEE EXPENSES? WELL, THAT'S
15 REALLY DUE TO SEVERAL REASONS. FIRST OF ALL, AS YOU
16 MAY RECALL, FOR THE LAST THREE YEARS, OUR GENERAL
17 COUNSEL FUNCTION HAS BEEN PERFORMED THROUGH A
18 CONTRACT. THAT INDIVIDUAL HAS DECIDED TO STEP DOWN;
19 AND AS A RESULT, WE'RE CONVERTING THESE FUNCTIONS
20 FROM EXTERNAL SERVICES TO EMPLOYEE EXPENSES, AND
21 WE'RE ADDING A POSITION TO SUPPORT THIS EFFORT.

22 I TALKED EARLIER ABOUT RETAINING THREE
23 POSITIONS. WE ARE RETAINING THREE VACANCIES, AND WE
24 ARE MOVING TO FILL THOSE. AND THIS IS DUE TO THE
25 INCREASED WORKLOAD IN OUR CLINICAL PROGRAM.

1 AND LASTLY, WHAT IS IMPACTING OUR EMPLOYEE
2 EXPENSES ARE STATE-MANDATED EMPLOYEE BENEFITS. AS A
3 STATE AGENCY, WE ARE REQUIRED TO PAY RETIREMENT AND
4 HEALTH BENEFITS. THESE BENEFITS ARE NEGOTIATED BY A
5 COUPLE OF CONTROL AGENCIES, CALPERS, THEY DO THE
6 RETIREMENT, AND THEN THE CALIFORNIA DEPARTMENT OF
7 HUMAN RESOURCES, THEY'RE RESPONSIBLE FOR THE
8 BENEFITS. THEY HAVE NOTIFIED STATE AGENCIES THAT
9 THEY ARE ANTICIPATING INCREASES ALL ACROSS THE
10 BOARD. AND BASED ON THEIR LATEST NUMBERS, WE HAVE
11 INCLUDED THOSE INCREASES IN THE BUDGET.

12 SO OVERALL WE EXPECT THAT THE BUDGET WILL
13 BE ABOUT \$1.1 MILLION HIGHER THAN WHERE WE ENDED THE
14 YEAR THIS FISCAL YEAR.

15 MOVING ON TO SLIDE NO. 12, WE DO
16 ANTICIPATE INCREASED REVIEW MEETING ACTIVITY. MOST
17 OF THE INCREASES ARE REALLY DUE TO OUR CLINICAL
18 ADVISORY PANEL ACTIVITIES. SO UNDER CIRM 2.0, OUR
19 CLINICAL ADVISORY ACTIVITY HAS GROWN DRAMATICALLY,
20 AND WE EXPECT TO CONTINUE TO SEE INCREASES. IN JULY
21 OF 2016, WE HAD NINE CLINICAL PROGRAMS. BY JULY OF
22 THIS COMING FISCAL YEAR, 2017, WE EXPECT TO HAVE 27
23 CLINICAL PROGRAMS. SO THAT'S A 300-PERCENT
24 INCREASE. SO AS A RESULT, WE WILL ANTICIPATE
25 SPENDING MORE MONEY CONDUCTING THESE MEETINGS.

1 SO OVERALL FOR THAT ACTIVITY ALONE, IT
2 WILL BE ABOUT \$245,000, AN INCREASE OVERALL IN THIS
3 CATEGORY OF \$400,000 WITH MINOR INCREASES THROUGHOUT
4 THE OTHER COST CENTERS.

5 CHAIRMAN THOMAS: CHILA, IF I COULD JUST
6 INTERRUPT. THIS WHOLE NOTION OF THE CAPS, ONE THING
7 THAT I THINK, AS WE SORT OF TRAVEL AROUND THE
8 COUNTRY AND TALK TO OTHER SCIENTISTS AND FUNDING
9 SOURCES AND EVERYTHING ELSE, ONE OF THE GREAT
10 DISTINGUISHERS BETWEEN WHAT WE DO AND JUST ABOUT
11 WHAT ANY OTHER PLACE DOES, IS BECAUSE THIS
12 CONTINUED, NOT JUST MONITORING, BUT ATTEMPTS TO HELP
13 IMPROVE THE PROJECTS ON THE FLY, IF YOU WILL, TO
14 MAKE THEM BETTER AS THEY GO ALONG TO GENERATE BETTER
15 AND BETTER RESULTS IS SOMETHING THAT BOTH GIVES US
16 THE ABILITY TO KEEP A HAND IN THINGS AND MONITOR
17 MILESTONES AND ALL THAT, BUT REALLY DOES ADD
18 TREMENDOUS VALUE, NOT THE LEAST OF WHICH COMES FROM
19 THE INVOLVEMENT OF THE PATIENT ADVOCATES IN THE
20 CAPS, WHICH CAN GIVE REAL INPUT FROM THEIR
21 PERSPECTIVE AS TO HOW PROJECTS IMPACT UPON THEIR
22 PARTICULAR CONDITION AND TO SUGGEST WAYS TO IMPROVE
23 THE RESEARCH AS WELL.

24 SO I JUST WANTED TO MAKE THAT STATEMENT
25 AND COMMEND EVERYBODY AT CIRM INVOLVED IN THAT

1 EFFORT AS WELL, OF COURSE, AS EVERYTHING ELSE. THIS
2 IN PARTICULAR IS A REAL FEATHER IN OUR CAP THAT HAS
3 BEEN NOTICED FAR AND WIDE. SO, ANYWAY, JUST WANTED
4 TO MAKE THAT POINT.

5 MS. SILVA-MARTIN: MOVING ON TO SLIDE NO.
6 13, THERE IS ONE AREA WHERE WE DO EXPECT OUR
7 EXPENSES OVERALL TO DECREASE IN THE '17-'18 FISCAL
8 YEAR, AND THAT'S IN EXTERNAL SERVICES. AND THERE
9 ARE SEVERAL REASONS FOR THIS.

10 SO SOME OF THE MAJOR DECREASES THAT WE
11 WILL SEE NEXT YEAR IS, AS I MENTIONED EARLIER, THE
12 CONVERSION OF OUR GENERAL COUNSEL FUNCTION FROM
13 CONSULTING SERVICES TO EMPLOYEE EXPENSES. OVERALL
14 WE ANTICIPATE THAT THE EXTERNAL SERVICES FOR THIS
15 AREA WILL GO DOWN ABOUT \$325,000.

16 WE'VE ALSO SEEN LOWER WEB DEVELOPMENT AND
17 PROGRAMMER COST. OFFSETTING THESE DECREASES ARE
18 SOME INCREASES HOWEVER. AS YOU MAY RECALL, WE ARE
19 LEGISLATIVELY MANDATED TO CONDUCT A PERFORMANCE
20 AUDIT EVERY THREE YEARS. SO WE'VE INCLUDED \$300,000
21 FOR A PERFORMANCE AUDIT THAT WILL OCCUR IN THE
22 '17-'18 FISCAL YEAR, AND THEY WILL BE LOOKING AT THE
23 '16-'17 OPERATION.

24 AND WE ALSO CONTRACT WITH THE DEPARTMENT
25 OF GENERAL SERVICES FOR OUR ACCOUNTING SERVICES.

1 AND THEY HAVE NOTIFIED US THAT THEIR EXPENSES WILL
2 INCREASE BY \$82,000 NEXT YEAR.

3 SO OVERALL IN THIS CATEGORY, WE'RE SEEING
4 ABOUT A \$200,000 DECREASE.

5 AND LASTLY, JUST WANT TO MENTION BRIEFLY
6 THAT OVER THE LAST THREE YEARS WE REALLY HAVE WORKED
7 AS A TEAM TO REALLY TRY TO ACTIVELY MANAGE ALL OF
8 OUR COSTS. ALL OF THE LEADERSHIP IS INVOLVED IN
9 MAKING SURE THAT THEY MAINTAIN THEIR COSTS WITHIN
10 THEIR BUDGETS. BUT THERE ARE SOME THINGS THAT ARE
11 DIFFICULT TO CONTROL, AND THOSE INCLUDE APPLICATION
12 VOLUME. WE DON'T KNOW WHETHER WE'LL SEE INCREASES
13 OR DECREASES NEXT YEAR. WE COULD HAVE HIGHER THAN
14 NORMAL EMPLOYEE TURNOVER, AND THAT COULD IMPACT OUR
15 EMPLOYEE EXPENSE CATEGORY. AND THEN, LASTLY,
16 BECAUSE WE HAVE NO CONTROL OVER IT, WE HAVE BENEFITS
17 THAT WE HAVE TO PAY. AND SOMETIMES THE CONTROL
18 AGENCIES THAT I MENTIONED EARLIER DO MAKE
19 ADJUSTMENTS IN THE FALL, USUALLY INCREASES, AND THAT
20 COULD HAPPEN IN THIS FISCAL YEAR. WE COULD SEE
21 HIGHER THAN BUDGETED COSTS.

22 SO THE LAST THING I JUST WANT TO MENTION
23 IS THE PRESENTATION DOES INCLUDE AN APPENDIX THAT
24 PROVIDES YOU WITH THE BUDGET FOR EACH OF OUR
25 DEPARTMENTS. IT INCLUDES THE CURRENT YEAR BUDGET

1 AND THEIR ESTIMATED EXPENDITURES FOR THE YEAR AS
2 WELL AS THE REQUEST FOR THE '17-'18 FISCAL YEAR. I
3 DON'T PLAN TO GO OVER ANY OF THOSE UNLESS YOU HAVE A
4 QUESTION. AND THIS CONCLUDES THE PRESENTATION. ARE
5 THERE ANY QUESTIONS?

6 CHAIRMAN JUELGAARD: WONDERFUL. YEAH,
7 EXACTLY. VERY QUIET GROUP TODAY.

8 DR. MILLS: PHENOMENAL JOB ON PUTTING THIS
9 TOGETHER AND --

10 MS. SILVA-MARTIN: THANK YOU.

11 DR. MILLS: -- TAKING THE LEADERSHIP ON
12 DOING THAT. AND THEN THE CLARITY IN WHICH YOU HAVE
13 DEVELOPED THIS SYSTEM, I THINK, HAS BEEN VERY
14 HELPFUL.

15 MS. SILVA-MARTIN: THANK YOU.

16 CHAIRMAN JUELGAARD: ABSOLUTELY. ONE OF
17 THE THINGS THAT -- BEFORE I OBVIOUSLY HAD A CHANCE
18 TO REVIEW THIS AHEAD OF TIME, COUPLE, THREE WEEKS
19 AGO WITH RANDY AND OTHERS. AND ONE OF THE THINGS
20 THAT I TOUCHED UPON, WHICH WE AT SOME POINT NEED TO
21 TURN OUR ATTENTION TO, I'M NOT SUGGESTING IT'S IN
22 THIS CONVERSATION, BUT IT'S BUILT ON A PREMISE. WE
23 HAVE DIFFERENT POTENTIAL OUTCOMES WHEN 2020 COMES,
24 BUT ONE OF THOSE POTENTIAL OUTCOMES IS, FOR WANT OF
25 A BETTER TERM, IS THE SITUATION WHERE CIRM NO LONGER

1 HAS THE MONEY TO KEEP FUNDING NEW PROJECTS AND
2 SIMPLY WHAT WE'RE DOING IS MONITORING EXISTING
3 PROJECTS AND WINDING DOWN. AND I THINK AT SOME
4 POINT IN THE FUTURE, PERHAPS THAT'S AS EARLY AS NEXT
5 YEAR, WE OUGHT TO BEGIN TO UNDERSTAND THE PLAN FOR
6 DOING THAT, WHAT MANAGEMENT'S PLAN IS IN THE EVENT
7 THAT THAT'S WHERE WE WIND UP.

8 SO, AGAIN, IT'S NOT NECESSARILY THE TIME
9 TO GO TO A DISCUSSION POINT, BUT RATHER JUST A
10 REFLECTION ON WHAT I THINK WE NEED TO FOCUS ON DOWN
11 THE ROAD HERE A BIT.

12 BUT APART FROM THAT, ANY SPECIFIC
13 QUESTIONS OF ANY OF THE SUBJECT AREAS WITHIN THE
14 BUDGET FROM ANYBODY?

15 HEARING NONE, IS THERE A MOTION TO ACCEPT
16 THE BUDGET AND RECOMMENDED IT TO THE ICOC?

17 CHAIRMAN THOMAS: SO MOVED.

18 CHAIRMAN JUELGAARD: MOVED BY J.T. IS
19 THERE A SECOND?

20 I'LL SECOND. DO YOU WANT TO TAKE A ROLL,
21 MARIA?

22 MS. BONNEVILLE: SURE.

23 STEVE JUELGAARD.

24 CHAIRMAN JUELGAARD: YES.

25 MS. BONNEVILLE: JEFF SHEEHY. OS STEWARD.

1 DR. STEWARD: YES.

2 MS. BONNEVILLE: JONATHAN THOMAS.

3 CHAIRMAN THOMAS: YES.

4 MS. BONNEVILLE: ART TORRES.

5 MR. TORRES: AYE.

6 MS. BONNEVILLE: MOTION CARRIES.

7 CHAIRMAN JUELSGAARD: WONDERFUL. ALL

8 RIGHT. SO THAT'S THE END OF THE BUDGET

9 PRESENTATION.

10 ARE THERE ANY OTHER ITEMS THAT SHOULD COME
11 TO THE ATTENTION OF THE FINANCE SUBCOMMITTEE? ARE
12 THERE ANY PUBLIC COMMENTS? IF NOT, DO I HEAR A
13 MOTION FOR ADJOURNMENT?

14 CHAIRMAN THOMAS: SO MOVED.

15 CHAIRMAN JUELSGAARD: I'LL SECOND. ALL
16 RIGHT. I ASSUME EVERYBODY IS IN FAVOR. UNLESS
17 OTHERWISE, THE MEETING IS ADJOURNED.

18 CHAIRMAN THOMAS: THANK YOU, MR.
19 JUELSGAARD.

20 (THE MEETING WAS THEN CONCLUDED AT
21 9:21 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 TELEPHONIC PROCEEDINGS BEFORE THE FINANCE SUBCOMMITTEE TO THE INDEPENDENT CITIZEN'S OVERSIGHT COMMITTEE OF THE CALIFORNIA INSTITUTE FOR REGENERATIVE MEDICINE IN THE MATTER OF ITS REGULAR MEETING HELD ON JUNE 7, 2017, WAS HELD 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, CA CSR 7152
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