

# Real Life™

FY 24-25 Administration Budget  
Pouneh Simpson  
Senior Director of Finance  
ICOC  
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**CIRM**  
CALIFORNIA'S STEM CELL AGENCY

## OUR MISSION

Accelerating world class science to deliver transformative regenerative medicine treatments in an equitable manner to a diverse California and world



## **Prop 14 Overview**

## **FY 23-24 Budget**

Financial Results

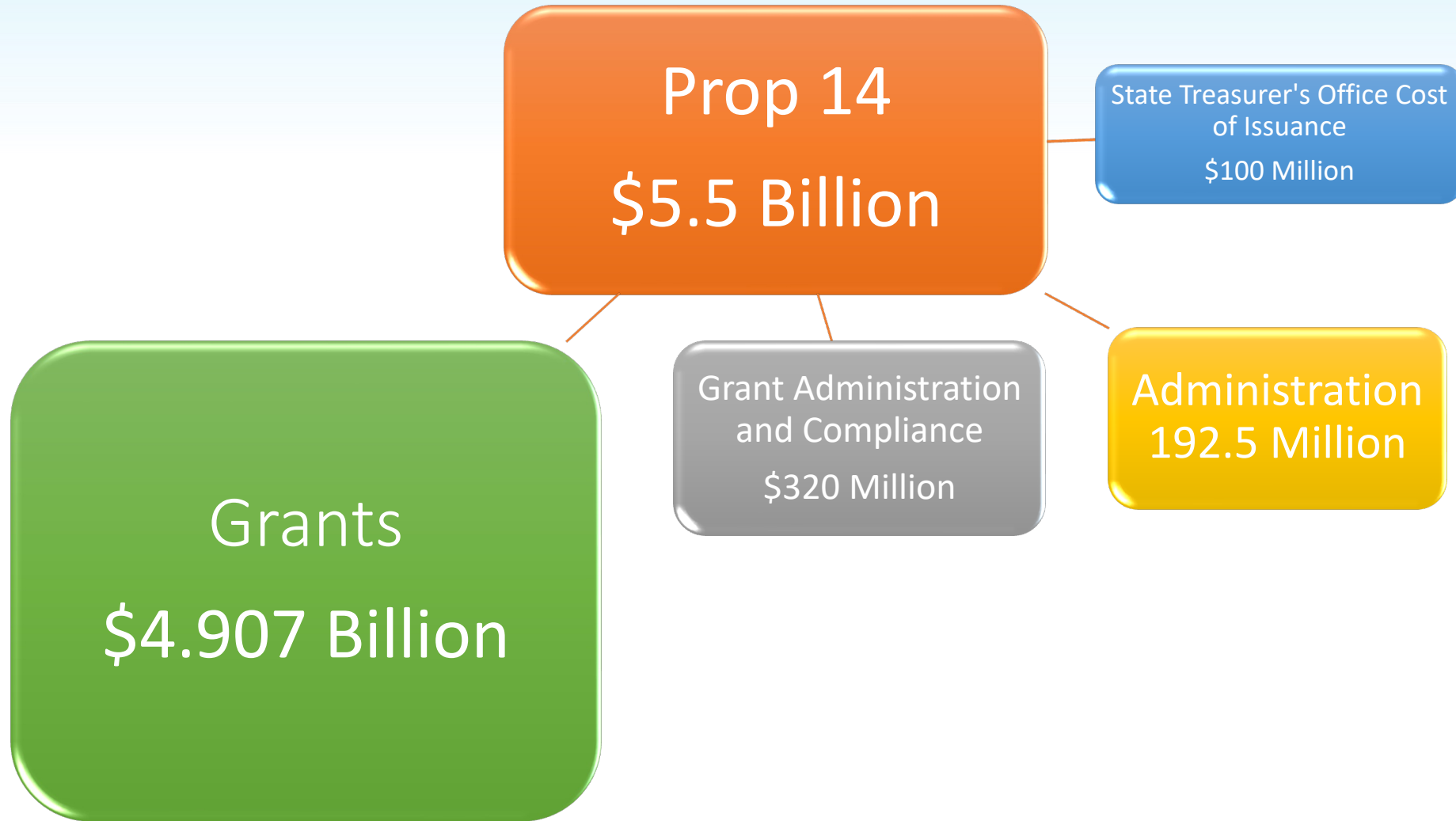
Major Drivers

## **FY 24-25 Proposed Budget**

Major Drivers

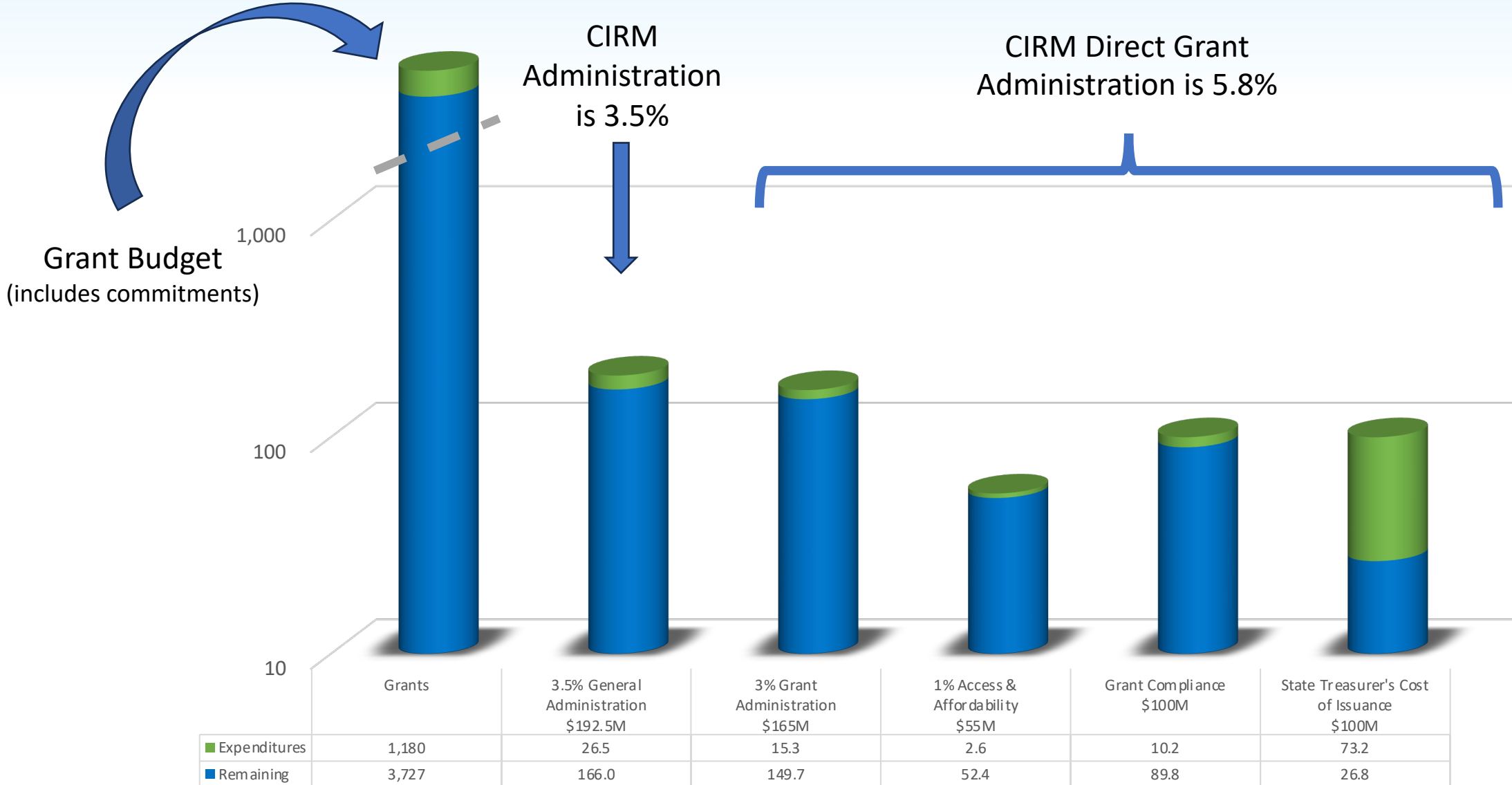
## **Appendix**

Department Level Budget Detail



# Statutory Categories and Expenditure Caps

As of May 2024, Dollars in Millions



# FY 23-24 Financial Results and Discussion

- Continued ramp-up
  - FY 23-24 budgeted for 66 total positions
    - 15 new FTE recruited in FY 23-24 thus far; CIRM currently at 62 FTE.
    - 3 in hiring process for the FY 23-24 budget year, 3 on hold pending hire of new President/CEO
- Continued implementation of the Strategic Plan while evaluating priorities.
- Increased outreach with education video.
- Increased industry leadership with Rare Disease Workshop

# FY 23-24 Projected Financial Results

Category	FY 23-24 Budget	FY 23-24 ETF	Variance
Employee Expense	19,871	18,241*	-1,630 (-8%)
External Services	3,913	3,790	-123 (-3%)
Reviews, Meetings and Workshops	2,109	1,397	-712 (-34%)
Memberships & Training	298	181	-117 (-39%)
Travel	440	176	-264 (-60%)
Office Expenses	1,202	1,330	128(11%)
Rent	1,105	1,158	53 (5%)
<b>Total</b>	<b>28,938</b>	<b>26,273</b>	<b>-2,665 (-9%)</b>

\* Recruitment and hiring in progress which may impact final FY23-24 actuals

- Numbers are in thousands of dollars (\$000). Minor variances due to rounding.



## Lower Expense:

- **Employee Expenses** under budget by \$1,630,000 (-8%) due to delays in hiring, staff turnover, and transit and per diem savings.
- **Reviews Meetings and Workshops** under budget by \$712,000 (-34%) due to meetings and workshops occurred at a lower cost and events were postponed pending hire of President and VP of Patient Access.
- **Travel** under budget by \$264,000 (-60%) due to actual travel costs were lower than budgeted, vacancies resulted in travel savings, and some travel was postponed due to strategic allocation framework.

## Employee Expenses

- Vacancies and delayed start of vacant positions -\$1,284,000
- Patient Advocate Board Member per diem actuals below budget -\$312,000
- Transit savings due to remote work -\$34,000

Estimated Financial Impact : -\$1,630,000 (-8%)

# FY 24-25 Proposed Budget

# Proposed FY 24-25 Administration Budget

Category	FY 23-24 Approved Budget	FY 23-24 ETF	FY 24-25 Budget	Variance FY 24-25 Requested vs FY 23-24 ETF
Employee Expense	19,871	18,241*	22,993**	<b>4,752</b> (26%)
External Services	3,913	3,790	2,972	<b>-818</b> (-22%)
Reviews, Meetings and Workshops	2,109	1,397	2,012	<b>615</b> (44%)
Memberships & Training	298	181	245	<b>64</b> (35%)
Travel	440	176	513	<b>337</b> (191%)
Equipment & Supplies	1,202	1,330	1,652	<b>322</b> (24%)
Facilities	1,105	1,158	1,248	<b>90</b> (8%)
<b>Total</b>	<b>28,938</b>	<b>26,273</b>	<b>31,635</b>	<b>5,362</b> (20%)

\* Recruitment and hiring in progress which may impact final FY 23-24 actuals.

\*\* Details provided in Appendix.

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- Overview of Proposed Increases
  - Employee Expense - Partial year request of 3.75 personnel years (PYs) for workload increase
  - Additional Reviews/Meetings/Workshops
  - Travel- Resumption of travel to pre-pandemic levels
  - Equipment and Supplies- investment in software and technology, equipment for new employee needs, and increasing cost of supplies and software renewals.

	<b>Regular</b>	<b>Access and Affordability</b>	<b>Total</b>
<b>Prop 14 Caps</b>	<b>70</b>	<b>15</b>	<b>85</b>
Currently Budgeted	60	6	66
FY 24-25 Request			
Partial Year	2.75	1	3.75
Full year Count	4	1	5

## Net Increase in Employee Expense

- Requesting \$1,024,000 to fund 5 (3.75 PY) new positions based on program needs (Details in Appendix)
  - Full year funding- 2 position
  - Partial year funding- 1 position October, 2 positions January
- General State salary increase program-Performance based Merit Salary Increase of 3% for eligible staff and 3% Cost of Living Increase. (\$543,000)
- Other adjustments including Retirement Rate adjustment, promotions, and temporary help (\$1,555,000)
- Financial impact compared to FY 23-24 ETF: \$4,752,000 (26%)  
((\$1,630,000 in FY 23-24 savings and \$3,122,000 in FY 24-25 increases)

- CIRM continues to actively manage costs; however, some factors are difficult to control:
  - Recruitment and personnel growth
  - Increased costs for goods and services due to inflation
  - Adjustments to meetings, travel, and work activities due to strategic allocation framework.



# Request for Board Action

Approve the FY 24-25 Administration Budget.

Category	FY 24-25 Budget
Employee Expense	22,993
External Services	2,972
Reviews, Meetings and Workshops	2,012
Memberships & Training	245
Travel	513
Equipment & Supplies	1,652
Facilities	1,248
<b>Total</b>	<b>31,635</b>

- Numbers are in thousands of dollars (\$000). Minor variances due to rounding.

# Questions