

# SOMETHING BETTER THAN HOPE

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## Our Mission

Accelerate Stem Cell Treatments  
To Patients with  
Unmet medical needs.



**2004**

**\$3B Bond funding -Proposition 71**

**1000+**

**Projects Funded**

**63**

**Clinical Trials**

**2700+**

**Patients Enrolled**

# Agenda

## **2019/20 Budget**

Financial Results

Major Drivers

## **2020/21 Approved Budget**

Major Drivers

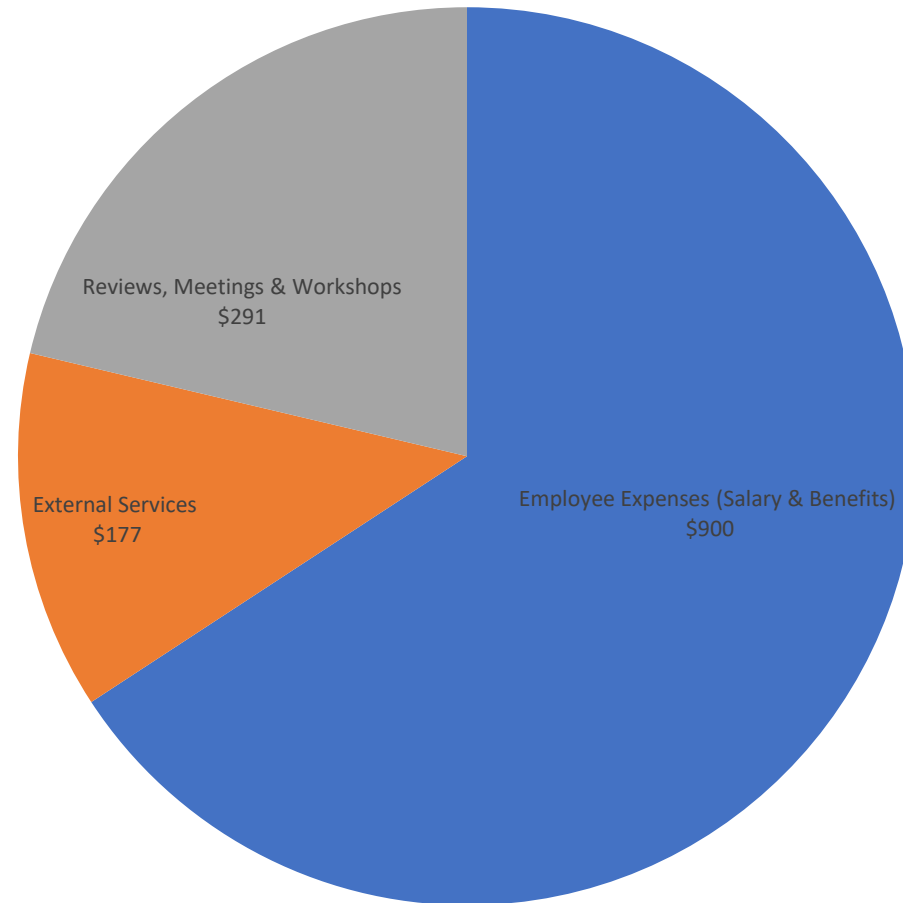
## **Funds Available for Operations**

# 2019/20 Financial Results and Discussion

# FY 2019/20 Actual Financial Results

Category	FY 19/20 Budget	FY 19/20 Actual	Variance
Employee Expense	11,389	10,489	-900 (-8%)
External Services	1,466	1,289	-177 (-12%)
Reviews, Meetings and Workshops	838	547	-291 (-35%)
Memberships & Training	172	50	-122 (-71%)
Travel	305	110	-195 (-64%)
Equipment & Supplies	709	589	-120 (-17%)
Facilities	736	835	99 (13%)
<b>Total</b>	<b>15,614</b>	<b>13,909</b>	<b>1,705 (-11%)</b>

# The Savings is Attributable to Three Major Drivers



# Major Drivers of 2019/20 Budget Variance

## Lower Employee Expense:

- 19/20 budget included 40 positions to support the approved Strategic Plan, staffing level 33
- 7 vacancies have occurred since July 2019, CIRM re-distributed workload from these vacancies to existing staff

**Financial Impact:** Under budget \$900,000 (-8%)

# Major Drivers of 2019/20 Budget Variance

## Lower External Services:

- Expenses lower than budgeted
- Contingency expenses have not materialized

**Financial Impact:** Under budget \$177,000 (-12%)



# Major Drivers of 2019/20 Budget Variance

## Lower Reviews/Meetings/Workshops Expenses:

- Costs lower as majority of reviews held telephonically
- Meetings/workshops did not occur

**Financial Impact:** Under budget \$292,000 (-35%)

# 2020/21 Proposed Budget

# 20/21 Approved Budget

## Wind-down Budget

- Initial half (July-Dec) of the fiscal year:
  - Continue to fund Covid-19/Sickle Cell awards with remaining funds
  - Fund other awards, as approved by board, with returned funds
  - Maintain current staffing levels to manage operations
- Last half (Jan-June) of fiscal year:
  - No funds available for awards
  - CIRM implements 1<sup>st</sup> level wind-down process
  - July 1, 2021 – CIRM implements full-wind-down

# 20/21 Wind Down Costs

- Funds for wind-down activities include:
  - Leave buyout for positions being eliminated on December 2020 and June 2021
    - State of California provides an Annual Leave program
    - Program provides cash payment on leave balances upon retirement or separation from State service
  - Funds to ensure compliance with State of California asset disposal
  - Staff cost to support close-out activities

# FY 2020/21 Budget

Category	Jul 2020 – Dec 2020	Jan 2021– Jun 2021	20/21FY Budget
Employee Expense	5,000	3,219	8,219
Wind Down Costs –Leave Buyout	372	805	1,177
External Services	736	441	1,177
Reviews, Meetings and Workshops	288	122	410
Memberships & Training	3	-	3
Travel	37	6	43
Equipment & Supplies	287	108	394
Facilities	434	479	913
<b>Total</b>	<b>7,156</b>	<b>5,180</b>	<b>12,336</b>

- ETF: Estimated to Finish. Current year-end budget projection for the ongoing fiscal year ending June 30, 2020.
- Numbers are in thousands of dollars (\$000).
- Minor variances due to rounding.

# FY 2020/21 Approved Budget to FY 2019/20 Actual

Category	FY 19/20 Actual	FY 20/21 Budget
Employee Expense	10,489	8,219
Wind Down Costs –Leave Buyout	-	1,177
External Services	1,289	1,177
Reviews, Meetings and Workshops	546	410
Memberships & Training	50	3
Travel	110	43
Equipment & Supplies	589	394
Facilities	835	913
<b>Total</b>	<b>13,909</b>	<b>12,336</b>

- Actual for fiscal year ending June 30, 2020.
- Numbers are in thousands of dollars (\$000).
- Minor variances due to rounding.

# Year-to-Year Comparison

- **19/20 Fiscal Year**
  - Authorized Budget: \$15.6M
  - Year-End Actual: \$13.9M
    - Actual: \$1.7M lower
- **20/21 Fiscal Year**
  - Authorized Budget: \$11.1M plus \$1.2M one-time leave buyout cost  
Total 20/21 Authorized Budget \$12.3M
  - 19/20 Year-End Actual \$13.9M
    - 20/21 Budget Request overall \$1.6M lower than 19/20 Actual, with one-time costs

# Major Drivers of the 2020/21 Budget

- 20/21 budget request supports wind down efforts
- Increased facilities costs
- Contingency funding for legal services/reviews



# Funds Available for Operations

Available 7/1/2019	\$42.7M
19/20 Actuals	\$13.9M
20/21 Approved Budget	\$12.3M
21/22 Estimated Budget	\$6.8M
22/23 Estimated Budget	\$5.8M
23/24 Estimated Budget	\$3.9M
<b>Total</b>	<b>\$42.7M</b>

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**Thank You!**