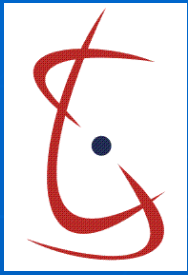
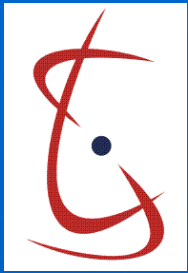


Summary of 2009 STCU AOB & SB Requests



Summary of 2009 AOB

- Total AOB of \$1.88M compared with revised AOB (including 25% increase to local grants) of \$1.79M in '08. \$87.0K Increase (+4.86%). 10.1% increase over original '07 AOB approved by 25th GBM.
- Recurring Costs of \$1.75M compared with \$1.66M in '08. 5.52% Increase.
- Non-Recurring Costs of \$124.95K compared with \$129.56K in '08. 3.56% Decrease.



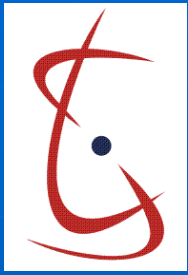
AOB as % of Project Expenses

AOB Expenses

- 2009 Est. \$1.88M
(12.5%)
- 2008 Est. \$1.68M
(9.9%)
- 2007 Actual \$1.63M
(8.4%)
- 2006 Actual \$1.75M
(10.1%)
- 2005 Actual \$1.80M
(11.1%)
- 2004 Actual \$1.65M
(9.3%)

Project Expenses

- 2009 Estimated \$15.0M
- 2008 Estimated \$17.0M
- 2007 Actual \$19.3M
- 2006 Actual \$17.4M
- 2005 Actual \$16.3M
- 2004 Actual \$17.7M



AOB as % of Project & SB*

Expenses

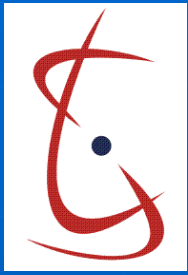
AOB Expenses

- 2009 Estimated AOB \$1.88M
(11.5%)
- 2008 Estimated AOB \$1.68M
(9.4%)
- 2007 Actual AOB \$1.63M
(8.1%)
- 2006 Actual AOB \$1.75M
(9.7%)
- 2005 Actual AOB \$1.80M
(10.7%)
- 2004 Actual AOB \$1.65M
(9.1%)

Project + SB Expenses

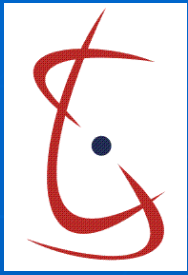
- 2009 Estimated \$15.0M +
SB = \$1.4M = \$16.4M
- 2008 Estimated \$17.0M +
SB = \$800K = \$17.8M
- 2007 Actual \$19.3M + SB =
\$903K = \$20.2M
- 2006 Actual \$17.4M + SB =
\$688K = \$18.1M
- 2005 Actual \$16.3M + SB =
\$496K = \$16.8M
- 2004 Actual \$17.7M + SB
\$410K = \$18.1M

* Does Not Include Service Contracts or EU Expert Review & Advisors



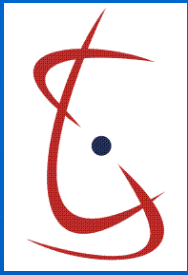
Personnel - Local Grant Payments

- Total Cost of \$792.9K compared with \$761.4K (includes 25% inc.) in '08.
4.14% Increase.
 - Three (3) positions eliminated, resulting in savings of \$31K
 - 25% increase for all staff approved at 26th GBM included in '09 request, plus salary adjustment of select positions resulting in increase of \$62.5K



Personnel (cont.)

- Staff Training total Cost of \$110.6K compared with \$98.1K in '08. 12.7% Increase.
 - Increase of MBA program (\$10K) with two (2) more MBAs offered
 - STCU management believes MBA helps with retainage of staff



Personnel

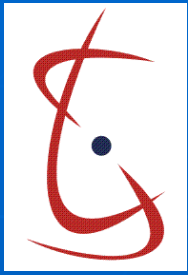
■ Personnel Costs

- 2008

- '08 costs of \$978.2K
- 54.7% of total AOB

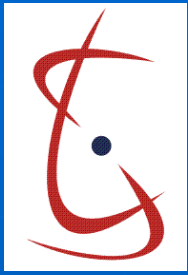
- 2009

- '09 costs of \$1.03M (5.0% increase over '08)
- 54.8% of total AOB



Travel

- International Travel cost of \$44.0K compared with \$32.5K in '08.
 - 35.4% increase
- Travel w/in CIS cost of \$150.2K compared with \$143.2K in '08.
 - 4.89% Increase
 - Increase in transportation costs (train tickets, hotels, etc.) due to inflation, offset by reduction in # of projects to monitor



Travel (cont.)

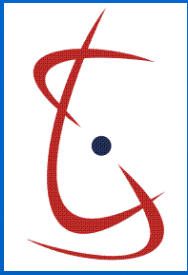
■ Travel Costs

- 2008

- '08 costs of \$203.4K
- 11.4% of total AOB

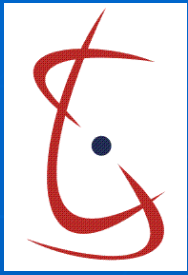
- 2009

- '09 costs of \$224.2K (10.3% increase over '08)
- 12.0% of total AOB



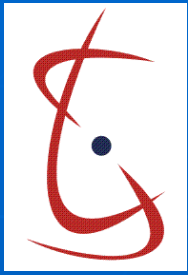
Office Operations

- General Office Supplies \$30.8K compared with \$28K in '08.
 - 10.0% Increase
 - Increased because of UA inflation
- Telecommunications Services \$75K compared with \$60K in '08.
 - 25% Increase
 - Increased because of UA inflation



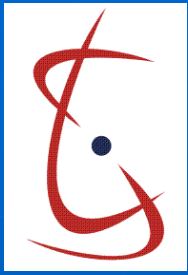
Office Operations (cont.)

- Office Operations Costs
 - 2008
 - '08 costs of \$358.1K
 - 20.0% of total AOB
 - 2009
 - '09 costs of \$370.1K (3.4% increase over '08)
 - 19.7% of total AOB



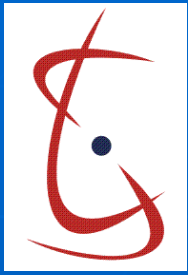
Contracted Services

- Other Professional Services cost of \$19.3K compared with \$11.8K in '08.
 - 63.8% increase
 - Navision consultant required



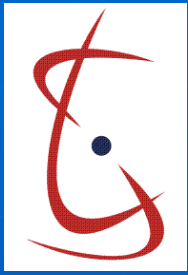
Contracted Services (cont.)

- Contracted Services Costs
 - 2008
 - '08 costs of \$109.7K
 - 6.1% of total AOB
 - 2009
 - '09 costs of \$119.4K (8.8% increase over '08)
 - 6.4% of total AOB



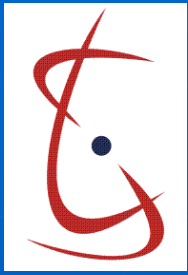
Non-Recurring

- Computer Hardware cost of \$7.7K compared with \$47.5K in '08
 - 83.8% decrease
 - All HW current and only maintenance required
- Computer Software cost of \$10.3K compared with \$26.0K in '08
 - 60.6% decrease
 - Largest cost is Navision annual maintenance



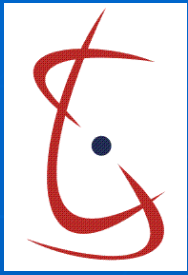
Non-Recurring (cont.)

- Non-Recurring Costs
 - 2008
 - '08 costs of \$129.6K
 - 7.2% of total AOB
 - 2009
 - '09 costs of \$125.0K (3.6% decrease over '08)
 - 6.7% of total AOB



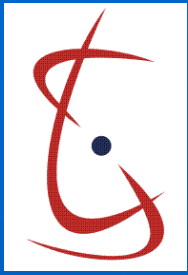
Summary of 2009 Shared SBs

- Total Gross Shared SB* request of \$811.5K compared with \$713.6K in '08 (13.7% increase).
 - Institute Sustainability SB is \$250K of \$811.5K (30.8% of total Shared SBs)
 - Bus. Training/Sus. Support SB is \$346.9K of \$811.5K (42.7% of total Shared SBs)
 - All other shared SBs total \$214.7K



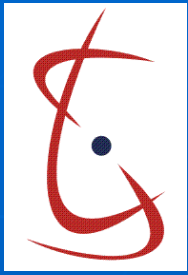
Shared Supplemental Budgets

- Bus. Train./Sus. Supp. cost of \$346.9K compared with \$139K in '08
 - 149.5% increase from '08
 - Six (6) events, including:
 - Hannover-Messe
 - Bio 2009
 - TechConnect Summit
 - Continue CTCO program
 - ASTP, AUTM courses
 - External consultant assessment of post-training CTCO activities in Georgia, Azerbaijan, and Moldova



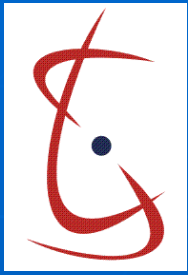
Shared Supplemental Budgets (cont.)

- Patent Supp. cost of \$112.5K compared with \$35K in '08
 - 221.4% increase from '08
 - Approve up to 10 intl. patents in '08
- Travel and Mobility Supp. cost of \$50K compared with \$65K in '08
 - 23.1% decrease from '08
 - Move to targeted call for travel
 - Eventually “phase out” this line



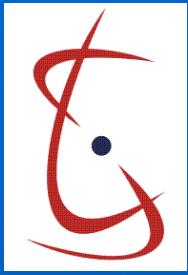
Shared Supplemental Budgets (cont.)

- Seminars/Workshop Support cost of \$40K compared with \$35K in '08
 - 14.3% increase from '08
 - One workshop
- Targeted Training cost of \$12.2K compared with \$39.6K in '08
 - 69.2% decrease from '08
 - Activities done in this line in past, to be done in other SB lines



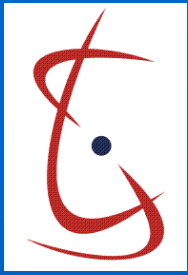
Shared Supplemental Budgets (cont.)

- Institute Sustainability cost of \$250K compared with \$400K in '08
 - New Program in '08, '09 is 2nd year
 - Developed in conjunction with Funding Parties
 - \$250K is needed for Year 2 ('09) of program for the following:
 - Round table discussions
 - Expert consultant assessments
 - Travel and training courses



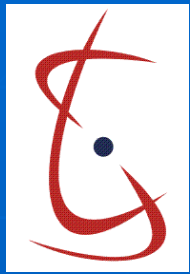
US Supplemental Budgets

- SB Activity 01.01 - Technical, Collaborator, and Contractor Travel Support cost of \$30K compared with \$30K in '08
 - No change in budget amount
 - Decrease in # of project audits in '09



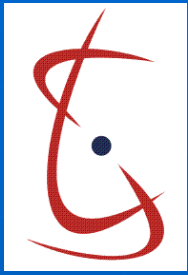
EU Supplemental Budgets

- SB Activity 01.02 - Technical, Collaborator, and Contractor Travel Support cost of €30K with €30K in '08
- SB Activity 05.03 - Patent Support cost of €10K compared with €7K in '08
- SB Activity 06.03 – Travel and Partner Promotion cost of €90K compared with €70K in '08



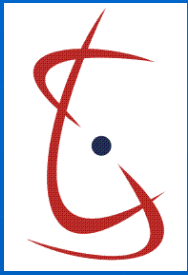
EU Supplemental Budgets (cont.)

- SB Activity 08.01 – Expert Review and Advisors cost of €95K compared with €130K in '08
 - Continuance of EU SAC (Science Advisory Committee), similar to that at the ISTC
- SB Activity 09.02 – Seminars & Workshops cost of €40K compared with €30K in '08



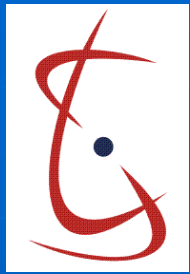
CA Supplemental Budgets

- SB Activity 01.03 - Technical, Collaborator, and Contractor Travel Support cost of \$250K compared with \$150K in '08
- SB Activity 06.03 – Travel and Mobility Support cost of \$250K compared with \$150K in '08
- SB Activity 14.01 – Biosecurity & Biosafety cost of \$125K compared with \$0K in '08. ***New Program for '09***



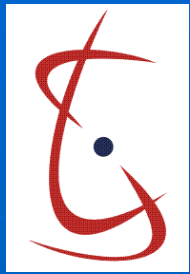
PA SB Travel Budgets

- SB Activity 06.04.07 - U.S. Defense Threat Reduction Agency Program Travel and Mobility Support add \$25K



AOB Funding %

- As per the minutes of the A.C. meeting conducted on Dec. 5 & 6, 2000
 - All Party representatives agreed that the Parties would equally share twenty percent (20%) of the Administrative Operating Budget. However, the minimum share will be 5% of the 20%, i.e. with three Parties each pays at least 6.67%, if there are 4 Parties each will pay at least 5%
 - All Party representatives agreed that the remaining 80% will be allocated according to the projected next year's % throughput (grants, equipment, and overhead) for the Party's projects (regular and non-fee paying partner projects)



AOB Funding % (cont.)

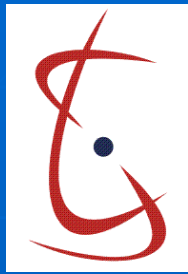
- Projected throughput (grants, equipment, and overhead)* for 2009:

	U.S.**	Canada	European Union**	Total
Projected Project Expenses	\$2,912,867	\$1,172,177	***\$4,885,445	\$8,970,489
% Share of Project Expenses	32.47%	13.07%	54.46%	
	<u>80.00%</u>	<u>80.00%</u>	<u>80.00%</u>	
Distribution of 80%	25.98%	10.45%	43.57%	
Distribution of 20%	<u>06.67%</u>	<u>06.66%</u>	<u>06.67%</u>	
Calculated Sharing %s	32.65%	17.12%	50.23%	

* Does Not Include Projects approved at upcoming 27th STCU Governing Board

** Includes Non-Fee Paying Government Partners

*** Assumes €1 = \$1.45



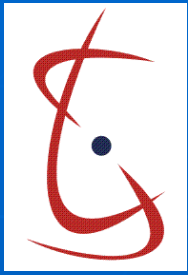
AOB Funding % (cont.)

■ Comparison - Actual Project Funding at GB 25 & 26:

	U.S.*	Canada	European Union*	Total
Actual Funding at GB 25 & 26	\$4,346,804	\$2,506,272	**\$5,102,361	\$11,955,437
% Share of Actual Funding	36.36%	20.96%	42.68%	
	<u>80.00%</u>	<u>80.00%</u>	<u>80.00%</u>	
Distribution of 80%	29.09%	16.77%	34.14%	
Distribution of 20%	<u>06.67%</u>	<u>06.66%</u>	<u>06.67%</u>	
Calculated Sharing %s	35.76%	23.43%	40.81%	

* Includes Non-Fee Paying Government Partners

** Assumes €1 = \$1.45 for 25rd and 26th



AOB Funding % (cont.)

■ Calculated AOB Funding %s

- United States	32.65%
- Canada	17.12%
- European Union	<u>50.23%</u>
Total	100.00%