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An act relating to cancer research and treatment; providing a popular name; providing legislative intent; amending s. 210.01, F.S.; providing a definition; amending s. 210.20, F.S.; deleting an obsolete provision directing deposit and payment of cigarette tax funds; providing for the deposit of a portion of cigarette tax funds into the Cancer Research and Treatment Trust Fund for certain uses by the Florida Cancer Council; specifying such uses; specifying a minimum appropriation; creating s. 212.202, F.S.; requiring the council to use cigarette tax collection distributions for certain purposes; requiring Governor and Cabinet approval for capital construction projects; amending s. 381.921, F.S.; authorizing the council to award grants; providing preference criteria; creating ss. 381.922, 381.923, 381.924, and 381.925, F.S.; specifying allocations of certain funds in the Cancer Research and Treatment Trust Fund; requiring Governor and Cabinet approval for capital construction projects; requiring executed contracts for council grants; providing contract requirements; requiring an extraordinary vote for contract amendment approval; requiring the council to work with the Office of Tourism, Trade, and Economic Development to determine economic benefits of grants; requiring a report; specifying report requirements; specifying a time period for council award of grants; providing for reversion of undisbursed funds; requiring the Office of Program Policy and Government Accountability

to conduct certain reviews and report to the Legislature; providing an appropriation; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. This act may be cited as the "Florida Cancer Research and Treatment Act."

Section 2. It is the intent of the Legislature to dramatically reduce this state's inordinately high cancer burden, reducing both cancer incidence and mortality, while advancing scientific endeavors in this state, making this state a world-class leader in cancer research and treatment. It is also the intent of the Legislature to make this state's cancer research institutions and facilities more competitive in the pursuit of cancer research grant funding from the National Institutes of Health's National Cancer Institute and other sources, with a goal of increasing the allocation of federal cancer research grants to grantees in this state from the current level of \$38 million per annum to \$200 million per annum by 2010. Additionally, it is the intent of the Legislature to spawn dramatic economic development, particularly in the biotech industry, through investment in this state's cancer research and treatment infrastructure.

Section 3. Subsections (11) through (18) of section 210.01, Florida Statutes, are renumbered as subsections (12) through (19), respectively, and new subsection (11) is added to said section, to read:

210.01 Definitions.--When used in this part the following words shall have the meaning herein indicated:

- (11) "Council" means the Florida Cancer Council, under the Department of Health, as established in s. 381.92.
- Section 4. Subsection (2) of section 210.20, Florida Statutes, is amended to read:

- 210.20 Employees and assistants; distribution of funds.--
- (2) As collections are received by the division from such cigarette taxes, it shall pay the same into a trust fund in the State Treasury designated "Cigarette Tax Collection Trust Fund" which shall be paid and distributed as follows:
- (a) The division shall from month to month certify to the Chief Financial Officer the amount derived from the cigarette tax imposed by s. 210.02, less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax imposed by s. 210.02, which shall be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying the amounts to be transferred from the Cigarette Tax Collection Trust Fund and credited on the basis of 2.9 percent of the net collections to the Revenue Sharing Trust Fund for Counties and 29.3 percent of the net collections for the funding of indigent health care to the Public Medical Assistance Trust Fund.
- (b)1. Beginning January 1, 1999, and continuing for 10 years thereafter, the division shall from month to month certify to the Chief Financial Officer the amount derived from the cigarette tax imposed by s. 210.02, less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax imposed by s. 210.02, which shall

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be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying an amount equal to 2.59 percent of the net collections, and that amount shall be paid to the Board of Directors of the H. Lee Moffitt Cancer Center and Research Institute, established under s. 1004.43, by warrant drawn by the Chief Financial Officer upon the State Treasury. These funds, which are separate and distinct from the funds earmarked for the council in paragraph (c), are hereby appropriated monthly out of the Cigarette Tax Collection Trust Fund, to be used for the purpose of constructing, furnishing, and equipping a cancer research facility at the University of South Florida adjacent to the H. Lee Moffitt Cancer Center and Research Institute. In fiscal years 1999-2000 and thereafter with the exception of fiscal year 2008-2009, the appropriation to the H. Lee Moffitt Cancer Center and Research Institute authorized by this subparagraph shall not be less than the amount that would have been paid to the H. Lee Moffitt Cancer Center and Research Institute for fiscal year 1998-1999 had payments been made for the entire fiscal year rather than for a 6-month period thereof.

2. Beginning July 1, 2002, and continuing through June 30, 2004, the division shall, in addition to the distribution authorized in subparagraph 1., from month to month certify to the Chief Financial Officer the amount derived from the cigarette tax imposed by s. 210.02, less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax imposed by s. 210.02, which shall be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying an amount equal to 0.2632 percent of the net

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collections, and that amount shall be paid to the Board of Directors of the H. Lee Moffitt Cancer Center and Research Institute, established under s. 1004.43, by warrant drawn by the Chief Financial Officer. Beginning July 1, 2004, and continuing through June 30, 2016, the division shall, in addition to the distribution authorized in subparagraph 1., from month to month certify to the Chief Financial Officer the amount derived from the cigarette tax imposed by s. 210.02, less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax imposed by s. 210.02, which shall be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying an amount equal to 1.47 percent of the net collections, and that amount shall be paid to the Board of Directors of the H. Lee Moffitt Cancer Center and Research Institute, established under s. 1004.43, by warrant drawn by the Chief Financial Officer. These funds are appropriated monthly out of the Cigarette Tax Collection Trust Fund, to be used for the purpose of constructing, furnishing, and equipping a cancer research facility at the University of South Florida adjacent to the H. Lee Moffitt Cancer Center and Research Institute. In fiscal years 2004-2005 and thereafter, the appropriation to the H. Lee Moffitt Cancer Center and Research Institute authorized by this subparagraph shall not be less than the amount that would have been paid to the H. Lee Moffitt Cancer Center and Research Institute in fiscal year 2001-2002, had this subparagraph been in effect.

(c) Beginning July 1, 2005, and continuing for 5 years thereafter, the division shall from month to month certify to

the Chief Financial Officer the amount derived from the cigarette tax imposed by s. 210.02, less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax imposed by s. 210.02, which shall be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying an amount equal to 12.9528 percent of the net collections, and that amount shall be deposited into the Cancer Research and Treatment Trust Fund created in s. 381.926 for the use of the Florida Cancer Council established under s. 381.92, by warrant drawn by the Chief Financial Officer upon the State Treasury. These funds are hereby appropriated monthly out of the Cigarette Tax Collection Trust Fund, to be used for the purposes prescribed in s. 381.921 as they relate to:

- 1. Attracting, recruiting, and employing experts in the field of cancer research, with emphasis given to those cancer researchers that will generate increased federal cancer research dollars directed to institutions in the state.
- 2. Providing operational start-up support, including appropriate equipment as determined by the council, for individual cancer researchers or teams of cancer researchers attracted to the state pursuant to subparagraph 1.
- 3. Capital expenditures as they relate to the purposes prescribed in s. 381.921, subject to approval by the Governor and Cabinet.
- (d) In fiscal years 2005-2006 through 2009-2010, the appropriation to the Florida Cancer Council authorized by paragraph (c) shall not be less than the amount that would have

been distributed to the Florida Cancer Council in fiscal year 2004-2005 had the provisions of paragraph (c) been in effect.

Section 5. Section 210.202, Florida Statutes, is created to read:

210.202 Florida Cancer Council; expenditure of cigarette tax proceeds.—The Florida Cancer Council established in s.

381.92 shall use the cigarette tax collections distributed to the council pursuant to s. 210.20(2)(c) for the purposes enumerated in s. 381.921. Any capital construction projects granted by the council pursuant to s. 210.20(2)(c)3. shall require the approval of the Governor and Cabinet.

Section 6. Section 381.921, Florida Statutes, is amended to read:

381.921 Florida Cancer Council mission and duties.--The council, which shall work in concert with the Florida Center for Universal Research to Eradicate Disease to ensure that the goals of the center are advanced, shall endeavor to dramatically improve cancer research and treatment in this state through:

- (1) Efforts to significantly expand cancer research capacity in the state by:
- (a) Identifying ways to attract new research talent and attendant national grant-producing researchers to Florida-based cancer research facilities <u>in this state</u>;
- (b) Implementing a peer-reviewed, competitive process to identify and fund the best proposals to expand cancer research institutes in this state;

(c) Funding through available resources for those proposals that demonstrate the greatest opportunity to attract federal research grants and private financial support;

- (d) Encouraging the employment of bioinformatics in order to create a cancer informatics infrastructure that enhances information and resource exchange and integration through researchers working in diverse disciplines, to facilitate the full spectrum of cancer investigations;
- (e) Facilitating the technical coordination, business development, and support of intellectual property as it relates to the advancement of cancer research; and
- (f) Aiding in other multidisciplinary research-support activities as they inure to the advancement of cancer research.
- (2) Efforts to improve both research and treatment through greater participation in clinical trials networks by:
- (a) Identifying ways to increase adult enrollment in cancer clinical trials;
- (b) Supporting public and private professional education programs designed to increase the awareness and knowledge about cancer clinical trials;
- (c) Providing tools to cancer patients and community-based oncologists to aid in the identification of cancer clinical trials available in the state; and
- (d) Creating opportunities for the state's academic cancer centers to collaborate with community-based oncologists in cancer clinical trials networks.
- (3) Efforts to reduce the impact of cancer on disparate groups by:

(a) Identifying those cancers that disproportionately impact certain demographic groups; and

(b) Building collaborations designed to reduce health disparities as they relate to cancer.

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- The council may award grants, using a peer-reviewed competitive process, from the funds generated pursuant to s. 210.20(2)(c)3.
- or funds allocated from other sources to execute the purposes
- set forth in this section. The council, where possible, shall
- 230 give preference to proposals that promote collaborative efforts
- 231 between institutions in this state and facilities to advance
- 232 <u>cancer research</u>, as well as the detection and treatment of
- 233 <u>cancer</u>.

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- 234 Section 7. Section 381.922, Florida Statutes, is created 235 to read:
- 236 <u>381.922 Florida Cancer Council grants; apportionment of</u> 237 allocated funds.--
 - (1) From the funds deposited into the Cancer Research and Treatment Trust Fund created in s. 381.926 for the purposes prescribed in s. 381.921, the following allocations shall apply:
 - (a) Up to 40 percent of available proceeds may be used for grants related to attracting, recruiting, and employing experts in the field of cancer research, with emphasis given to those researchers that will generate increased federal research dollars directed to institutions in this state.
 - (b) Up to 40 percent of available proceeds may be used for grants related to the provision of operational start-up support to institutions in this state and facilities for those

researchers or teams of researchers recruited to the state

pursuant to paragraph (a), including appropriate equipment as

determined by the council.

- (c) Up to 20 percent of available proceeds may be used for grants related to capital projects.
- (2) Any capital construction projects granted by the council pursuant to paragraph (1)(c) shall require the approval of the Governor and Cabinet.
- Section 8. Section 381.923, Florida Statutes, is created to read:
- 381.923 Florida Cancer Council grant contracts; required provisions.--
- (1) Each grant issued by the council shall require the execution of a contract with, at a minimum, provisions:
- (a) Specifying the procedures and schedules that govern the disbursement of funds under the grant.
- (b) Specifying the conditions or deliverables that the grantee or grantees must satisfy before the release of any disbursement.
- (c) Governing the ownership of, or security interests in, real property and personal property, including, but not limited to, research equipment obtained for private institutions through state resources, including a provision that if the grant contract is breached, or if a private sector grantee ceases operations in this state, such property purchased with state funds shall revert to the state.
- (d) Requiring the grantee to be an equal opportunity employer.

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(e) Requiring the grantee to submit data quarterly to the council on the activities and performance of the grantee in executing the intent of the grant, including an accounting of the funds disbursed under the grant, the number and nature of the jobs created as a result of the grant activity, and the average wages related thereto.

- (f) Establishing that the council shall review the activities of the grantee to assess the grantee's financial and operational compliance with the provisions of the contract and with relevant provisions of law.
- (g) Authorizing the grantee, when feasible, to use information submitted by the grantee to the National Institutes of Health's National Cancer Institute or to other organizations awarding research grants to the grantee to help meet reporting requirements under this section or the contract, if the information satisfies the reporting standards of this section and the contract.
- (h) Requiring the grantee to allow the council to retain an independent certified accountant licensed in this state pursuant to chapter 473, to inspect the records of the grantee in order to audit the expenditure of funds granted to the grantee. The independent certified accountant may not disclose any confidential or proprietary scientific information of the grantee.
- (i) Requiring the grantee to maintain liability insurance and governing the coverage level of such insurance.

(2) An amendment to a contract executed under this section requires an affirmative vote by at least two-thirds of the council.

Section 9. Section 381.924, Florida Statutes, is created to read:

- 281.924 Florida Cancer Council; reporting on performance expectations.—The council shall work with the Office of Tourism, Trade, and Economic Development to ascertain the economic benefits accruing to the state as a result of funds being appropriated to the council for disbursement of grants to carry out the intent prescribed in s. 381.921. The council shall report to the Governor, the President of the Senate, and the Speaker of the House of Representatives in its annual report due by December 15 performance results, at a minimum, addressing:
- (1) The number and dollar value of cancer research grants obtained by institutions in the state from the National Institutes of Health's National Cancer Institute or sources other than this state, as well as overall cancer research funding in this state.
- (2) The percentage of total cancer research dollars received by grantees from sources other than this state which is used to conduct cancer research activities by the grantee in this state.
- (3) The number or value of any patent or licensing agreements, arising from cancer research grants disbursed by the council, executed by the council's grantees.
- (4) The extent to which cancer research conducted by the council's grantees results in commercial applications.

(5) The extent to which grants disbursed by the council enhance participation in cancer clinical trials, and the reportable results related to such trials.

- (6) The number and nature of collaborations on cancer research between institutions in this state, as well as partnerships with out-of-state institutions engaged in cancer research.
- (7) The number and nature of collaborative partnerships of council grantees with businesses in this state.
- (8) The number or value of businesses created as a result of this state's investment in an enhanced cancer research and treatment infrastructure, including the number and nature of jobs created as result of council grants, as well as data on the average salary per created job.

Section 10. Section 381.925, Florida Statutes, is created to read:

381.925 Florida Cancer Council grant disbursements.--The council shall award grants over a period of 5 fiscal years, beginning July 1, 2005. The council shall complete disbursement of the total amount of grant funds appropriated by the Legislature no later than June 30, 2010, unless grantees fail to satisfy the prescribed terms and conditions of contracts. Any funds that are not disbursed by June 30, 2010, shall revert to the Cancer Research and Treatment Trust Fund created in s. 381.926.

Section 11. The Office of Program Policy Analysis and

Government Accountability shall conduct a review of the status
of cancer research and participation in cancer clinical trials

359	in the state to establish baseline measures for the Florida
360	Cancer Council's reporting requirements prescribed in s.
361	381.924, Florida Statutes, and shall report its findings to the
362	President of the Senate and the Speaker of the House of
363	Representatives by November 1, 2005. The office shall review the
364	progress of the council in carrying out its mission and duties
365	prescribed in s. 381.921, Florida Statutes, and shall report to
366	the President of the Senate and the Speaker of the House of
367	Representatives by January 1, 2007. Subsequent reviews shall be
368	due to the President of the Senate and the Speaker of the House
369	of Representatives by January 1, 2010, and January 1, 2012. The
370	initial two reviews under this section may be done in
371	conjunction with the legislatively mandated reviews prescribed
372	in chapter 2003-420, Laws of Florida.
373	Section 12. In addition to the revenues from s. 210.20,
374	Florida Statutes, dedicated from fiscal years 2005-2006 through
375	2009-2010 for investment in the purposes prescribed in s.
376	381.921, Florida Statutes, the sum of \$250 million shall be
377	appropriated from the General Revenue Fund, provided such
378	appropriation is included in the General Appropriations Act for
379	fiscal year 2005-2006, and deposited into the Cancer Research
380	and Treatment Trust Fund created in s. 381.926, Florida
381	Statutes, to further carry out the intent of this act. Unless
382	specified in another enactment, the funds contemplated in this
383	section shall be derived from the nonrecurring General Revenue
384	funds available for appropriation for fiscal year 2005-2006.
385	Section 13. This act shall take effect July 1, 2005.