CHAMBER ACTION

The Health Care General Committee recommends the following:

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Council/Committee Substitute

Remove the entire bill and insert:

A bill to be entitled

An act relating to cancer research and treatment; providing a popular name; providing legislative intent;; amending s. 381.921, F.S.; authorizing the Florida Cancer 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 review the progress of the council and report to the Page 1 of 10

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24 Legislature; providing for subsequent reviews and reports; 25 providing an appropriation; providing an effective date. 26 27 Be It Enacted by the Legislature of the State of Florida: 28 29 Section 1. This act may be cited as the "Florida Cancer 30 Research and Treatment Act." It is the intent of the Legislature to 31 Section 2. 32 dramatically reduce this state's inordinately high cancer 33 burden, reducing both cancer incidence and mortality, while 34 advancing scientific endeavors in this state, making this state 35 a world-class leader in cancer research and treatment. It is 36 also the intent of the Legislature to make this state's cancer 37 research institutions and facilities more competitive in the

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

pursuit of cancer research grant funding from the National

Institutes of Health's National Cancer Institute and other

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.

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Section 3. 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

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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 in this state;
- (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.

The council may award grants, using a peer-reviewed competitive process, from funds allocated to execute the purposes set forth in this section. Grants issued by the council may only be awarded to researchers, universities, or other not-for-profit concerns that will engage in grant activity, as described in s. 381.922, within this state. The council, where possible, shall give preference to proposals that promote collaborative efforts between institutions in this state and facilities to advance cancer research, as well as the detection and treatment of cancer.

Section 4. Section 381.922, Florida Statutes, is created to read:

107 381.922 Florida Cancer Council grants; apportionment of 108 allocated funds.--(1) From the funds deposited into the Cancer Research and 109 110 Treatment Trust Fund created in s. 381.926 for the purposes 111 prescribed in s. 381.921, the following allocations shall apply: 112 (a) Up to 40 percent of available proceeds may be used for grants related to attracting, recruiting, and employing experts 113 114 in the field of cancer research, with emphasis given to those 115 researchers that will generate increased federal research 116 dollars directed to institutions in this state. 117 (b) Up to 40 percent of available proceeds may be used for 118 grants related to the provision of operational start-up support 119 to institutions in this state and facilities for those 120 researchers or teams of researchers recruited to the state pursuant to paragraph (a), including appropriate equipment as 121 122 determined by the council. (c) Up to 20 percent of available proceeds may be used for 123 124 grants related to capital projects. 125 (2) Any capital construction projects granted by the 126 council pursuant to paragraph (1)(c) shall require the approval 127 of the Governor and Cabinet. 128 Section 5. Section 381.923, Florida Statutes, is created to read: 129 130 381.923 Florida Cancer Council grant contracts; required 131 provisions.--

(1) Each grant issued by the council shall require the

execution of a contract with, at a minimum, provisions:

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134 <u>(a) Specifying the procedures and schedules that govern</u>
135 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.
- (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

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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 public 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 6. Section 381.924, Florida Statutes, is created to read:

381.924 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

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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.

217 The council, in consultation with the Office of Program Policy 218 Analysis and Government Accountability, shall develop a plan for 219 ensuring that the performance data in the council's annual 220 report are maintained by the council and supported by the 221 council's records. Section 7. Section 381.925, Florida Statutes, is created 222 223 to read: 224 381.925 Florida Cancer Council grant disbursements.--The 225 council shall award grants over a period of 5 fiscal years, 226 beginning July 1, 2005. The council shall complete disbursement 227 of the total amount of grant funds appropriated by the 228 Legislature no later than June 30, 2010, unless grantees fail to 229 satisfy the prescribed terms and conditions of contracts. Any 230 funds that are not disbursed by June 30, 2010, shall revert to 231 the Cancer Research and Treatment Trust Fund created in s. 232 381.926. 233 Section 8. The Office of Program Policy Analysis and 234 Government Accountability shall review the progress of the 235 council in carrying out its mission and duties prescribed in s. 236 381.921, Florida Statutes, and shall report to the President of 237 the Senate and the Speaker of the House of Representatives by 238 January 1, 2007. Subsequent reviews shall be due to the 239 President of the Senate and the Speaker of the House of 240 Representatives by January 1, 2010, and January 1, 2012. The 241 initial two reviews under this section may be done in 242 conjunction with the legislatively mandated reviews prescribed 243 in chapter 2003-420, Laws of Florida.

Section 9. The sum of \$250 million shall be appropriated from the General Revenue Fund, provided such appropriation is included in the General Appropriations Act for fiscal year 2005-2006, and deposited into the Cancer Research and Treatment Trust Fund created in s. 381.926, Florida Statutes, to further carry out the intent of this act. Unless specified in another enactment, the funds contemplated in this section shall be derived from the nonrecurring General Revenue funds available for appropriation for fiscal year 2005-2006.

Section 10. This act shall take effect July 1, 2005.