By Senators Fasano, Smith and King

11-1511-05 See HB 1233

1	A bill to be entitled
2	An act relating to cancer research and
3	treatment; providing a short title; providing
4	legislative intent; amending s. 210.01, F.S.;
5	providing a definition; amending s. 210.20,
6	F.S.; deleting an obsolete provision directing
7	deposit and payment of cigarette tax funds;
8	providing for the deposit of a portion of
9	cigarette tax funds into the Cancer Research
10	and Treatment Trust Fund for certain uses by
11	the Florida Cancer Council; specifying such
12	uses; specifying a minimum appropriation;
13	creating s. 212.202, F.S.; requiring the
14	council to use cigarette tax collection
15	distributions for certain purposes; requiring
16	Governor and Cabinet approval for capital
17	construction projects; amending s. 381.921,
18	F.S.; authorizing the council to award grants;
19	providing preference criteria; creating ss.
20	381.922, 381.923, 381.924, and 381.925, F.S.;
21	specifying allocations of certain funds in the
22	Cancer Research and Treatment Trust Fund;
23	requiring Governor and Cabinet approval for
24	capital construction projects; requiring
25	executed contracts for council grants;
26	providing contract requirements; requiring an
27	extraordinary vote for contract amendment
28	approval; requiring the council to work with
29	the Office of Tourism, Trade, and Economic
30	Development to determine economic benefits of
31	grants; requiring a report; specifying report

requirements; specifying a time period for 2 council award of grants; providing for reversion of undisbursed funds; requiring the 3 4 Office of Program Policy and Government 5 Accountability to conduct certain reviews and 6 report to the Legislature; providing an 7 appropriation; providing an effective date. 8 9 Be It Enacted by the Legislature of the State of Florida: 10 Section 1. This act may be cited as the "Florida 11 12 Cancer Research and Treatment Act." Section 2. It is the intent of the Legislature to 13 dramatically reduce this state's inordinately high cancer 14 burden, reducing both cancer incidence and mortality, while 15 advancing scientific endeavors in this state, making this 16 state a world-class leader in cancer research and treatment. 18 It is also the intent of the Legislature to make this state's cancer research institutions and facilities more competitive 19 in the pursuit of cancer research grant funding from the 20 21 National Institutes of Health's National Cancer Institute and other sources, with a goal of increasing the allocation of 22 23 federal cancer research grants to grantees in this state from the current level of \$38 million per annum to \$200 million per 2.4 annum by 2010. Additionally, it is the intent of the 2.5 Legislature to spawn dramatic economic development, 26 27 particularly in the biotech industry, through investment in 2.8 this state's cancer research and treatment infrastructure. 29 Section 3. Subsections (11) through (18) of section 30 210.01, Florida Statutes, are renumbered as subsections (12) 31

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through (19), respectively, and new subsection (11) is added to that 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

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amount derived from the cigarette tax imposed by s. 210.02, 2 which shall 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 5 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, 12 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 16 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 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 collections, and that amount shall be paid to the

Board of Directors of the H. Lee Moffitt Cancer Center and 2 Research Institute, established under s. 1004.43, by warrant drawn by the Chief Financial Officer. Beginning July 1, 2004, 3 and continuing through June 30, 2016, the division shall, in 4 5 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, 8 less the service charges provided for in s. 215.20 and less 0.9 percent of the amount derived from the cigarette tax 9 imposed by s. 210.02, which shall be deposited into the 10 Alcoholic Beverage and Tobacco Trust Fund, specifying an 11 12 amount equal to 1.47 percent of the net collections, and that 13 amount shall be paid to the Board of Directors of the H. Lee Moffitt Cancer Center and Research Institute, established 14 under s. 1004.43, by warrant drawn by the Chief Financial 15 16 Officer. These funds are appropriated monthly out of the 17 Cigarette Tax Collection Trust Fund, to be used for the 18 purpose of constructing, furnishing, and equipping a cancer research facility at the University of South Florida adjacent 19 to the H. Lee Moffitt Cancer Center and Research Institute. In 20 21 fiscal years 2004-2005 and thereafter, the appropriation to 22 the H. Lee Moffitt Cancer Center and Research Institute 23 authorized by this subparagraph shall not be less than the amount that would have been paid to the H. Lee Moffitt Cancer 2.4 Center and Research Institute in fiscal year 2001-2002, had 2.5 this subparagraph been in effect. 26 27 (c) Beginning July 1, 2005, and continuing for 5 years 2.8 thereafter, the division shall from month to month certify to the Chief Financial Officer the amount derived from the 29 cigarette tax imposed by s. 210.02, less the service charges 30 provided for in s. 215.20 and less 0.9 percent of the amount

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created to read:

derived from the cigarette tax imposed by s. 210.02, which 2 shall be deposited into the Alcoholic Beverage and Tobacco Trust Fund, specifying an amount equal to 12.9528 percent of 3 4 the net collections, and that amount shall be deposited into the Cancer Research and Treatment Trust Fund created in s. 5 6 381.926 for the use of the Florida Cancer Council established 7 under s. 381.92, by warrant drawn by the Chief Financial 8 Officer upon the State Treasury. These funds are hereby appropriated monthly out of the Cigarette Tax Collection Trust 9 10 Fund, to be used for the purposes prescribed in s. 381.921 as they relate to: 11 12 Attracting, recruiting, and employing experts in 13 the field of cancer research, with emphasis given to those cancer researchers that will generate increased federal cancer 14 research dollars directed to institutions in the state. 15 Providing operational start-up support, including 16 17 appropriate equipment as determined by the council, for 18 individual cancer researchers or teams of cancer researchers attracted to the state pursuant to subparagraph 1. 19 2.0 3. Capital expenditures as they relate to the purposes 21 prescribed in s. 381.921, subject to approval by the Governor 2.2 and Cabinet. 23 (d) In fiscal years 2005-2006 through 2009-2010, the appropriation to the Florida Cancer Council authorized by 2.4 paragraph (c) shall not be less than the amount that would 2.5 have been distributed to the Florida Cancer Council in fiscal 26 2.7 year 2004-2005 had the provisions of paragraph (c) been in 2.8 effect. Section 5. Section 210.202, Florida Statutes, is 29

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210.202 Florida Cancer Council; expenditure of 2 cigarette tax proceeds. -- The Florida Cancer Council 3 established in s. 381.92 shall use the cigarette tax 4 collections distributed to the council pursuant to s. 210.20(2)(c) for the purposes enumerated in s. 381.921. Any 5 capital construction projects granted by the council pursuant to s. 210.20(2)(c)3. shall require the approval of the 7 8 Governor and Cabinet. 9 Section 6. Section 381.921, Florida Statutes, is 10 amended to read: 381.921 Florida Cancer Council mission and 11 duties. -- The council, which shall work in concert with the 12 13 Florida Center for Universal Research to Eradicate Disease to ensure that the goals of the center are advanced, shall 14 endeavor to dramatically improve cancer research and treatment 15 16 in this state through: 17 (1) Efforts to significantly expand cancer research 18 capacity in the state by: 19 (a) Identifying ways to attract new research talent and attendant national grant-producing researchers to 2.0 21 Florida based cancer research facilities in this state; 22 (b) Implementing a peer-reviewed, competitive process 23 to identify and fund the best proposals to expand cancer research institutes in this state; 2.4 (c) Funding through available resources for those 25 proposals that demonstrate the greatest opportunity to attract 26 27 federal research grants and private financial support; 2.8 (d) Encouraging the employment of bioinformatics in order to create a cancer informatics infrastructure that 29

enhances information and resource exchange and integration

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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;
- 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 26 disparities as they relate to cancer.

28 The council may award grants, using a peer-reviewed 29

competitive process, from the funds generated pursuant to s. 30

210.20(2)(c)3. or funds allocated from other sources to

execute the purposes set forth in this section. The council, 2 where possible, shall give preference to proposals that promote collaborative efforts between institutions in this 3 4 state and facilities to advance cancer research, as well as the detection and treatment of cancer. 5 6 Section 7. Section 381.922, Florida Statutes, is 7 created to read: 8 381.922 Florida Cancer Council grants; apportionment 9 of allocated funds. --10 (1) From the funds deposited into the Cancer Research and Treatment Trust Fund created in s. 381.926 for the 11 purposes prescribed in s. 381.921, the following allocations 12 13 shall apply: (a) Up to 40 percent of available proceeds may be used 14 for grants related to attracting, recruiting, and employing 15 experts in the field of cancer research, with emphasis given 16 to those researchers that will generate increased federal 18 research dollars directed to institutions in this state. (b) Up to 40 percent of available proceeds may be used 19 for grants related to the provision of operational start-up 2.0 21 support to institutions in this state and facilities for those 2.2 researchers or teams of researchers recruited to the state 23 pursuant to paragraph (a), including appropriate equipment as determined by the council. 2.4 (c) Up to 20 percent of available proceeds may be used 2.5 for grants related to capital projects. 26 27 (2) Any capital construction projects granted by the 2.8 council pursuant to paragraph (1)(c) shall require the approval of the Governor and Cabinet. 29 30 Section 8. Section 381.923, Florida Statutes, is created to read: 31

1	381.923 Florida Cancer Council grant contracts;
2	required provisions
3	(1) Each grant issued by the council shall require the
4	execution of a contract with, at a minimum, provisions:
5	(a) Specifying the procedures and schedules that
6	govern the disbursement of funds under the grant.
7	(b) Specifying the conditions or deliverables that the
8	grantee or grantees must satisfy before the release of any
9	disbursement.
10	(c) Governing the ownership of, or security interests
11	in, real property and personal property, including, but not
12	limited to, research equipment obtained for private
13	institutions through state resources, including a provision
14	that if the grant contract is breached, or if a private sector
15	grantee ceases operations in this state, such property
16	purchased with state funds shall revert to the state.
17	(d) Requiring the grantee to be an equal opportunity
18	<pre>employer.</pre>
19	(e) Requiring the grantee to submit data quarterly to
20	the council on the activities and performance of the grantee
21	in executing the intent of the grant, including an accounting
22	of the funds disbursed under the grant, the number and nature
23	of the jobs created as a result of the grant activity, and the
24	average wages related thereto.
25	(f) Establishing that the council shall review the
26	activities of the grantee to assess the grantee's financial
27	and operational compliance with the provisions of the contract
28	and with relevant provisions of law.
29	(q) Authorizing the grantee, when feasible, to use
30	information submitted by the grantee to the National
31	Institutes of Health's National Cancer Institute or to other

organizations awarding research grants to the grantee to help 2 meet reporting requirements under this section or the contract, if the information satisfies the reporting standards 3 4 of this section and the contract. 5 (h) Requiring the grantee to allow the council to 6 retain an independent certified accountant licensed in this 7 state pursuant to chapter 473, to inspect the records of the 8 grantee in order to audit the expenditure of funds granted to the grantee. The independent certified accountant may not 9 10 disclose any confidential or proprietary scientific information of the grantee. 11 12 (i) Requiring the grantee to maintain liability 13 insurance and governing the coverage level of such insurance. (2) An amendment to a contract executed under this 14 section requires an affirmative vote by at least two-thirds of 15 16 the council. 17 Section 9. Section 381.924, Florida Statutes, is 18 created to read: 381.924 Florida Cancer Council; reporting on 19 2.0 performance expectations .-- The council shall work with the 21 Office of Tourism, Trade, and Economic Development to ascertain the economic benefits accruing to the state as a 2.2 23 result of funds being appropriated to the council for disbursement of grants to carry out the intent prescribed in 2.4 381.921. The council shall report to the Governor, the 2.5 President of the Senate, and the Speaker of the House of 26 2.7 Representatives in its annual report due by December 15 2.8 performance results, at a minimum, addressing: (1) The number and dollar value of cancer research 29 grants obtained by institutions in the state from the National 30 Institutes of Health's National Cancer Institute or sources

other than this state, as well as overall cancer research 2 funding in this state. (2) The percentage of total cancer research dollars 3 4 received by grantees from sources other than this state which 5 is used to conduct cancer research activities by the grantee 6 in this state. 7 (3) The number or value of any patent or licensing 8 agreements, arising from cancer research grants disbursed by the council, executed by the council's grantees. 9 10 (4) The extent to which cancer research conducted by the council's grantees results in commercial applications. 11 12 (5) The extent to which grants disbursed by the 13 council enhance participation in cancer clinical trials, and the reportable results related to such trials. 14 (6) The number and nature of collaborations on cancer 15 research between institutions in this state, as well as 16 partnerships with out-of-state institutions engaged in cancer 18 research. (7) The number and nature of collaborative 19 partnerships of council grantees with businesses in this 2.0 21 state. 22 (8) The number or value of businesses created as a 23 result of this state's investment in an enhanced cancer research and treatment infrastructure, including the number 2.4 and nature of jobs created as result of council grants, as 2.5 well as data on the average salary per created job. 26 27 Section 10. Section 381.925, Florida Statutes, is 2.8 created to read: 381.925 Florida Cancer Council grant 29 30 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 2 appropriated by the Legislature no later than June 30, 2010, unless grantees fail to satisfy the prescribed terms and 3 4 conditions of contracts. Any funds that are not disbursed by June 30, 2010, shall revert to the Cancer Research and 5 6 Treatment Trust Fund created in s. 381.926. 7 Section 11. The Office of Program Policy Analysis and 8 Government Accountability shall conduct a review of the status of cancer research and participation in cancer clinical trials 9 10 in the state to establish baseline measures for the Florida Cancer Council's reporting requirements prescribed in section 11 12 381.924, Florida Statutes, and shall report its findings to the President of the Senate and the Speaker of the House of 13 Representatives by November 1, 2005. The office shall review 14 the progress of the council in carrying out its mission and 15 duties prescribed in section 381.921, Florida Statutes, and 16 shall report to the President of the Senate and the Speaker of 18 the House of Representatives by January 1, 2007. Subsequent reviews shall be due to the President of the Senate and the 19 Speaker of the House of Representatives by January 1, 2010, 2.0 21 and January 1, 2012. The initial two reviews under this section may be done in conjunction with the legislatively 2.2 23 mandated reviews prescribed in chapter 2003-420, Laws of 2.4 Florida. 25 Section 12. <u>In addition to the revenues from section</u> 210.20, Florida Statutes, dedicated from fiscal years 26 2.7 2005-2006 through 2009-2010 for investment in the purposes 2.8 prescribed in section 381.921, Florida Statutes, the sum of \$250 million shall be appropriated from the General Revenue 29 Fund, provided such appropriation is included in the General 30 Appropriations Act for fiscal year 2005-2006, and deposited 31

into the Cancer Research and Treatment Trust Fund created in section 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 13. This act shall take effect July 1, 2005.