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A bill to be entitled

2 An act relating to health care; providing legislative 3 findings; amending s. 210.01, F.S.; revising and providing 4 definitions applicable to pt. I, ch. 210, F.S., relating 5 to tax on cigarettes; amending s. 210.02, F.S.; increasing 6 the cigarette tax rate; amending s. 210.18, F.S.; 7 correcting a cross-reference; amending s. 210.20, F.S.; 8 providing definitions; requiring the Division of Alcoholic 9 Beverages and Tobacco of the Department of Business and 10 Professional Regulation to certify to the Chief Financial Officer the amount of net collections derived from the 11 cigarette tax on a monthly basis; requiring the division 12 to credit specific percentages of the total base 13 14 allocation to certain trust funds and entities; deleting 15 obsolete and current allocation provisions; amending s. 16 210.201, F.S.; requiring the Board of Directors of the H. Lee Moffitt Cancer Center and Research Institute to use 17 certain funds to secure bonds or financial products for 18 19 cancer research, treatment, and related facilities; 20 amending s. 210.25, F.S.; correcting a cross-reference; 21 amending s. 215.5601, F.S.; revising legislative intent; 22 directing certain moneys to be deposited into the Lawton 23 Chiles Endowment Fund from certain sources; deleting a 24 provision authorizing a reduction in certain allocations 25 to the fund; requiring a minimum fund reserve; conforming 26 a cross-reference; providing for additional members of the 27 Lawton Chiles Endowment Fund Advisory Council; amending s. 215.5602, F.S.; requiring the James and Esther King 28 Page 1 of 41

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29 Biomedical Research Program to appropriate a certain 30 percent of the program's annual funding to expand research 31 conducted on tobacco-related illnesses; increasing the 32 amount of funds allocated to the Florida Center for Universal Research to Eradicate Disease; extending certain 33 34 expiration dates; amending s. 381.855, F.S.; making an 35 annual operational funding allocation to the Florida 36 Center for Universal Research to Eradicate Disease from 37 the James and Esther King Biomedical Research Program's 38 cigarette tax allocation; revising membership of an advisory council; amending s. 381.922, F.S.; revising the 39 purpose of the William G. "Bill" Bankhead, Jr., and David 40 Coley Cancer Research Program to expand cancer research 41 42 and treatment; specifying certain goals; requiring the 43 program to provide grants for the recruitment of cancer 44 researchers and institutions, operational start-up grants for newly recruited researchers, and for fixed capital 45 46 outlay; requiring certain proceeds to be used for certain 47 purposes; extending certain expiration dates; creating s. 48 393.55, F.S.; requiring the Agency for Persons with 49 Disabilities to apply certain revenues to fund certain 50 caseload growth; amending s. 395.6061, F.S.; designating 51 rural hospitals for certain cigarette tax revenues for 52 capital improvement projects; creating s. 400.997, F.S.; providing legislative findings; requiring the Agency for 53 Health Care Administration to establish additional 54 55 programs under the Primary Care Access Network; specifying 56 use of funds to operate network clinics under certain Page 2 of 41

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57 circumstances; requiring the agency to submit an annual 58 report to the Governor and Legislature relating to the 59 network; requiring the agency to adopt rules; creating s. 60 400.998, F.S.; requiring the Agency for Health Care Administration to distribute certain cigarette tax 61 62 proceeds to certain health centers and clinics for certain 63 purposes; providing legislative intent; specifying 64 criteria for agency selections of centers and clinics; 65 requiring the agency to establish an application 66 submission and evaluation process; providing for creation 67 of a review panel; requiring the review panel to consider specified criteria; requiring funding recipients to 68 69 provide project reports; authorizing the agency to 70 contract with a specified entity to administer the program 71 and provide assistance; requiring the agency to adopt 72 rules; amending s. 951.22, F.S.; correcting cross-73 references; providing that cigarettes in inventory as of 74 the effective date of the act are subject to the increase 75 in taxes imposed by the act pursuant to s. 210.02, F.S.; 76 repealing s. 381.92, F.S., relating to Florida Cancer 77 Council; repealing s. 381.921, F.S., relating to the 78 missions and duties of the Florida Cancer Council; 79 providing effective dates. 80 81 Be It Enacted by the Legislature of the State of Florida: 82 83 Section 1. The Legislature finds that tobacco consumption, 84 which causes nearly one-third of all cancer deaths and Page 3 of 41

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contributes substantially to Florida's second-highest relative cancer burden in the nation, dramatically impacts the state's Medicaid budget and that a substantial deficit has been created between what consumers pay in related excise or privilege fees and what the state actually incurs in health care costs. The Legislature further finds that the imposition of a tax on cigarettes should be at least commensurate with the projected governmental costs associated with the consumption of cigarettes. The Legislature further finds that revenues derived from such taxes should apply to health care, with an emphasis given to measures for which there is a connection between cigarette consumption and the tax revenue generated from the consumption of cigarettes. Moreover, the Legislature finds that the state is falling woefully behind the needed capacity to deal with Florida's inordinately high burden related to cancer, as well as other diseases, and that dramatic enhancement of the state's core medical capacity, including primary care and research, mental health and substance abuse, and persons with disabilities, will significantly improve the ability to serve the health care needs of all residents of this state. Section 2. Section 210.01, Florida Statutes, is amended to 106 read: Definitions. -- As When used in this part, the term 210.01 the following words shall have the meaning herein indicated: "Agency" means the Agency for Health Care (1) 110 Administration. (2) (9) "Agent" means any person authorized by the Division of Alcoholic Beverages and Tobacco to purchase and affix Page 4 of 41

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113 adhesive or meter stamps under this part.

114 (3) (1) "Cigarette" means any roll for smoking, except one of which the tobacco is fully naturally fermented, without 115 116 regard to the kind of tobacco or other substances used in the 117 inner roll or the nature or composition of the material in which 118 the roll is wrapped, which is made wholly or in part of tobacco 119 irrespective of size or shape and whether such tobacco is flavored, adulterated, or mixed with any other ingredient. 120

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(4) "Cigarette tax" means the tax imposed by s. 210.02. 122 (5) "Council" means the Biomedical Research Advisory 123 Council within the Department of Health established in s. 124 215.5602.

(6) (22) "Counterfeit cigarettes" means cigarettes that 125 have false manufacturing labels, tobacco product packs with 126 127 counterfeit tax stamps, or any combination thereof.

128 (7) (5) "Dealer" means any wholesale dealer as hereinafter 129 defined.

130 (8) (14) "Distributing agent" means every person, firm, or 131 corporation in this state who acts as an agent for any person, 132 firm, or corporation outside or inside the state by receiving 133 cigarettes in interstate or intrastate commerce and storing such 134 cigarettes subject to distribution or delivery upon order from 135 said principal to wholesale dealers and other distributing 136 agents inside or outside this state.

(9) (10) "Division" means the Division of Alcoholic 137 138 Beverages and Tobacco of the Department of Business and 139 Professional Regulation.

(10) (17) "Exporter" means a person who transports tax-140 Page 5 of 41

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141 exempt cigarettes into this state under bond for delivery beyond 142 the borders of this state. Each permit <u>entitles</u> <del>shall entitle</del> 143 the permittee to store such cigarettes under bond at one 144 location in this state pending shipment beyond the borders of 145 this state.

146 <u>(11) (12)</u> "First sale" means the first use or consumption 147 of cigarettes within this state.

148 <u>(12)(20)</u> "Importer" means any person with a valid permit 149 under 26 U.S.C. s. 5712 who imports into the United States, 150 directly or indirectly, a finished cigarette for sale or 151 distribution.

152 <u>(13) (21)</u> "Manufacturer" means any domestic person or 153 entity with a valid permit under 26 U.S.C. s. 5712 that 154 manufactures, fabricates, assembles, processes, or labels a 155 finished cigarette.

(14) (16) "Manufacturer's representative" means a person 156 157 who represents a manufacturer of cigarettes but who has no place 158 of business in this state where cigarettes are stored. A 159 manufacturer's representative shall is required to obtain any 160 cigarettes required by her or him through a wholesale dealer in 161 this state and to make such reports as may be required by the 162 Division of Alcoholic Beverages and Tobacco of the Department of 163 Business and Professional Regulation.

164(15) "Net collections" means 99.5 percent of total165collections less the service charge prescribed in s. 215.20.

166 <u>(16) (13)</u> "Operating ad valorem millage" means all millages 167 other than those fixed for debt service.

168 <u>(17) (8)</u> "Package" means the individual package, box, or Page 6 of 41

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169 other container in or from which retail sales of cigarettes are 170 normally made or intended to be made.

171 <u>(18)(2)</u> "Persons" means any individual, copartnership, 172 society, club, association, corporation, joint stock company, 173 and any combination of individuals and also an executor, 174 administrator, receiver, trustee, or other fiduciary.

175 <u>(19) (15)</u> "Place of business" means any place where 176 cigarettes are sold or where cigarettes are stored or kept for 177 the purpose of sale or consumption; or, if cigarettes are sold 178 from a vending machine, the place in which the vending machine 179 is located.

180 <u>(20)(7)</u> "Retail dealer" means any person located inside or 181 outside this state other than a wholesale dealer engaged in the 182 business of selling cigarettes, including persons issued a 183 permit pursuant to s. 569.003.

184 <u>(21)</u> (4) "Retail sale" or "sale at retail" means a sale to 185 a consumer or to any person for any purpose other than resale.

186 <u>(22)(3)</u> "Sale" means any transfer, exchange, or barter in 187 any manner, or by any means whatever.

188 <u>(23)(19)</u> "Stamp" or "stamps" means the indicia required to 189 be placed on cigarette packages that evidence payment of the tax 190 on cigarettes under s. 210.02.

191(24) "Total collections" means the total amount192derived from the cigarette tax during a specified period.

193 (25) (18) "Unstamped package" or "unstamped cigarettes" 194 means a package on which the tax required by this part has not 195 been paid, regardless of whether or not such package is stamped 196 or marked with the indicia of any other taxing authority, or a

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197 package on which there has been affixed a counterfeit or 198 fraudulent indicium or stamp.

199 <u>(26) (11)</u> "Use" means the consuming, giving away, or 200 disposing, in any manner, of cigarettes.

201 (27) (6) "Wholesale dealer" means any person located inside 202 or outside this state who sells cigarettes to retail dealers or 203 other persons for purposes of resale only. Such term does shall 204 not include any cigarette manufacturer, export warehouse 205 proprietor, or importer with a valid permit under 26 U.S.C. s. 206 5712 if such person sells or distributes cigarettes in this 207 state only to dealers who are agents and who hold valid and current permits under s. 210.15 or to any cigarette 208 209 manufacturer, export warehouse proprietor, or importer who holds 210 a valid and current permit under 26 U.S.C. s. 5712.

211 Section 3. Section 210.02, Florida Statutes, is amended to 212 read:

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210.02 Cigarette tax imposed; collection.--

(1) An excise or privilege tax, in addition to all other
taxes of every kind imposed by law, is imposed upon the sale,
receipt, purchase, possession, consumption, handling,
distribution, and use of cigarettes in this state, in the
following amounts, except as hereinafter otherwise provided, for
cigarettes of standard dimensions:

(a) Upon all cigarettes weighing not more than 3 pounds
 per thousand, <u>49.5</u> <del>16.95</del> mills on each cigarette.

(b) Upon all cigarettes weighing more than 3 pounds per thousand and not more than 6 inches long, <u>99</u> <del>33.9</del> mills on each cigarette.

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225 Upon all cigarettes weighing more than 3 pounds per (C) 226 thousand and more than 6 inches long, 198 67.8 mills on each 227 cigarette. 228 The descriptions description of cigarettes contained (2) 229 in paragraphs (1)(a), (b), and (c) of subsection (1) are hereby 230 declared to be standard as to dimensions for taxing purposes as 231 provided in this section, law and if should any cigarette is be 232 received, purchased, possessed, sold, offered for sale, given 233 away, or used of a size other than of standard dimensions, the same shall be assessed  $\frac{1}{2}$  at the rate of 4.12  $\frac{1}{2}$  cents on 234 235 each such cigarette. 236 When cigarettes as described in paragraph (1)(a) are (3)237 packed in varying quantities of 20 cigarettes or fewer less, 238 except manufacturer's free samples authorized under s. 239 210.04(9), the following rate shall govern: 240 (a) Packages containing 10 cigarettes or fewer less 241 require a 49.5-cent 16.95-cent tax. 242 Packages containing more than 10 but not more than 20 (b) 243 cigarettes require a 99-cent 33.9-cent tax. 244 When cigarettes as described in paragraph (1) (b) are (4)245 packed in varying quantities of 20 cigarettes or fewer less, 246 except manufacturer's free samples authorized under s. 210.04(9), the following rates shall govern: 247 248 Packages containing 10 cigarettes or fewer less (a) require a 99-cent 33.9-cent tax. 249 Packages containing more than 10 but not more than 20 250 (b) cigarettes require a 198-cent 67.8-cent tax. 251 252 When cigarettes as described in paragraph (1)(c) are (5) Page 9 of 41

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253 packed in varying quantities of 20 cigarettes or <u>fewer</u> <del>less</del>, 254 except manufacturer's free samples authorized under s. 255 210.04(9), the following rates shall govern: 256 (a) Packages containing 10 cigarettes or fewer <del>less</del>

(a) Packages containing 10 cigarettes or <u>fewer</u> <del>less</del>
 require a <u>198-cent</u> <del>67.8-cent</del> tax.

(b) Packages containing more than 10 but not more than 20
 cigarettes require a <u>396-cent</u> <del>135.6-cent</del> tax.

260 (6) This tax shall be paid by the dealer to the division 261 for deposit and distribution as hereinafter provided upon the 262 first sale or transaction within the state, whether or not such 263 sale or transfer is be to the ultimate purchaser or consumer. 264 The seller or dealer shall collect the tax from the purchaser or 265 consumer, and the purchaser or consumer shall pay the tax to the 266 seller. The seller or dealer is shall be responsible for the 267 collection of the tax and the payment of the same to the division. All taxes are due not later than the 10th day of the 268 269 month following the calendar month in which they were incurred, 270 and thereafter must shall bear interest at the rate of 1 percent 271 per month. If the amount of tax due for a given period is 272 assessed without allocating it to any particular month, the 273 interest begins shall begin with the date of the assessment. 274 Whenever cigarettes are shipped from outside the state to anyone 275 other than a distributing agent or wholesale dealer, the person 276 receiving the cigarettes is shall be responsible for the tax on 277 said cigarettes and the payment of same to the division.

(7) It is the legislative intent that the tax oncigarettes shall be uniform throughout the state.

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280 Section 4. Subsection (10) of section 210.18, Florida 281 Statutes, is amended to read:

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210.18 Penalties for tax evasion; reports by sheriffs.--(10) It is unlawful to sell or possess with the intent to sell counterfeit cigarettes, as defined in s. 210.01<del>(22)</del>.

(a) A person who does not hold a permit or holds a retail
permit under the provisions of this chapter and who violates
this subsection commits a felony of the third degree, punishable
as provided in s. 775.082, s. 775.083, or s. 775.084, and is
subject to the imposition of fines and additional penalties as
follows:

291 If the quantity of counterfeit cigarettes sold or 1. 292 possessed with the intent to sell is less than two cartons or 293 the equivalent, the fine for a first violation shall not exceed 294 \$1,000 or five times the retail value of the counterfeit 295 cigarettes, whichever is greater. A subsequent violation may 296 result in the imposition of a fine not to exceed \$5,000 or five 297 times the retail value of the counterfeit cigarettes, whichever 298 is greater, and shall result in revocation of the retail permit 299 by the division.

300 2. If the quantity of counterfeit cigarettes sold or 301 possessed with the intent to sell is two cartons or more or the 302 equivalent, the fine for a first violation shall not exceed 303 \$2,000 or five times the retail value of the counterfeit 304 cigarettes, whichever is greater. A subsequent violation may 305 result in the imposition of a fine not to exceed \$50,000 or five 306 times the retail value of the counterfeit cigarettes, whichever

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307 is greater, and shall result in revocation of the retail permit 308 by the division.

(b) A person who holds a permit, other than a retail permit, under the provisions of this chapter and who violates this subsection commits a felony of the third degree, punishable as provided in s. 775.082, s. 775.083, or s. 775.084, and is subject to the imposition of fines and additional penalties as follows:

315 1. If the quantity of counterfeit cigarettes sold or possessed with the intent to sell is less than 10 cartons or the 316 317 equivalent, the fine for a first violation shall not exceed 318 \$1,000 or five times the retail value of the counterfeit 319 cigarettes, whichever is greater. A subsequent violation may 320 result in the imposition of a fine not to exceed \$5,000 or five 321 times the retail value of the counterfeit cigarettes, whichever 322 is greater, and shall result in revocation of the permit by the division. 323

324 2. If the quantity of counterfeit cigarettes sold or 325 possessed with the intent to sell is 10 cartons or more or the 326 equivalent, the fine for a first violation shall not exceed 327 \$2,000 or five times the retail value of the counterfeit 328 cigarettes, whichever is greater. A subsequent violation may 329 result in the imposition of a fine not to exceed \$50,000 or five 330 times the retail value of the counterfeit cigarettes, whichever is greater, and shall result in revocation of the permit by the 331 division. 332

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334 For purposes of this subsection, any counterfeit cigarettes335 seized by the division shall be destroyed.

336 Section 5. Section 210.20, Florida Statutes, is amended to 337 read:

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210.20 Employees and assistants; distribution of funds.--

(1) The division under the applicable rules of the Department of Management Services shall have the power to employ such employees and assistants and incur such other expenses as may be necessary for the administration of this part, within the limits of an appropriation for the operation of the Department of Business and Professional Regulation as may be authorized by the General Appropriations Act.

346 (2) (a) As collections are received by the division from 347 the tax on cigarettes such cigarette taxes, it shall pay the 348 same into a trust fund in the State Treasury designated 349 "Cigarette Tax Collection Trust Fund." which shall be paid and 350 distributed as follows:

351 (b) (b) (a) The division shall from month to month certify to 352 the Chief Financial Officer the amount of net collections derived from the cigarette tax imposed by s. 210.02, less the 353 354 service charges provided for in s. 215.20 and less 0.9 percent 355 of the amount derived from the cigarette tax imposed by s. 356 210.02, which shall be deposited into the Alcoholic Beverage and 357 Tobacco Trust Fund, specifying the amounts to be transferred from the Cigarette Tax Collection Trust Fund and credited on the 358 359 following bases; however, the division shall first deposit 360 monthly into the Alcoholic Beverage and Tobacco Trust Fund an 361 amount equal to the sum of 0.5 percent of total collections and

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362 the service charge on total collection provided for in s. 215.20 363 as follows: 364 1. The sum basis of 1.3919 2.9 percent of the total base 365 allocation net collections to the Revenue Sharing Trust Fund for 366 Counties for distribution pursuant to the Florida Revenue 367 Sharing Act. 368 The sum of 14.3215 and 29.3 percent of the total base 2. 369 allocation to the Public Medical Assistance Trust Fund net 370 collections for the funding of indigent health care pursuant to 371 s. 409.918 to the Public Medical Assistance Trust Fund. 372 The sum of 1.8973 percent of the total base allocation 3. 373 to the H. Lee Moffitt Cancer Center and Research Institute 374 established in s. 1004.43, which shall be paid on a monthly 375 basis to the center's board of directors by warrant drawn by the 376 Chief Financial Officer upon the State Treasury. The revenues 377 derived from this allocation are separate and distinct from any 378 funds allocated to the H. Lee Moffitt Cancer Center through the 379 James and Esther King Biomedical Research Program or the 380 Bankhead-Coley Cancer Research Program. Funds derived pursuant 381 this subparagraph shall be used for the purpose of constructing, 382 furnishing, and equipping research, treatment, and related 383 facilities. The appropriation to the H. Lee Moffitt Cancer 384 Center and Research Institute authorized by this subparagraph 385 may not be less than the amount that would have been paid to the 386 H. Lee Moffitt and Cancer Research Institute for the 2007-2008 387 fiscal year had this subparagraph been in effect. The sum of 0.9331 percent of the total base allocation 388 4. 389 to the Shands at the University of Florida Cancer Hospital. The

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390 revenues derived from this allocation are separate and distinct 391 from any funds allocated to the Shands at the University of 392 Florida Cancer Hospital through the James and Esther King 393 Biomedical Research Program or the Bankhead-Coley Cancer 394 Research Program. Funds derived pursuant this subparagraph shall 395 be used for the purposes of constructing, furnishing, and 396 equipping research, treatment, and related facilities, and may 397 include the recruitment and retention of faculty or other 398 personnel related to research programs. 399 5. The sum of 0.9331 percent of the total base allocation 400 to the Sylvester Comprehensive Cancer Center at the University 401 of Miami Miller School of Medicine. The revenues derived from 402 this allocation are separate and distinct from any funds 403 allocated to the Sylvester Comprehensive Cancer Center at the 404 University of Miami Miller School of Medicine through the James 405 and Esther King Biomedical Research Program or the Bankhead-406 Coley Cancer Research Program. Funds derived pursuant this 407 subparagraph shall be used for the purposes of constructing, 408 furnishing, and equipping research, treatment, and related 409 facilities and may include the recruitment and retention of 410 faculty or other personnel related to research programs. 411 The sum of 5.9716 percent of the total base allocation 6. 412 to the Biomedical Research Trust Fund for distribution by the 413 Biomedical Research Advisory Council to grantees of the James 414 and Esther King Biomedical Research Program authorized pursuant 415 to s. 215.5602 and the Bankhead-Coley Cancer Research Program 416 authorized pursuant to s. 381.922, with such programs dividing 417 equally the allocation derived from this subparagraph. The

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2009 418 provisions of ss. 215.5602 and 381.922 shall determine the 419 methods of distribution under the respective programs. 420 7. The sum of 3.7323 percent of the total base allocation 421 to the Lawton Chiles Endowment Fund. 422 The sum of 0.5598 percent of the total base allocation 8. 423 for the enhancement of rural hospital facilities as prescribed 424 in s. 395.6061. 425 9. The sum of 12.4409 percent of the total base allocation 426 to the Agency for Persons With Disabilities for the purposes 427 prescribed in chapter 393. Such revenues shall be used to fund 428 additional caseload over that which existed during fiscal year 429 2008-2009. 10. The sum of 0.1866 percent of the total base allocation 430 431 to the Miami Project to Cure Paralysis for the purposes of 432 conducting research. 433 11. The sum of 0.3732 percent of the total base allocation 434 to the Diabetes Research Institute for the purposes of 435 conducting research. 436 12. The sum of 8.0866 percent of the total base allocation 437 to the Agency for Health Care Administration for distribution to 438 federally qualified health centers, county health department 439 clinics, and free clinics, for the purposes enumerated in s. 440 400.998. 441 13. The sum of 0.3732 percent of the total base allocation 442 to the Grants and Donations Trust Fund of the Department of 443 Children and Family Services for purposes of making grants to 444 centers treating child victims of sexual abuse. 445 14. The sum of 1.7417 percent of the total base allocation

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446	to the Grants and Donations Trust Fund of the Department of
447	Children and Family Services for purposes of making grants to
448	community mental health agencies under the Department of
449	Children and Family Services.
450	15. The sum of 0.3732 percent of the total base allocation
451	to the Agency for Health Care Administration for the operation
452	of primary care access networks, as prescribed in s. 400.997.
453	16. The sum of 0.3732 percent of the total base allocation
454	to La Liga Contra el Cancer for the purposes of providing direct
455	services to patients with cancer.
456	(b)1. Beginning January 1, 1999, and continuing for 10
457	years thereafter, the division shall from month to month certify
458	to the Chief Financial Officer the amount derived from the
459	cigarette tax imposed by s. 210.02, less the service charges
460	provided for in s. 215.20 and less 0.9 percent of the amount
461	derived from the cigarette tax imposed by s. 210.02, which shall
462	be deposited into the Alcoholic Beverage and Tobacco Trust Fund,
463	specifying an amount equal to 2.59 percent of the net
464	collections, and that amount shall be paid to the Board of
465	Directors of the H. Lee Moffitt Cancer Center and Research
466	Institute, established under s. 1004.43, by warrant drawn by the
467	Chief Financial Officer upon the State Treasury. These funds are
468	hereby appropriated monthly out of the Cigarette Tax Collection
469	Trust Fund, to be used for the purpose of constructing,
470	furnishing, and equipping a cancer research facility at the
471	University of South Florida adjacent to the H. Lee Moffitt
472	Cancer Center and Research Institute. In fiscal years 1999-2000
473	and thereafter with the exception of fiscal year 2008-2009, the
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474 appropriation to the H. Lee Moffitt Cancer Center and Research
475 Institute authorized by this subparagraph shall not be less than
476 the amount that would have been paid to the H. Lee Moffitt
477 Cancer Center and Research Institute for fiscal year 1998-1999
478 had payments been made for the entire fiscal year rather than
479 for a 6-month period thereof.

Beginning July 1, 2002, and continuing through June 30, 480 2. 481 2004, the division shall, in addition to the distribution 482 authorized in subparagraph 1., from month to month certify to the Chief Financial Officer the amount derived from the 483 cigarette tax imposed by s. 210.02, less the service charges 484 485 provided for in s. 215.20 and less 0.9 percent of the amount 486 derived from the cigarette tax imposed by s. 210.02, which shall 487 be deposited into the Alcoholic Beverage and Tobacco Trust Fund, 488 specifying an amount equal to 0.2632 percent of the net 489 collections, and that amount shall be paid to the Board of 490 Directors of the H. Lee Moffitt Cancer Center and Research 491 Institute, established under s. 1004.43, by warrant drawn by the 492 Chief Financial Officer. Beginning July 1, 2004, and continuing 493 through June 30, 2016, the division shall, in addition to the 494 distribution authorized in subparagraph 1., from month to month 495 certify to the Chief Financial Officer the amount derived from 496 the cigarette tax imposed by s. 210.02, less the service charges 497 provided for in s. 215.20 and less 0.9 percent of the amount 498 derived from the cigarette tax imposed by s. 210.02, which shall 499 be deposited into the Alcoholic Beverage and Tobacco Trust Fund, 500 specifying an amount equal to 1.47 percent of the net 501 collections, and that amount shall be paid to the Board of Page 18 of 41

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502 Directors of the H. Lee Moffitt Cancer Center and Research 503 Institute, established under s. 1004.43, by warrant drawn by the 504 Chief Financial Officer. These funds are appropriated monthly 505 out of the Cigarette Tax Collection Trust Fund, to be used for 506 the purpose of constructing, furnishing, and equipping a cancer 507 research facility at the University of South Florida adjacent to 508 the H. Lee Moffitt Cancer Center and Research Institute. <u>In</u> 509 fiscal years 2004-2005 and thereafter, the appropriation to the 510 H. Lee Moffitt Cancer Center and Research Institute authorized 511 by this subparagraph shall not be less than the amount that 512 would have been paid to the H. Lee Moffitt Cancer Center and Research Institute in fiscal year 2001-2002, had this 513 514 subparagraph been in effect. 515 (3) After all distributions hereinabove provided for have 516 been made, the balance of the revenue produced from the tax 517 imposed by this part shall be deposited in the General Revenue 518 Fund. 519 Section 6. Section 210.201, Florida Statutes, is amended 520 to read: 521

210.201 Cancer facilities research facility at the University of South Florida; establishment; funding.--The Board 522 523 of Directors of the H. Lee Moffitt Cancer Center and Research 524 Institute shall construct, furnish, and equip, and shall 525 covenant to complete, the cancer research facility at the 526 University of South Florida adjacent to the H. Lee Moffitt 527 Cancer Center and Research Institute. Moneys transferred to the Board of Directors of the H. Lee Moffitt Cancer Center and 528 529 Research Institute pursuant to s. 210.20 shall be used to secure Page 19 of 41

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530 financing to pay or secure bonds or financial products issued or 531 incurred in connection with the financing of costs related to 532 constructing, furnishing, and equipping the cancer research, treatment, and related facilities facility. Such financing may 533 534 include the issuance of tax-exempt bonds or other forms of 535 indebtedness by a local authority, municipality, or county 536 pursuant to parts II and III of chapter 159. Such bonds shall 537 not constitute state bonds for purposes of s. 11, Art. VII of 538 the State Constitution, but shall constitute bonds of a "local 539 agency," as defined in s. 159.27(4). The cigarette tax dollars 540 pledged to the facilities this facility pursuant to s. 210.20 may be replaced annually by the Legislature from tobacco 541 542 litigation settlement proceeds.

543 Section 7. Subsection (11) of section 210.25, Florida 544 Statutes, is amended to read:

545

210.25 Definitions.--As used in this part:

(11) "Tobacco products" means loose tobacco suitable for smoking; snuff; snuff flour; cavendish; plug and twist tobacco; fine cuts and other chewing tobaccos; shorts; refuse scraps; clippings, cuttings, and sweepings of tobacco, and other kinds and forms of tobacco prepared in such manner as to be suitable for chewing; but "tobacco products" does not include cigarettes, as defined in <del>by</del> s. 210.01-(1), or cigars.

553 Section 8. Paragraph (d) of subsection (1), paragraphs 554 (b), (c), and (d) of subsection (3), paragraph (b) of subsection 555 (4), and paragraph (a) of subsection (6) of section 215.5601, 556 Florida Statutes, as amended by section 49 of chapter 2008-153, 557 Laws of Florida, are amended to read:

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215.5601 Lawton Chiles Endowment Fund.--

559 (1) LEGISLATIVE INTENT.--It is the intent of the 560 Legislature to:

561 Provide funds to help support public-health and (d) 562 biomedical research for the prevention, diagnosis, treatment, 563 and cure of diseases related to tobacco use by creating an 564 annual and perpetual source of funding for biomedical research 565 in the state in order to expand the foundation of biomedical 566 knowledge relating to the prevention, diagnosis, treatment, and 567 cure of diseases related to tobacco use, including cancer, 568 cardiovascular disease, stroke, and pulmonary disease; improve 569 the quality of the state's academic health centers by bringing 570 the advances of biomedical research into the training of physicians and other health care providers; and increase the 571 572 state's per capita funding for biomedical research by 573 undertaking new initiatives in biomedical research which will 574 attract additional researchers, as well as funding, from outside 575 the state while also stimulating economic activity in the state 576 in areas related to biomedical research, such as the research 577 and production of pharmaceuticals, biotechnology, and medical 578 devices.

579

(3) LAWTON CHILES ENDOWMENT FUND; CREATION; PRINCIPAL.--

(b) The endowment shall receive moneys from the sale of the state's right, title, and interest in and to the tobacco settlement agreement as defined in s. 215.56005, including the right to receive payments under such agreement, and from accounts transferred from the Department of Financial Services Tobacco Settlement Clearing Trust Fund established under s.

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2.

3.

4.

586 17.41. Amounts to be transferred from the Department of 587 Financial Services Tobacco Settlement Clearing Trust Fund to the 588 endowment shall be in the following amounts for the following 589 fiscal years:

- 591 592
- 593

590

5. For fiscal year 2009-2010 and each fiscal year

1. For fiscal year 1999-2000, \$1.1 billion.+

For fiscal year 2000-2001, \$200 million.+

For fiscal year 2001-2002, \$200 million.+

For fiscal year 2002-2003, \$200 million.; and

595 <u>thereafter</u>, moneys allocated to the Lawton Chiles Endowment Fund 596 <u>from designated revenues generated by s. 210.20.</u>

597 (c) Amounts to be transferred under subparagraphs (b)2., 598 3., and 4. may be reduced by an amount equal to the lesser of 599 \$200 million or the amount the endowment receives in that fiscal 600 year from the sale of the state's right, title, and interest in 601 and to the tobacco settlement agreement.

602 The sum of For fiscal year 2001-2002, \$150 million (c)<del>(d)</del> 603 of the existing principal in the endowment shall be reserved and 604 accounted for within the endowment, the income from which shall 605 be used solely for the funding for biomedical research 606 activities as provided in s. 215.5602. The income from the 607 remaining principal shall be used solely as the source of 608 funding for health and human services programs for children and 609 elders as provided in subsection (5). The separate account for 610 biomedical research shall be dissolved and the entire principal in the endowment shall be used exclusively for health and human 611 612 services programs when cures have been found for tobacco-related 613 cancer, heart, and lung disease.

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614

(4) ADMINISTRATION.--

615 (b) The endowment shall be managed as an annuity. The 616 investment objective shall be long-term preservation of the real 617 value of the principal and a specified regular annual cash 618 outflow for appropriation, as nonrecurring revenue. From the 619 annual cash outflow, a pro rata share shall be used solely for 620 biomedical research activities as provided in paragraph 621 (3)(c) (d), until such time as cures are found for tobacco-622 related cancer and heart and lung disease. Five percent of the 623 annual cash outflow dedicated to the biomedical research portion 624 of the endowment shall be reinvested and applied to that portion 625 of the endowment's principal, with the remainder to be spent on 626 biomedical research activities consistent with this section. The 627 schedule of annual cash outflow shall be included within the 628 investment plan adopted under paragraph (a).

629 (6) ADVISORY COUNCIL.--The Lawton Chiles Endowment Fund
630 Advisory Council is established for the purpose of reviewing the
631 funding priorities of the state agencies, evaluating their
632 requests against the mission and goals of the agencies and
633 legislative intent for the use of endowment funds, and allowing
634 for public input and advocacy.

(a) The advisory council shall consist of <u>17</u> <del>15</del> members,
 including:

637 1. The director of the United Way of Florida, Inc., or his638 or her designee;

639 2. The director of the Foster Parents Association, or his640 or her designee;

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HB 887 2009 641 3. The chair of the Department of Elderly Affairs Advisory 642 Council, or his or her designee; 643 The president of the Florida Association of Area 4. 644 Agencies on Aging, or his or her designee; 645 5. The State Long-Term Care Ombudsman, or his or her 646 designee; 647 6. The state director of the Florida AARP, or his or her 648 designee; 649 7. The director of the Florida Pediatric Society, or his 650 or her designee; 651 8. A representative of the Guardian Ad Litem Program, 652 appointed by the Governor; 653 9. A representative of a child welfare lead agency for 654 community-based care, appointed by the Governor; 655 10. A representative of an elder care lead agency for 656 community-based care, appointed by the Governor; 657 11. A representative of a statewide child advocacy 658 organization, appointed by the Governor; 659 12. One consumer caregiver for children, appointed by the 660 Governor; 661 13. One person over the age of 60 years to represent the 662 interests of elders, appointed by the Governor; 663 14. One person under the age of 18 years to represent the 664 interests of children, appointed by the Governor; and 665 One consumer caregiver for a functionally impaired 15. 666 elderly person, appointed by the Governor.

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667 16. One representative of a public health organization 668 with a major interest in tobacco control, appointed by the 669 Governor. 670 17. One consumer who is currently eligible for benefits 671 under Title XIX of the Medicaid Program. 672 Section 9. Subsections (1), (2), (12), (13), (14), and 673 (15) of section 215.5602, Florida Statutes, as amended by 674 chapter 2009-5, Laws of Florida, are amended to read: 675 215.5602 James and Esther King Biomedical Research 676 Program.--677 There is established within the Department of Health (1)678 the James and Esther King Biomedical Research Program funded by 679 the designated proceeds of s. 210.20, as well as any prescribed 680 portion of the Lawton Chiles Endowment Fund pursuant to s. 681 215.5601. The purpose of the James and Esther King Biomedical 682 Research Program is to provide an annual and perpetual source of 683 funding in order to support research initiatives that address 684 the health care problems of Floridians in the areas of tobacco-685 related cancer, cardiovascular disease, stroke, and pulmonary 686 disease. The long-term goals of the program are to: 687 Improve the health of Floridians by researching better (a) 688 prevention, diagnoses, treatments, and cures for cancer, 689 cardiovascular disease, stroke, and pulmonary disease. 690 Expand the foundation of biomedical knowledge relating (b) to the prevention, diagnosis, treatment, and cure of diseases 691 related to tobacco use, including cancer, cardiovascular 692 693 disease, stroke, and pulmonary disease. 694 Improve the quality of the state's academic health (C) Page 25 of 41

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695 centers by bringing the advances of biomedical research into the696 training of physicians and other health care providers.

(d) Increase the state's per capita funding for research
by undertaking new initiatives in public health and biomedical
research that will attract additional funding from outside the
state.

(e) Stimulate economic activity in the state in areas related to biomedical research, such as the research and production of pharmaceuticals, biotechnology, and medical devices.

705 Expand the research capacity and infrastructure needed (f) 706 to conduct research on tobacco-related illnesses, with the 707 provision of fixed capital outlay project funding as determined 708 by the Biomedical Research Advisory Council within the program's 709 annual appropriation and up to 25 percent of the program's 710 annual funding allocation applied for this purpose by the council, provided that grant recipients receiving fixed capital 711 712 outlay must use matching funds of at least 50 percent of the 713 award from the council.

714 Funds appropriated for the James and Esther King (2) 715 Biomedical Research Program shall be used exclusively for the 716 award of grants and fellowships as established in this section; 717 for research relating to the prevention, diagnosis, treatment, 718 and cure of diseases related to tobacco use, including cancer, cardiovascular disease, stroke, and pulmonary disease; for 719 720 expenditures related to the expansion of tobacco-related 721 research capacity and infrastructure within the state, including 722 the provision of capital outlay costs to achieve such purpose;

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and for expenses incurred in the administration of this section.
Priority shall be granted to research designed to prevent or
cure disease.

726 (12) For the 2008-2009 fiscal year 2009-2010 and each 727 fiscal year thereafter, the sum of \$4.5 million is appropriated 728 annually from recurring funds in the General Revenue Fund to the 729 Biomedical Research Trust Fund within the Department of Health 730 for purposes of the James and Esther King Biomedical Research 731 Program pursuant to this section. From these funds up to 732 \$750,000 <del>\$250,000</del> shall be available for the operating costs of 733 the Florida Center for Universal Research to Eradicate Disease. 734 Beginning in fiscal year 2010-2011, up to \$750,000 shall be 735 available for such operating costs from the annual allocation to 736 the James and Esther King Biomedical Research Program pursuant 737 to s. 210.20.

(13) By June 1, <u>2017</u> 2009, the Division of Statutory
Revision of the Office of Legislative Services shall certify to
the President of the Senate and the Speaker of the House of
Representatives the language and statutory citation of this
section, which is scheduled to expire January 1, <u>2018</u> 2011.

(14) The Legislature shall review the performance, the
outcomes, and the financial management of the James and Esther
King Biomedical Research Program during the 2017 2010 Regular
Session of the Legislature and shall determine the most
appropriate funding source and means of funding the program
based on its review.

749 (15) This section expires January 1, 2018 2011, unless
 750 reviewed and reenacted by the Legislature before that date.

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751	Section 10. Subsections (5), (6), and (7) of section
752	381.855, Florida Statutes, are renumbered as subsections (6),
753	(7), and (8), respectively, a new subsection (5) is added to
754	that section, and present subsection (6) of that section is
755	amended, to read:
756	381.855 Florida Center for Universal Research to Eradicate
757	Disease
758	(5) Beginning in fiscal year 2009-2010, the center shall
759	receive for its operations an annual sum of up to \$750,000 from
760	the allocation designated in s. 210.20 for the James and Esther
761	King Biomedical Research Program created pursuant to s.
762	215.5602.
763	<u>(6)</u> There is established within the center an advisory
764	council that shall meet at least annually.
765	(a) The council shall consist of one representative from a
766	Florida not-for-profit institution engaged in basic and clinical
767	biomedical research and education which receives more than \$10
768	million in annual grant funding from the National Institutes of
769	Health, to be appointed by the State Surgeon General from a
770	different institution each term, and one representative from and
771	appointed by each of the following entities:
772	1. Enterprise Florida, Inc.
773	2. BioFlorida.
774	3. The Biomedical Research Advisory Council.
775	4. The Florida Medical Foundation.
776	5. Pharmaceutical Research and Manufacturers of America.
777	6. The Florida Cancer Council.
778	<u>6.</u> 7. The American Cancer Society, Florida Division, Inc.
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779 7.8. The American Heart Association, Greater Southeast 780 Affiliate. 781 8.9. The American Lung Association of Florida. 782 9.10. The American Diabetes Association, South Coastal 783 Region. 784 10.11. The Alzheimer's Association. 11.12. The Epilepsy Foundation. 785 786 12.13. The National Parkinson Foundation. 787 14. The Florida Public Health Foundation, Inc. 788 13.15. The Florida Research Consortium. 789 14. La Liga Contra el Cancer. 790 (b) Members of the council shall serve without 791 compensation, and each organization represented shall cover all 792 expenses of its representative. 793 Section 11. Section 381.922, Florida Statutes, as amended 794 by chapter 2009-5, Laws of Florida, is amended to read: 795 381.922 William G. "Bill" Bankhead, Jr., and David Coley 796 Cancer Research Program. --797 The William G. "Bill" Bankhead, Jr., and David Coley (1)798 Cancer Research Program, which may be otherwise cited as the 799 "Bankhead-Coley Program," is created within the Department of 800 Health. The purposes purpose of the program shall be to advance 801 progress towards cures for cancer through grants awarded through a peer-reviewed, competitive process and to expand cancer 802 803 research and treatment capacity in the state. 804 The program shall provide grants for cancer research (2)to further the search for cures for cancer, for the recruitment 805 806 of cancer researchers and research teams to institutions within

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807 the state, for operational start-up grants for newly recruited 808 cancer researchers and research teams, and for fixed capital 809 outlay expenditures related to the expansion of cancer research 810 and treatment capacity in the state, with up to 25 percent of 811 the program's annual allocation applied to these purposes, 812 provided that grantees receiving moneys pursuant to this section 813 for purposes other than actual research shall use matching funds 814 of at least 50 percent of the amount awarded by the council. 815 (a) Emphasis shall be given to the following goals 816 enumerated in s. 381.921, as those goals support the advancement 817 of such cures: 818 1. Efforts to significantly expand cancer research 819 capacity in the state by identifying ways to attract new 820 research talent and attendant national grant-producing 821 researchers to cancer research facilities in this state; by 822 implementing a peer-reviewed, competitive process to identify 823 and fund the best proposals to expand cancer research institutes 824 in this state; by providing funding through available resources 825 for those proposals that demonstrate the greatest opportunity to 826 attract federal research grants and private financial support; 827 by encouraging the employment of bioinformatics in order to 828 create a cancer informatics infrastructure that enhances 829 information and resource exchange and integration through 830 researchers working in diverse disciplines, to facilitate the 831 full spectrum of cancer investigations; by facilitating the 832 technical coordination, business development, and support of intellectual property as it relates to the advancement of cancer 833 834 research; and by aiding in other multidisciplinary research-

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835 <u>support activities as they inure to the advancement of cancer</u> 836 research.

837 2. Efforts to improve both research and treatment through 838 greater participation in clinical trials networks by identifying 839 ways to increase adult enrollment in cancer clinical trials; by 840 supporting public and private professional education programs 841 designed to increase the awareness and knowledge about cancer 842 clinical trials; by providing tools to cancer patients and 843 community-based oncologists to aid in the identification of 844 cancer clinical trials available in the state; and by creating 845 opportunities for the state's academic cancer centers to 846 collaborate with community-based oncologists in cancer clinical 847 trials networks.

848 <u>3. Efforts to reduce the impact of cancer on disparate</u>
 849 groups by identifying those cancers that disproportionately
 850 impact certain demographic groups and by building collaborations
 851 designed to reduce health disparities as they relate to cancer.

(b) Preference may be given to grant proposals that foster collaborations among institutions, researchers, and community practitioners, as such proposals support the advancement of cures through basic or applied research, including clinical trials involving cancer patients and related networks.

(3) (a) Applications for funding for cancer research may be
submitted by any university or established research institute in
the state. All qualified investigators in the state, regardless
of institutional affiliation, shall have equal access and
opportunity to compete for the research funding. Collaborative
proposals, including those that advance the program's goals

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863 enumerated in subsection (2), may be given preference. Grants 864 shall be awarded by the State Surgeon General, after 865 consultation with the Biomedical Research Advisory Council, on 866 the basis of scientific merit, as determined by an open, 867 competitive peer review process that ensures objectivity, 868 consistency, and high quality. The following types of 869 applications shall be considered for funding:

870

1. Investigator-initiated research grants.

871

2. Institutional research grants.

872 3. Collaborative research grants, including those that873 advance the finding of cures through basic or applied research.

874 In order to ensure that all proposals for research (b) 875 funding are appropriate and are evaluated fairly on the basis of 876 scientific merit, the State Surgeon General, in consultation 877 with the council, shall appoint a peer review panel of 878 independent, scientifically qualified individuals to review the 879 scientific content of each proposal and establish its priority 880 score. The priority scores shall be forwarded to the council and 881 must be considered in determining which proposals shall be 882 recommended for funding.

883 The council and the peer review panel shall establish (C) 884 and follow rigorous guidelines for ethical conduct and adhere to 885 a strict policy with regard to conflicts of interest. A member of the council or panel may not participate in any discussion or 886 887 decision with respect to a research proposal by any firm, entity, or agency with which the member is associated as a 888 member of the governing body or as an employee or with which the 889 890 member has entered into a contractual arrangement. Meetings of

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891 the council and the peer review panels are subject to chapter 892 119, s. 286.011, and s. 24, Art. I of the State Constitution.

(4) By December 15 of each year, the Department of Health shall submit to the Governor, the President of the Senate, and the Speaker of the House of Representatives a report indicating progress towards the program's mission and making recommendations that further its purpose.

898 (5) For the 2008-2009 fiscal year and through fiscal year 899 2009-2010 each fiscal year thereafter, the sum of \$6.75 million 900 is appropriated annually from recurring funds in the General 901 Revenue Fund to the Biomedical Research Trust Fund within the 902 Department of Health for purposes of the William G. "Bill" Bankhead, Jr., and David Coley Cancer Research Program and shall 903 904 be distributed pursuant to this section to provide grants to 905 researchers seeking cures for cancer, with emphasis given to the 906 goals enumerated in subsection (2) s. 381.921. From the total 907 funds appropriated, an amount of up to 10 percent may be used 908 for administrative expenses.

909 (6) Beginning in fiscal year 2009-2010, and every year 910 thereafter, designated proceeds generated by s. 210.20 shall be 911 employed to fund the purposes prescribed in this section. The 912 annual appropriation pursuant to this subsection shall allow for 913 reasonable administrative costs associated with the program's 914 implementation.

915 <u>(7)(6)</u> By June 1, <u>2016</u> <del>2009</del>, the Division of Statutory 916 Revision of the Office of Legislative Services shall certify to 917 the President of the Senate and the Speaker of the House of

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918 Representatives the language and statutory citation of this 919 section, which is scheduled to expire January 1, 2018 2011. 920 (8) (7) The Legislature shall review the performance, the 921 outcomes, and the financial management of the William G. "Bill" 922 Bankhead, Jr., and David Coley Cancer Research Program during 923 the 2010 Regular Session of the Legislature and shall determine 924 the most appropriate funding source and means of funding the 925 program based on its review. (9) (8) This section expires January 1, 2018 2011, unless 926 reviewed and reenacted by the Legislature before that date. 927 928 Section 12. Section 393.55, Florida Statutes, is created 929 to read: 930 393.55 Agency for Persons with Disabilities caseload 931 growth; distribution of designated cigarette tax proceeds. -- The 932 Agency for Persons with Disabilities shall apply revenues 933 received pursuant to s. 210.20 for the purposes prescribed in 934 this chapter, to be applied specifically to caseload growth over 935 and above that which existed during fiscal year 2008-2009. 936 Section 13. Subsections (2) and (3) of section 395.6061, 937 Florida Statutes, are amended to read: 938 395.6061 Rural hospital capital improvement.--There is 939 established a rural hospital capital improvement grant program. 940 Each rural hospital as defined in s. 395.602 that has (2) 941 reported to the agency charity care charges comprising at least 5 percent of gross total charges for the most recent fiscal year 942 943 is eligible to receive funds under this section shall receive a minimum of \$100,000 annually, subject to legislative 944 945 appropriation, upon application to the Department of Health, for Page 34 of 41

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946 projects to acquire, repair, improve, or upgrade systems, 947 facilities, or equipment. <u>Funds shall be made available to</u> 948 <u>individual hospitals based upon the level of charity care</u> 949 charges relative to other hospitals.

950 Funds for the acquisition, repair, improvement, or (3) 951 upgrade of systems, facilities, or equipment at rural hospitals 952 Any remaining funds shall annually be disbursed to rural 953 hospitals in accordance with this section. The Department of Health shall establish, by rule, criteria for awarding grants 954 955 for any remaining funds, which must be used exclusively for the 956 support and assistance of rural hospitals as defined in s. 957 395.602, including criteria relating to the level of 958 uncompensated care rendered by the hospital, the participation 959 in a rural health network as defined in s. 381.0406, and the 960 proposed use of the grant by the rural hospital to resolve a 961 specific problem. The department must consider any information 962 submitted in an application for the grants in accordance with 963 subsection (1) in determining eligibility for and the amount of 964 the grant, and none of the individual items of information by 965 itself may be used to deny grant eligibility.

966 Section 14. Section 400.997, Florida Statutes, is created 967 to read:

968400.997Primary Care Access Network; extended clinic969hours.--

970 (1) The Legislature finds that the Primary Care Access
 971 Network was founded to address the needs of the uninsured and
 972 those who are medically needy by providing a system of service
 973 delivery that builds upon the strengths of its current health

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974 provider partners. It is recognized that, where implemented 975 under a pilot program, there has been a substantial decrease in 976 nonurgent emergency room services used by uninsured persons. 977 (2) Using funds received pursuant to s. 210.20, the Agency 978 for Health Care Administration shall establish additional 979 programs which shall offer health care services during the 980 weekend and after regular business hours during the week. 981 To the extent that funds are available, such funds (3) 982 shall be used to operate clinics of the Primary Care Access 983 Network during the extended hours the clinics are open and to 984 pay the employees of those clinics accordingly. 985 By January 1 of each year, the Agency for Health Care (4) 986 Administration shall submit to the Governor, the President of 987 the Senate, and the Speaker of the House of Representatives a 988 report on the successes and outcomes achieved through the 989 implementation of this section. The report shall include 990 recommendations regarding continuation, termination, or expansion of the Primary Care Access Network. 991 992 (5) The Agency for Health Care Administration shall adopt 993 rules pursuant to ss. 120.536(1) and 120.54 to implement this 994 section. 995 Section 15. Section 400.998, Florida Statutes, is created 996 to read: 997 400.998 Federally qualified health centers; county health 998 department clinics; free clinics; designated funds.--999 (1) The Agency for Health Care Administration shall 1000 distribute designated proceeds received pursuant to s. 210.20 to 1001 federally qualified health centers, county health department Page 36 of 41

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2009

1002	clinics, and free clinics for the expansion of primary care
1003	services in order to provide comprehensive primary and
1004	preventive health care and urgent care services that may reduce
1005	the morbidity, mortality, and cost of care among the uninsured
1006	population of the state.
1007	(2) It is the intent of the Legislature to recognize the
1008	significance of improved health outcomes and decreased overall
1009	cost to the state through quality primary and preventive care.
1010	It is further the Legislature's intent to increase the state's
1011	investment in primary care providers and to leverage that
1012	investment through the creation of a program to provide for the
1013	expansion of primary and preventive health care services offered
1014	by federally qualified health centers, county health department
1015	clinics, and free clinics. It is also the intent of the
1016	Legislature that such a program will support the coordination of
1017	federal, state, and local resources to assist such providers in
1018	developing a medical home model for expanded community-based
1019	primary care delivery systems.
1020	(3) In selecting federally qualified health centers,
1021	county health department clinics, and free clinics, the Agency
1022	for Health Care Administration:
1023	(a) Shall give preference to communities in which there
1024	are few or no community-based primary care services or in which
1025	the current services are unable to meet the community's needs
1026	and to counties with the highest percentage of uninsured.
1027	(b) Shall require that a full array of primary care
1028	services be made available to patients, including enabling
1029	services.
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1030 (c) Shall give preference to centers that have or will establish and provide a medical home model of care for the 1031 1032 delivery of services. 1033 Shall require that primary care services be provided (d) 1034 to all patients, regardless of their ability to pay, using a 1035 sliding fee schedule based on income. 1036 May require that a portion of the funds derived from (e) s. 210.20 for the purposed prescribed in this section be used to 1037 1038 pay for operating costs emanating from projected expansions in 1039 patient caseloads or services or for capital improvement 1040 projects, which may include renovations to existing facilities 1041 or construction of new facilities, provided that an expansion of 1042 patient caseloads or services to a new patient population will 1043 occur as a result of the capital expenditures. (f) Shall encourage coordination among federally qualified 1044 1045 health centers, other private sector providers, and publicly 1046 supported programs. 1047 Shall give preference to the development of community (q) 1048 emergency room diversion programs in conjunction with local 1049 resources diversion programs which include case management for 1050 emergency room followup care. 1051 Shall encourage the use of extended hours of operation (h) 1052 to urgent care patients. 1053 The Agency for Health Care Administration shall (4) 1054 establish a formal process for the submission and evaluation of 1055 applications for funding through moneys derived from s. 210.20 1056 for the purposes enumerated in this section. The process shall 1057 include the creation of a review panel consisting of two persons

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2009

1058	appointed by the Secretary of Health Care Administration and two
1059	persons appointed by the chief executive officer of the Florida
1060	Association of Community Health Centers, Inc., to review all
1061	applications for funding. The review panel shall consider the
1062	following elements in reviewing applications and shall determine
1063	the relative weight for scoring and evaluating these elements:
1064	(a) The target population to be served.
1065	(b) The health benefits to be provided.
1066	(c) The number of new patients that are expected to be
1067	served.
1068	(d) The methods that will be employed to measure cost-
1069	effectiveness.
1070	(e) Projected health status outcomes.
1071	(f) How data will be collected to measure cost-
1072	effectiveness, health status outcomes, and overall achievement
1073	of the goals of the proposal.
1074	(g) All resources, including cash, in-kind contributions,
1075	volunteer hours, or other resources that will be dedicated to
1076	the project by the applicant.
1077	(5) Recipients of moneys for all projects selected for
1078	funding under this section must operate with electronic medical
1079	records that shall be open to any provider that wishes to gain
1080	access such records. Such recipients shall provide timely
1081	reports to the Agency for Health Care Administration on the
1082	progress and outcomes related to such projects.
1083	(6) The Agency for Health Care Administration may contract
1084	with the Florida Association of Community Health Centers, Inc.

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1085 to administer the program and provide technical assistance to 1086 the entities receiving funding under this section.

1087 The Agency for Health Care Administration shall adopt (7) 1088 rules pursuant to ss. 120.536(1) and 120.54 to implement this 1089 section.

1090 Section 16. Subsection (1) of section 951.22, Florida 1091 Statutes, is amended to read:

1092

951.22 County detention facilities; contraband articles.--1093 (1)It is unlawful, except through regular channels as 1094 duly authorized by the sheriff or officer in charge, to 1095 introduce into or possess upon the grounds of any county 1096 detention facility as defined in s. 951.23 or to give to or 1097 receive from any inmate of any such facility wherever said 1098 inmate is located at the time or to take or to attempt to take 1099 or send therefrom any of the following articles which are hereby 1100 declared to be contraband for the purposes of this act, to wit: 1101 Any written or recorded communication; any currency or coin; any 1102 article of food or clothing; any tobacco products as defined in 1103 s. 210.25<del>(11)</del>; any cigarette as defined in s. 210.01<del>(1)</del>; any cigar; any intoxicating beverage or beverage which causes or may 1104 1105 cause an intoxicating effect; any narcotic, hypnotic, or 1106 excitative drug or drug of any kind or nature, including nasal 1107 inhalators, sleeping pills, barbiturates, and controlled substances as defined in s. 893.02(4); any firearm or any 1108 1109 instrumentality customarily used or which is intended to be used 1110 as a dangerous weapon; and any instrumentality of any nature that may be or is intended to be used as an aid in effecting or 1111 attempting to effect an escape from a county facility. 1112

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1113 Section 17. The additional tax imposed by s. 210.02, 1114 Florida Statutes, pursuant to this act also applies to inventory on hand as of the effective date of this act. By July 1, 2009, 1115 1116 or the date this act becomes law, whichever is later, before 1117 opening for business, each manufacturer, distributor, 1118 wholesaler, and vendor in this state shall take an inventory of 1119 the cigarettes on hand, and that inventory shall be subject to 1120 the new rate of tax imposed by s. 201.02, Florida Statutes. The 1121 amount of inventory shall be certified to the Division of 1122 Alcoholic Beverages and Tobacco of the Department of Business 1123 and Professional Regulation on or before July 21, 2009, with 1124 that documentation accompanied by a certified check, money 1125 order, or electronic funds transfer for the amount of the 1126 additional tax due on this inventory as imposed by s. 210.02, Florida Statutes, pursuant to this act. The provisions of 1127 1128 chapter 210, Florida Statutes, relating to penalties and 1129 interest for delinquent payments shall apply to this section. 1130 The proceeds of the tax upon inventory imposed by this section 1131 shall be deposited into the Cigarette Tax Collection Trust Fund 1132 and shall be distributed in accordance with the manner 1133 prescribed in s. 210.20, Florida Statutes. This section shall 1134 take effect upon this act becoming a law. 1135 Section 18. Sections 381.92 and 381.921, Florida Statutes, 1136 are repealed. 1137 Section 19. Except as otherwise expressly provided by this act, this act shall take effect July 1, 2009. 1138

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