

By: Schwertner, et al.  
(Kefffer)

S.B. No. 197

Substitute the following for S.B. No. 197:

By: Crownover

C.S.S.B. No. 197

A BILL TO BE ENTITLED

AN ACT

relating to the financial self-sufficiency of the Cancer Prevention  
and Research Institute of Texas.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter A, Chapter 102, Health and Safety  
Code, is amended by adding Section 102.005 to read as follows:

Sec. 102.005. FINANCIAL SELF-SUFFICIENCY PLAN. (a) The  
institute shall develop a plan that specifies how the institute  
will become financially self-sufficient and continue to operate  
without primarily state funds other than patent royalties and  
license revenues realized as a result of projects undertaken with  
money awarded under Subchapter E.

(b) The plan described by Subsection (a) must:

(1) specify the steps the institute will take to  
accomplish the transition to financial self-sufficiency after  
issuance of the \$3 billion in general obligation bonds authorized  
by Article III, Section 67 of the Texas Constitution;

(2) specify potential sources of funding other than  
state money to be used to operate the institute after issuance of  
the \$3 billion in general obligation bonds authorized by Article  
III, Section 67 of the Texas Constitution;

(3) provide a projection of patent royalties and  
license revenues to be realized annually as a result of projects  
undertaken with money awarded under Subchapter E for a period

1 extending through at least 2030;

2 (4) describe how the institute will structure  
3 state-funded grants, to ensure that all recipients of grants that  
4 use state money may complete any work for which the grant was made  
5 after the last of the \$3 billion in general obligation bonds  
6 authorized by Article III, Section 67 of the Texas Constitution is  
7 used to reimburse grant awardees for allowable expenditures  
8 pursuant to institute award contract terms;

9 (5) provide an assessment of how much funding would be  
10 required to, at a minimum, manage and protect the state's \$3 billion  
11 investment in cancer research and prevention beyond the issuance of  
12 the \$3 billion in general obligation bonds authorized by Article  
13 III, Section 67 of the Texas Constitution;

14 (6) provide an estimate of the effect on cancer  
15 incidence and mortality rates in Texas if the institute is not  
16 extended beyond the issuance of the \$3 billion in general  
17 obligation bonds authorized by Article III, Section 67 of the Texas  
18 Constitution; and

19 (7) provide an estimate of the economic impact in  
20 Texas if the institute is not extended beyond the issuance of the \$3  
21 billion in general obligation bonds authorized by Article III,  
22 Section 67 of the Texas Constitution.

23 (c) The institute shall submit the initial plan to the  
24 legislature not later than December 1, 2016. The institute shall  
25 submit an updated plan before December 1 of each subsequent year.

26 (d) This section expires September 1, 2021.

27 SECTION 2. This Act takes effect immediately if it receives

1 a vote of two-thirds of all the members elected to each house, as  
2 provided by Section 39, Article III, Texas Constitution. If this  
3 Act does not receive the vote necessary for immediate effect, this  
4 Act takes effect September 1, 2015.