By: Lalani

H.B. No. 2298

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to a health care facility grant program supporting the use of artificial intelligence technology in scanning medical images 3 for cancer detection. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Subtitle B, Title 2, Health and Safety Code, is 6 7 amended by adding Chapter 56 to read as follows: CHAPTER 56. ARTIFICIAL INTELLIGENCE CANCER DETECTION GRANT PROGRAM 8 9 Sec. 56.001. DEFINITIONS. In this chapter: (1) "Grant program" means the grant program for 10 artificial intelligence cancer detection established by this 11 12 chapter. (2) "Qualified applicant" means a hospital or health 13 14 care facility, including a federally qualified health center, located in this state that provides medical imaging services. 15 16 Sec. 56.002. ESTABLISHMENT OF GRANT PROGRAM. (a) The commission shall establish and administer a grant program to assist 17 qualified applicants in using artificial intelligence technology 18 19 to scan medical images for cancer detection. (b) The commission may award grants each state fiscal year 20 21 to qualified applicants in accordance with this chapter. Sec. 56.003. APPLICATIONS. The commission shall prescribe 22 23 the form and manner for a qualified applicant to apply for a grant under the grant program. A submitted application must include: 24

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1 (1) evidence the applicant will provide matching funds 2 in an amount equal to at least 10 percent of the grant award amount 3 for the proposed artificial intelligence technology; 4 (2) a detailed plan for using the proposed artificial 5 intelligence technology to scan medical images to detect cancer, including the manner in which the grant money will be used and the 6 7 total anticipated cost of using the technology; (3) a plan for physician review of medical results 8 identified through artificial intelligence to ensure accuracy and 9 10 efficacy; (4) the number of patient records the proposed 11 12 artificial intelligence technology is capable of scanning and the estimated time required for each scan; and 13 14 (5) any other information the commission requires to 15 assess the applicant's eligibility and the potential impact of the proposed artificial intelligence technology. 16 17 Sec. 56.004. GRANT REQUIREMENTS. (a) The commission may only award a grant under this chapter in accordance with a contract 18 between the commission and a grant recipient that includes 19 conditions providing the commission with sufficient control to 20 21 ensure the public purpose of improving public health is 22 accomplished and the state receives a return benefit. 23 (b) A grant award under the grant program: 24 (1) may not exceed \$250,000; 25 (2) may not be awarded to more than five qualified 26 applicants; and 27 (3) must be awarded annually.

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Sec. 56.005. REQUIRED REPORT. Not later than the first 1 2 anniversary of the date a grant recipient receives a grant award under the grant program, the recipient shall provide a written 3 report to the commission that includes: 4 5 (1) the number of medical images scanned and cancer cases identified using the artificial intelligence technology for 6 7 which the grant was awarded; 8 (2) any change in cancer detection rates and the time required to detect cancer as a result of the artificial 9 10 intelligence technology; (3) an assessment on the comparative effectiveness of 11 12 the artificial intelligence technology versus traditional methods 13 for detecting cancer; and 14 (4) any recommendations for further artificial 15 intelligence use or improvement of the use of artificial intelligence technology in scanning medical imaging to detect 16 17 cancer. Sec. 56.006. RULES. The executive commissioner shall adopt 18 19 the rules necessary to implement this chapter. Sec. 56.007. FUNDING. The commission may accept gifts, 20 grants, and donations from any source to administer the grant 21 program established under this chapter. The commission may use a 22 portion of the money appropriated to the commission for purposes of 23 24 this chapter to cover the costs of administering this chapter. 25 Sec. 56.008. EXPIRATION. This chapter expires September 1, 26 2035. 27 SECTION 2. This Act takes effect September 1, 2025.

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