## 2631--A

## 2015-2016 Regular Sessions

IN ASSEMBLY

January 20, 2015

- Introduced by M. of A. PEOPLES-STOKES, BRINDISI, TITONE, THIELE, McDO-NALD -- read once and referred to the Committee on Health -- recommitted to the Committee on Health in accordance with Assembly Rule 3, sec. 2 -- reported and referred to the Committee on Ways and Means -committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee
- AN ACT to amend the public health law, in relation to creating the lupus research enhancement program; and to amend the state finance law, in relation to creating the lupus research enhancement fund

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Article 2 of the public health law is amended by adding a 2 new title 4-A to read as follows:

3	TITLE IV-A
4	LUPUS RESEARCH ENHANCEMENT ACT
5	SECTION 256. SHORT TITLE.
6	256-A. LEGISLATIVE INTENT.
7	256-B. DEFINITION.
8	256-C. LUPUS RESEARCH ENHANCEMENT PROGRAM.
9	256-D. LUPUS RESEARCH ADVISORY COUNCIL.
10	256-E. LUPUS RESEARCH ENHANCEMENT FUND.
11	S 256. SHORT TITLE. THIS TITLE SHALL BE KNOWN AND MAY BE CITED AS THE
12	"LUPUS RESEARCH ENHANCEMENT ACT".
13	S 256-A. LEGISLATIVE INTENT. 1. THE LEGISLATURE HEREBY FINDS THE
14	FOLLOWING:
15	(A) LUPUS IS A SERIOUS, COMPLEX, DEBILITATING AUTOIMMUNE DISEASE THAT
-	CAN CAUSE INFLAMMATION AND TISSUE DAMAGE TO VIRTUALLY ANY ORGAN SYSTEM
17	IN THE BODY, INCLUDING THE SKIN, JOINTS, OTHER CONNECTIVE TISSUE, BLOOD
18	AND BLOOD VESSELS, HEART, LUNGS, KIDNEY, AND BRAIN.
τU	AND DIGOD VESSELS, MEARI, LONGS, RIDNEI, AND DRAIN.
	EXPLANATIONMatter in ITALICS (underscored) is new; matter in brackets
	[] is old law to be omitted.
	[] IS OLD IAW CO DE OMITCEED. LBD01842-03-6
	LBD01842-03-0

(B) THE LUPUS FOUNDATION OF AMERICA, INC. ESTIMATES THAT APPROXIMATELY 1 2 1.5 TO TWO MILLION AMERICANS LIVE WITH SOME FORM OF LUPUS; LUPUS AFFECTS 3 WOMEN NINE TIMES MORE OFTEN THAN MEN AND EIGHTY PERCENT OF NEWLY DIAG-4 NOSED CASES OF LUPUS DEVELOP AMONG WOMEN OF CHILDBEARING AGE.

5 LUPUS DISPROPORTIONATELY AFFECTS WOMEN OF COLOR - IT IS TWO TO (C) 6 THREE TIMES MORE COMMON AMONG AFRICAN-AMERICANS, HISPANICS, ASIANS AND 7 NATIVE AMERICANS AND IS GENERALLY MORE PREVALENT IN MINORITY POPULATIONS - A HEALTH DISPARITY THAT REMAINS UNEXPLAINED. ACCORDING TO THE CENTERS 8 9 FOR DISEASE CONTROL AND PREVENTION THE RATE OF LUPUS MORTALITY HAS 10 INCREASED SINCE THE LATE NINETEEN SEVENTIES AND IS HIGHER AMONG OLDER 11 AFRICAN-AMERICAN WOMEN.

(D) NO NEW DRUGS HAVE BEEN APPROVED BY THE U.S. FOOD AND DRUG ADMINIS-12 TRATION SPECIFICALLY FOR LUPUS IN NEARLY FORTY YEARS, AND WHILE CURRENT 13 14 TREATMENTS FOR THE DISEASE CAN BE EFFECTIVE, THEY CAN LEAD TO DAMAGING 15 SIDE EFFECTS.

(E) THE PAIN AND FATIGUE ASSOCIATED WITH LUPUS CAN THREATEN PEOPLE'S 16 17 ABILITY TO LIVE INDEPENDENTLY, MAKE IT DIFFICULT TO MAINTAIN EMPLOYMENT AND LEAD NORMAL LIVES, AND ONE IN FIVE PEOPLE WITH LUPUS IS DISABLED BY 18 19 THE DISEASE, AND CONSEQUENTLY RECEIVES SUPPORT FROM GOVERNMENT PROGRAMS, INCLUDING MEDICARE, MEDICAID, SOCIAL SECURITY DISABILITY, AND SOCIAL 20 21 SECURITY SUPPLEMENTAL INCOME.

22 ESTIMATED AVERAGE ANNUAL COST OF MEDICAL TREATMENT FOR AN (F) THEINDIVIDUAL WITH LUPUS CAN RANGE BETWEEN TEN THOUSAND DOLLARS AND THIRTY 23 THOUSAND DOLLARS; FOR PEOPLE WHO HAVE THE MOST SERIOUS FORM OF LUPUS, 24 25 MEDICAL COSTS CAN GREATLY EXCEED THIS AMOUNT, CAUSING A SIGNIFICANT 26 ECONOMIC, EMOTIONAL AND SOCIAL BURDEN TO THE ENTIRE FAMILY AND SOCIETY.

27 (G) MORE THAN HALF OF THE PEOPLE WITH LUPUS SUFFER FOUR OR MORE YEARS 28 AND VISIT THREE OR MORE PHYSICIANS BEFORE OBTAINING A DIAGNOSIS OF 29 LUPUS; EARLY DIAGNOSIS OF AND COMMENCEMENT OF TREATMENT FOR LUPUS CAN PREVENT OR REDUCE SERIOUS ORGAN DAMAGE, DISABILITY, AND DEATH. 30

(H) DESPITE THE MAGNITUDE OF LUPUS AND ITS IMPACT ON INDIVIDUALS AND 31 32 FAMILIES, HEALTH PROFESSIONAL AND PUBLIC UNDERSTANDING OF LUPUS REMAINS 33 LOW; ONLY ONE OF FIVE AMERICANS CAN PROVIDE EVEN BASIC INFORMATION ABOUT LUPUS, AND AWARENESS OF LUPUS IS LOWEST AMONG ADULTS AGES EIGHTEEN TO 34 35 THIRTY-FOUR - THE AGE GROUP MOST LIKELY TO DEVELOP SYMPTOMS OF LUPUS.

(I) LUPUS IS A SIGNIFICANT NATIONAL HEALTH ISSUE THAT DESERVES A 36 37 COMPREHENSIVE AND COORDINATED RESPONSE BY STATE AND FEDERAL GOVERNMENTS 38 WITH INVOLVEMENT OF THE HEALTH CARE PROVIDER, PATIENT, AND PUBLIC HEALTH 39 COMMUNITIES. 40

2. THE PURPOSES OF THIS TITLE ARE:

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41 (A) TO PROMOTE BASIC AND CLINICAL RESEARCH PROGRAMS DESIGNED TO REDUCE OR PREVENT SUFFERING FROM LUPUS, BY PROVIDING ADDITIONAL FUNDING TO 42 43 STATE ACADEMIC MEDICAL INSTITUTIONS WITHIN THE STATE CURRENTLY CONDUCT-44 ING OR HAVING AN INTEREST IN CONDUCTING BASIC AND CLINICAL, SOCIAL, 45 TRANSLATIONAL, TECHNOLOGICAL, EPIDEMIOLOGICAL, AND BEHAVIORAL RESEARCH ON LUPUS. SUCH ACTIVITIES MAY INCLUDE: 46 47

(I) INVESTIGATING THE PATHOGENESIS AND PHYSIOLOGY OF LUPUS;

(II) IDENTIFYING AND VALIDATING LUPUS BIOMARKERS;

49 (III) ENHANCING THE STATEWIDE INFRASTRUCTURE TO CONDUCT CLINICAL 50 TRIALS OF POTENTIAL NEW LUPUS THERAPIES;

51 (IV) DEVELOPING OR IMPROVING DIAGNOSTIC TESTS FOR EARLY DETECTION OF 52 LUPUS; AND

(V) DEVELOPING NOVEL THERAPIES TO TREAT LUPUS.

54 (B) TO ESTABLISH A MULTIDISCIPLINARY LUPUS RESEARCH ADVISORY COUNCIL 55 TO MONITOR PROGRESS AND MAKE GRANTING RECOMMENDATIONS TO THE DEPARTMENT.

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1 S 256-B. DEFINITION. AS USED IN THIS TITLE, "PROGRAM" SHALL MEAN THE 2 LUPUS RESEARCH ENHANCEMENT PROGRAM CREATED PURSUANT TO SECTION TWO 3 HUNDRED FIFTY-SIX-C OF THIS TITLE.

4 S 256-C. LUPUS RESEARCH ENHANCEMENT PROGRAM. 1. THE COMMISSIONER SHALL 5 ESTABLISH WITHIN THE DEPARTMENT A LUPUS RESEARCH ENHANCEMENT PROGRAM 6 THROUGH WHICH THE DEPARTMENT SHALL MAKE GRANTS TO STATE ACADEMIC MEDICAL 7 INSTITUTIONS WITHIN THE STATE CURRENTLY CONDUCTING OR HAVING AN INTEREST 8 IN CONDUCTING BASIC AND CLINICAL, SOCIAL, TRANSLATIONAL, TECHNOLOGICAL, 9 EPIDEMIOLOGICAL, AND BEHAVIORAL RESEARCH ON LUPUS.

ALL RESEARCH FUNDS SHALL BE AWARDED ON THE BASIS OF THE RESEARCH
 PRIORITIES ESTABLISHED FOR THE PROGRAM AND THE SCIENTIFIC MERIT OF THE
 PROPOSED RESEARCH, AS DETERMINED BY AN OPEN, COMPETITIVE PEER REVIEW
 PROCESS THAT ENSURES OBJECTIVITY, CONSISTENCY, AND HIGH QUALITY. ALL
 INVESTIGATORS, REGARDLESS OF AFFILIATION, SHALL HAVE EQUAL ACCESS AND
 OPPORTUNITY TO COMPETE FOR PROGRAM FUNDS.

16 3. THE PEER REVIEW PROCESS FOR THE SELECTION OF RESEARCH GRANTS 17 AWARDED UNDER THIS PROGRAM SHALL BE MODELED GENERALLY ON THAT USED BY 18 THE NATIONAL INSTITUTES OF HEALTH IN ITS GRANT MAKING PROCESS.

4. AN AWARDEE SHALL BE AWARDED GRANTS FOR THE FULL COST, BOTH DIRECT
AND INDIRECT, OF CONDUCTING THE SPONSORED RESEARCH CONSISTENT WITH THOSE
FEDERAL GUIDELINES GOVERNING ALL FEDERAL RESEARCH GRANTS AND CONTRACTS.
ALL INTELLECTUAL PROPERTY ASSETS DEVELOPED UNDER THIS PROGRAM SHALL BE
TREATED IN ACCORDANCE WITH STATE AND FEDERAL LAW.

5. IN ESTABLISHING ITS RESEARCH PRIORITIES, THE STATE SHALL CONSULT 24 25 WITH THE LUPUS RESEARCH ADVISORY COUNCIL AND CONSIDER A BROAD RANGE OF 26 CROSS-DISCIPLINARY LUPUS RESEARCH, INCLUDING, BUT NOT LIMITED TO, 27 RESEARCH INTO THE CAUSE, CURE, AND DIAGNOSIS OF LUPUS; TRANSLATIONAL AND TECHNOLOGICAL RESEARCH, INCLUDING RESEARCH TO DEVELOP IMPROVED DIAGNOS-28 TIC TESTS; RESEARCH REGARDING THE CULTURAL, ECONOMIC, AND LEGAL BARRIERS 29 TO ACCESSING THE HEALTH CARE SYSTEM FOR EARLY DETECTION AND TREATMENT OF 30 LUPUS; AND RESEARCH EXAMINING THE HEALTH DISPARITIES SEEN IN THE INCI-31 32 DENCE AND PREVALENCE OF LUPUS.

33 S 256-D. LUPUS RESEARCH ADVISORY COUNCIL. 1. OPERATIONS. (A) THE COUN-34 CIL SHALL BE COMPRISED OF FIFTEEN MEMBERS REPRESENTING A BROAD RANGE OF 35 EXPERTISE AND EXPERIENCE.

36 (B) INDIVIDUALS AND ORGANIZATIONS MAY SUBMIT NOMINATIONS TO THE 37 COMMISSIONER THROUGH THE COUNCIL.

(C) EACH APPOINTED COUNCIL MEMBER SHOULD HAVE FAMILIARITY WITH LUPUS
AND ISSUES THAT SURROUND LUPUS AND BE ONE OF THE FOLLOWING: HEALTH AND
MEDICAL PROFESSIONAL WITH EXPERTISE IN LUPUS; AN INDIVIDUAL WITH LUPUS;
A REPRESENTATIVE FROM A LOCAL OR COUNTY HEALTH DEPARTMENT; OR A RECOGNIZED EXPERT IN THE PROVISION OF HEALTH SERVICES TO WOMEN, LUPUS
RESEARCH OR HEALTH DISPARITIES.

44 (D) THE COUNCIL SHALL BE COMPRISED AS FOLLOWS:

45 (I) AT LEAST THREE INDIVIDUALS WITH LUPUS;

46 (II) NO MORE THAN TWO REPRESENTATIVES FROM THE DEPARTMENT;

47 (III) AT LEAST FIVE INDIVIDUALS FROM LUPUS NONPROFIT HEALTH ORGANIZA-48 TIONS; AND

(IV) AT LEAST FIVE SCIENTISTS OR CLINICIANS WITH EXPERIENCE IN LUPUS
AND WHO PARTICIPATE IN VARIOUS FIELDS OF SCIENTIFIC ENDEAVOR, INCLUDING,
BUT NOT LIMITED TO, THE FIELDS OF BIOMEDICAL RESEARCH, SOCIAL, TRANSLATIONAL, BEHAVIORAL AND EPIDEMIOLOGICAL RESEARCH, AND PUBLIC HEALTH.

53 (E) ALL MEMBERS OF THE COUNCIL SHALL BE APPOINTED BY THE COMMISSIONER 54 AND THE COMMISSIONER SHALL CHOOSE FROM AMONG THE FIFTEEN COUNCIL MEMBERS 55 ONE MEMBER TO SERVE AS CHAIR.

(F) ALL MEMBERS OF THE COUNCIL SHALL SERVE TERMS OF TWO YEARS EACH. 1 2 MEMBERS CAN BE NAMED TO SERVE A TOTAL OF TWO TERMS AND TERMS CAN BE 3 CONSECUTIVE. 4 (G) MEMBERS SHALL SERVE WITHOUT COMPENSATION, BUT SHALL BE ENTITLED TO 5 ACTUAL, NECESSARY EXPENSES INCURRED IN THE PERFORMANCE OF THEIR BUSINESS 6 AS MEMBERS OF THE COUNCIL. 7 (H) A MAJORITY OF THE MEMBERS OF THE COUNCIL SHALL CONSTITUTE A 8 QUORUM. A MAJORITY VOTE OF A QUORUM SHALL BE REQUIRED FOR ANY OFFICIAL 9 ACTION OF THE COUNCIL. 10 (I) THE COUNCIL SHALL MEET AT THE CALL OF THE CHAIR, BUT NOT LESS THAN 11 FOUR TIMES PER YEAR. 12 2. FUNCTIONS. THE LUPUS RESEARCH ADVISORY COUNCIL SHALL: 13 (A) REVIEW SUBMITTED GRANT APPLICATIONS AND MAKE RECOMMENDATIONS TO 14 THE COMMISSIONER, AND THE COMMISSIONER SHALL, AT HIS OR HER DISCRETION, 15 GRANT APPROVAL OF APPLICATIONS FOR GRANTS FROM THOSE APPLICATIONS RECOM-MENDED BY THE COUNCIL (IF A COUNCIL MEMBER SUBMITS AN APPLICATION FOR A 16 17 GRANT FROM THE LUPUS RESEARCH AND EDUCATION FUND, HE OR SHE WILL BE PROHIBITED FROM REVIEWING AND MAKING A RECOMMENDATION ON THE APPLICA-18 19 TION); (B) CONSULT WITH THE NATIONAL INSTITUTES OF HEALTH, CENTERS FOR 20 DISEASE CONTROL AND PREVENTION, THE AGENCY FOR HEALTHCARE RESEARCH AND 21 22 QUALITY, THE NATIONAL ACADEMY OF SCIENCES (INSTITUTE OF MEDICINE), LUPUS 23 ADVOCACY GROUPS, AND OTHER ORGANIZATIONS OR ENTITIES WHICH MAY BE 24 INVOLVED IN LUPUS RESEARCH TO SOLICIT BOTH INFORMATION REGARDING LUPUS 25 RESEARCH PROJECTS THAT ARE CURRENTLY BEING CONDUCTED AND RECOMMENDATIONS 26 FOR FUTURE RESEARCH PROJECTS; AND 27 (C) SHALL TRANSMIT ANNUALLY ON OR BEFORE DECEMBER THIRTY-FIRST, A REPORT TO THE LEGISLATURE ON GRANTS MADE, GRANTS IN PROGRESS, PROGRAM 28 29 ACCOMPLISHMENTS, AND FUTURE PROGRAM DIRECTIONS. EACH REPORT SHALL INCLUDE, BUT NOT BE LIMITED TO, THE FOLLOWING INFORMATION: 30 (I) THE NUMBER AND DOLLAR AMOUNTS OF RESEARCH GRANTS, INCLUDING THE 31 32 AMOUNT ALLOCATED TO INDIRECT COSTS; 33 (II) THE SUBJECT OF RESEARCH GRANTS; 34 (III) THE RELATIONSHIP BETWEEN FEDERAL AND STATE FUNDING FOR LUPUS 35 RESEARCH; (IV) THE RELATIONSHIP BETWEEN EACH PROJECT AND THE OVERALL STRATEGY OF 36 37 THE RESEARCH PROGRAM; 38 (V) A SUMMARY OF RESEARCH FINDINGS INCLUDING DISCUSSION OF PROMISING 39 NEW AREAS; 40 (VI) THE INSTITUTIONS AND CAMPUSES RECEIVING GRANT AWARDS; AND (VII) THE FIRST ANNUAL REPORT SHALL INCLUDE AN EVALUATION AND RECOM-41 MENDATIONS CONCERNING THE DESIRABILITY AND FEASIBILITY OF REQUIRING 42 FOR-PROFIT GRANTEES TO COMPENSATE THE STATE IN THE EVENT THAT A GRANT 43 44 RESULTS IN THE DEVELOPMENT OF A PROFIT-MAKING PRODUCT. THIS EVALUATION SHALL INCLUDE, BUT NOT BE LIMITED TO, THE COSTS AND BENEFITS OF REQUIR-45 ING A FOR-PROFIT GRANTEE TO REPAY THE GRANT, TO PROVIDE THE PRODUCT AT 46 47 COST TO STATE PROGRAMS SERVING LOW-INCOME LUPUS PATIENTS, AND TO PAY THE 48 STATE A PERCENTAGE OF THE ROYALTIES DERIVED FROM THE PRODUCT. 49 3. CONTRIBUTIONS. THE SECRETARY OF THE LUPUS RESEARCH ADVISORY COUNCIL 50 MAY ACCEPT GRANTS, SERVICES, AND PROPERTY FROM THE FEDERAL GOVERNMENT, 51 FOUNDATIONS, ORGANIZATIONS, MEDICAL SCHOOLS, AND OTHER ENTITIES AS MAY BE AVAILABLE FOR THE PURPOSES OF FULFILLING THE OBLIGATIONS OF THIS 52 PROGRAM. ANY SUCH FUNDS SHALL SUPPLEMENT AND NOT SUPPLANT APPROPRIATIONS 53 54 PROVIDED FOR THE IMPLEMENTATION OF THIS ARTICLE.

4. WAIVERS. THE SECRETARY OF THE LUPUS RESEARCH ADVISORY COUNCIL SHALL
 SEEK ANY FEDERAL WAIVER OR WAIVERS THAT MAY BE NECESSARY TO MAXIMIZE
 FUNDS FROM THE FEDERAL GOVERNMENT TO IMPLEMENT THIS PROGRAM.

4 S 256-E. LUPUS RESEARCH ENHANCEMENT FUND. ALL MONEYS RECEIVED PURSUANT 5 TO SECTION TWO HUNDRED FIFTY-SIX-C OF THIS TITLE SHALL BE CREDITED TO 6 THE FUND, AS ESTABLISHED BY SECTION NINETY-FIVE-I OF THE STATE FINANCE 7 LAW. THE COMMISSIONER SHALL USE THE FUND TO ADMINISTER THE LUPUS 8 RESEARCH ENHANCEMENT PROGRAM AND TO MAKE GRANTS TO AWARDEES PURSUANT TO 9 SECTION TWO HUNDRED FIFTY-SIX-C OF THIS TITLE.

10 S 2. The state finance law is amended by adding a new section 95-i to 11 read as follows:

12 S 95-I. LUPUS RESEARCH ENHANCEMENT FUND. 1. THERE IS HEREBY ESTAB-13 LISHED IN THE JOINT CUSTODY OF THE COMMISSIONER OF TAXATION AND FINANCE 14 AND THE COMPTROLLER, A SPECIAL FUND TO BE KNOWN AS THE "LUPUS RESEARCH 15 ENHANCEMENT FUND".

SUCH FUND SHALL CONSIST OF ALL MONIES APPROPRIATED FOR THE PURPOSE
 OF SUCH FUND AND ANY GRANT, GIFT OR BEQUEST MADE TO THE LUPUS RESEARCH
 ENHANCEMENT PROGRAM AS ESTABLISHED BY TITLE FOUR-A OF ARTICLE TWO OF THE
 PUBLIC HEALTH LAW.

MONEYS OF THE FUND SHALL BE AVAILABLE FOR GRANTS THROUGH THE LUPUS
 RESEARCH ENHANCEMENT PROGRAM ADVISORY COUNCIL AND FOR THE EXPENSES OF
 THE LUPUS RESEARCH ENHANCEMENT PROGRAM ADVISORY COUNCIL, AND SHALL BE
 EXPENDED ONLY FOR THE PURPOSES SPELLED OUT IN SECTIONS TWO HUNDRED
 FIFTY-SIX-C AND TWO HUNDRED FIFTY-SIX-D OF THE PUBLIC HEALTH LAW.

4. MONEYS IN THE LUPUS RESEARCH ENHANCEMENT FUND SHALL BE KEPT SEPA-RATE AND SHALL NOT BE COMMINGLED WITH ANY OTHER MONEYS IN THE CUSTODY OF THE COMMISSIONER OF TAXATION AND FINANCE AND THE COMPTROLLER.

5. THE MONEYS OF THE FUND SHALL BE PAID OUT ON THE AUDIT AND WARRANT OF THE COMPTROLLER ON VOUCHERS CERTIFIED OR APPROVED BY THE COMMISSIONER OF HEALTH, OR BY AN OFFICER OR EMPLOYEE OF THE DEPARTMENT OF HEALTH DESIGNATED BY SUCH COMMISSIONER.

32 S 3. This act shall take effect immediately.