## **HOUSE BILL 775**

J1, Q3 2lr0701

By: Delegates McIntosh, Bagnall, Bartlett, Barve, Belcastro, Boyce, Bridges, Brooks, Chang, Charles, Cullison, W. Fisher, Foley, Forbes, Guyton, Henson, R. Jones, Kaiser, Kerr, Korman, J. Lewis, Love, Patterson, Proctor, Queen, Reznik, Ruth, Smith, Solomon, Stein, Valentino-Smith, Williams, and P. Young

Introduced and read first time: February 3, 2022

Assigned to: Health and Government Operations and Ways and Means

Committee Report: Favorable

House action: Adopted

Read second time: March 13, 2022

CHAPTER			

- 1 AN ACT concerning
- 2 Maryland Pediatric Cancer Fund Establishment and Income Tax Checkoff
- 3 FOR the purpose of establishing the Maryland Pediatric Cancer Fund; establishing the 4 Maryland Pediatric Cancer Advisory Committee to review and evaluate requests for 5 funding from the Fund; requiring the Secretary of Health to consider the evaluations 6 of the Advisory Committee before determining how to provide grants to eligible 7 persons from the Fund; requiring the Secretary to adopt regulations to implement a 8 pediatric cancer grant program; requiring the Comptroller to include a checkoff on 9 individual income tax return forms for voluntary contributions to the Fund and to 10 include certain information in each individual income tax return package; and 11 generally relating to the Maryland Pediatric Cancer Fund.
- 12 BY adding to
- 13 Article Health General
- Section 20–120 and 20–121 to be under the new part "Part V. Pediatric Cancer"
- 15 Annotated Code of Maryland
- 16 (2019 Replacement Volume and 2021 Supplement)
- 17 BY adding to
- 18 Article Tax General
- 19 Section 2–112.1 and 10–804(l)

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



- 1 Annotated Code of Maryland
- 2 (2016 Replacement Volume and 2021 Supplement)
- 3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 4 That the Laws of Maryland read as follows:
- 5 Article Health General
- 6 **20–118.** RESERVED.
- 7 **20–119.** RESERVED.
- 8 PART V. PEDIATRIC CANCER.
- 9 **20–120.**
- 10 (A) IN THIS PART THE FOLLOWING WORDS HAVE THE MEANINGS
- 11 INDICATED.
- 12 (B) "ADVISORY COMMITTEE" MEANS THE MARYLAND PEDIATRIC CANCER
- 13 ADVISORY COMMITTEE.
- 14 (C) "FUND" MEANS THE MARYLAND PEDIATRIC CANCER FUND
- 15 ESTABLISHED UNDER THIS SECTION.
- 16 (D) "INCOME TAX CHECKOFF SYSTEM" MEANS THE CHECKOFF SYSTEM
- 17 ESTABLISHED UNDER § 2–112.1 OF THE TAX GENERAL ARTICLE.
- 18 (E) "PEDIATRIC CANCER RESEARCH" INCLUDES RESEARCH TO DEVELOP
- 19 AND ADVANCE THE UNDERSTANDING OF PEDIATRIC CANCER AND THE TECHNIQUES
- 20 AND MODALITIES EFFECTIVE IN THE PREVENTION, CURE, SCREENING, AND
- 21 TREATMENT OF PEDIATRIC CANCER.
- 22 **20–121.**
- 23 (A) (1) THERE IS A MARYLAND PEDIATRIC CANCER FUND.
- 24 (2) THE NET PROCEEDS FROM CONTRIBUTIONS UNDER THE INCOME
- 25 TAX CHECKOFF SYSTEM AND ANY OTHER DONATIONS TO THE FUND SHALL BE
- 26 CREDITED TO THE FUND.
- 27 (3) THE SECRETARY SHALL ADMINISTER THE FUND.
- 28 (4) THE FUND SHALL BE USED ONLY FOR PEDIATRIC CANCER

- 1 RESEARCH, PREVENTION, AND TREATMENT AS PROVIDED IN SUBSECTION (C) OF
- 2 THIS SECTION.
- 3 (5) THE FUND SHALL BE MAINTAINED FOR THE PURPOSES STATED IN
- 4 THIS SECTION AND UNSPENT PORTIONS OF THE FUND SHALL REMAIN IN THE FUND
- 5 AND MAY NOT REVERT TO THE GENERAL FUND OF THE STATE.
- 6 (6) MONEY EXPENDED FROM THE FUND FOR PEDIATRIC CANCER
- 7 RESEARCH, PREVENTION, AND TREATMENT IS SUPPLEMENTAL TO AND IS NOT
- 8 INTENDED TO TAKE THE PLACE OF FUNDING THAT WOULD OTHERWISE BE
- 9 APPROPRIATED TO THE DEPARTMENT FOR PEDIATRIC CANCER RESEARCH,
- 10 PREVENTION, AND TREATMENT.
- 11 (7) ALL EXPENDITURES FROM THE FUND SHALL BE MADE ONLY IN
- 12 ACCORDANCE WITH AN APPROPRIATION APPROVED BY THE GENERAL ASSEMBLY IN
- 13 THE ANNUAL STATE BUDGET OR THROUGH AN APPROVED BUDGET AMENDMENT
- 14 UNDER §§ 7–209 AND 7–210 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 15 (B) (1) THERE IS A MARYLAND PEDIATRIC CANCER ADVISORY
- 16 COMMITTEE.
- 17 (2) (I) THE ADVISORY COMMITTEE CONSISTS OF SIX MEMBERS,
- 18 APPOINTED BY THE GOVERNOR.
- 19 (II) THE MEMBERS OF THE ADVISORY COMMITTEE SHALL
- 20 INCLUDE INDIVIDUALS WITH EXPERIENCE:
- 21 1. TREATING PATIENTS FOR PEDIATRIC CANCER;
- 22 CONDUCTING RESEARCH ON PEDIATRIC CANCER;
- 3. ADVOCATING TO ADVANCE PEDIATRIC CANCER
- 24 RESEARCH OR TREATMENT; OR
- 4. HAVING BEEN PERSONALLY AFFECTED BY THEIR
- 26 OWN DIAGNOSIS WITH PEDIATRIC CANCER OR A DIAGNOSIS OF PEDIATRIC CANCER
- 27 IN A FAMILY MEMBER.
- 28 (3) THE DIRECTOR OF THE MARYLAND COMPREHENSIVE CANCER
- 29 CONTROL PROGRAM WITHIN THE DEPARTMENT SHALL CHAIR THE ADVISORY
- 30 **COMMITTEE.**

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(4) THE ADVISORY COMMITTEE SHALL:

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- 1 (I) MEET AT THE TIMES, AND WITH A FREQUENCY, AS 2 DETERMINED BY THE ADVISORY COMMITTEE;
- 3 (II) ADOPT RULES TO PROVIDE FOR TERM LIMITS OF ITS 4 MEMBERS AND A QUORUM; AND
- 5 (III) ESTABLISH ANY OTHER RULES OF ORDER THE ADVISORY 6 COMMITTEE DETERMINES TO BE APPROPRIATE.

## (5) THE ADVISORY COMMITTEE SHALL:

- 8 (I) REVIEW AND EVALUATE REQUESTS FOR FUNDING FROM 9 THE FUND TO IDENTIFY INNOVATIVE PROJECTS THAT ARE ELIGIBLE TO RECEIVE GRANTS FROM THE FUND; AND
- 11 (II) SUBMIT THE COMPLETED EVALUATIONS TO THE 12 SECRETARY.
- 13 (C) (1) THE SECRETARY MAY DISTRIBUTE NOT MORE THAN 5% OF THE 14 NET PROCEEDS OF THE FUND TO A PROMOTIONAL ACCOUNT TO BE USED TO 15 PROMOTE FURTHER DONATIONS TO THE FUND.
- AFTER MAKING THE DISTRIBUTION ALLOWED UNDER 16 **(2)** (I)PARAGRAPH (1) OF THIS SUBSECTION, THE SECRETARY SHALL CONSIDER THE 17 EVALUATIONS FROM THE ADVISORY COMMITTEE BEFORE DETERMINING HOW TO 18 19 USE THE REMAINDER OF THE NET PROCEEDS OF THE FUND TO PROVIDE GRANTS TO 20 ELIGIBLE PHYSICIANS, HOSPITALS, LABORATORIES, EDUCATIONAL INSTITUTIONS, 21AND OTHER ORGANIZATIONS AND PERSONS TO CONDUCT PEDIATRIC CANCER 22RESEARCH, PREVENTION, OR TREATMENT.
- (II) MONEY RECEIVED FROM THE GRANT PROGRAM UNDER
  THIS SECTION MAY NOT BE USED TO PAY FOR INSTITUTIONAL OVERHEAD EXPENSES,
  ORGANIZATIONAL EXPENSES, OR CHARGES THAT ARE NOT DIRECTLY RELATED TO
  PEDIATRIC CANCER RESEARCH, PREVENTION, OR TREATMENT.
- 27 (D) (1) ON OR BEFORE AUGUST 31 EACH YEAR, THE SECRETARY SHALL SUBMIT A REPORT TO THE GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, ON THE ADMINISTRATION OF THE FUND.
- 30 **(2)** THE REPORT REQUIRED UNDER THIS SUBSECTION SHALL 31 INCLUDE:

- 1 (I) THE GROSS AMOUNT OF DONATIONS TO THE FUND 2 THROUGH THE INCOME TAX CHECKOFF SYSTEM AND OTHERWISE;
- 3 (II) THE COST OF ADMINISTRATION BY THE COMPTROLLER OF 4 THE INCOME TAX CHECKOFF SYSTEM;
- 5 (III) A DESCRIPTION OF PROMOTIONAL EFFORTS UNDERTAKEN 6 WITH MONEY FROM THE FUND; AND
- 7 (IV) A DETAILED ACCOUNTING OF THE USE OF THE FUND.
- 8 (E) THE SECRETARY SHALL ADOPT REGULATIONS TO IMPLEMENT A 9 PEDIATRIC CANCER GRANT PROGRAM UNDER THIS SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
- 12 Article Tax General
- 13 **2–112.1.**
- 14 (A) (1) THE COMPTROLLER SHALL INCLUDE ON THE INDIVIDUAL
- 15 INCOME TAX RETURN FORM A CHECKOFF DESIGNATED AS THE "MARYLAND
- 16 PEDIATRIC CANCER FUND CONTRIBUTION".
- 17 (2) THE CHECKOFF SHALL STATE THAT:
- 18 (I) THE INDIVIDUAL, OR EACH SPOUSE IN THE CASE OF A JOINT
- 19 RETURN, MAY CONTRIBUTE TO THE MARYLAND PEDIATRIC CANCER FUND THE
- 20 AMOUNT DESIGNATED BY THE INDIVIDUAL; AND
- 21 (II) 1. THE INDIVIDUAL SHALL DEDUCT THE AMOUNT OF THE
- 22 CONTRIBUTION FROM ANY REFUND TO WHICH THE INDIVIDUAL IS ENTITLED; OR
- 23 2. IF THE INDIVIDUAL IS NOT ENTITLED TO A REFUND,
- 24 THE INDIVIDUAL SHALL ADD THE AMOUNT OF THE CONTRIBUTION TO THE INCOME
- 25 TAX TO BE PAID WITH THE RETURN.
- 26 (3) The Comptroller shall include, with the individual
- 27 INCOME TAX RETURN PACKAGE, A DESCRIPTION OF THE PURPOSES FOR WHICH THE
- 28 MARYLAND PEDIATRIC CANCER FUND WAS ESTABLISHED AND THE PURPOSES FOR
- 29 WHICH THE FUND MAY BE USED.
- 30 **(B)** THE COMPTROLLER SHALL:

$\frac{1}{2}$	(1) COLLECT THE CHECKOFF CONTRIBUTIONS AND ACCOUNT TO THE STATE TREASURER FOR THE MONEY COLLECTED;
3 4 5	(2) FROM THE CONTRIBUTIONS COLLECTED, DISTRIBUTE THE AMOUNT NECESSARY TO ADMINISTER THE CHECKOFF SYSTEM TO AN ADMINISTRATIVE COST ACCOUNT; AND
6 7 8 9	(3) AFTER THE DISTRIBUTION UNDER ITEM (2) OF THIS SUBSECTION DISTRIBUTE THE REMAINDER OF THE MONEY COLLECTED UNDER THIS SUBSECTION TO THE MARYLAND PEDIATRIC CANCER FUND ESTABLISHED UNDER § 20–121 OF THE HEALTH – GENERAL ARTICLE.
10	10–804.
11 12 13	(L) AN INDIVIDUAL MAY DESIGNATE A CONTRIBUTION TO THE MARYLAND PEDIATRIC CANCER FUND, ESTABLISHED UNDER § 20–121 OF THE HEALTH GENERAL ARTICLE, BY THE CHECKOFF SYSTEM ON THE RETURN.
14 15	SECTION 3. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall be applicable to all taxable years beginning after December 31, 2021.
16 17	SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2022.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.