

Overview of Cancer Prevention and Research Institute of Texas (CPRIT) Funding



**HOUSE APPROPRIATIONS COMMITTEE
PREPARED BY THE LEGISLATIVE
BUDGET BOARD
DECEMBER 20, 2012**

Establishment and Creation of CPRIT



- **CPRIT was established with the passage and ratification by voters of a constitutional amendment in November 2007 (House Joint Resolution 90, Eightieth Legislature, 2007);**
- **CPRIT is the successor agency to the Cancer Council;**
- **Amendment authorized \$3 billion in general obligation bonds to fund grants for cancer prevention and research, and agency operations;**

Article III, Section 67 & Health and Safety Code 102



- **Amendment also limits issuance of bonds, by the Texas Public Finance Authority on behalf of CPRIT, to no more than \$300 million per fiscal year;**

- **CPRIT is governed by the Constitution & Statute:**
 - Art. III, Sec. 67 of the Texas Constitution includes the original amendment creating the agency and authorizing bond issuance.
 - Health and Safety Code 102, CPRIT's enabling statute (HB 14, 80th Legislature) provides:
 - ✦ **Sunset date of September 2021;**
 - ✦ **Limits the amount of awards for prevention grants to 10 percent in any given fiscal year; and**
 - ✦ **Establishes the Oversight Committee as CPRIT's governing body.**

Oversight Committee



- **CPRIT is governed by an Oversight Committee which consists of 11 members composed of three appointees each from the Governor, Lieutenant Governor, and Speaker of the House of Representatives. Additionally, both the Comptroller and Attorney General, or their respective designees, are members of the Oversight Committee.**
- **Each appointee serves staggered six-year terms and may include cancer survivors and family members of cancer patients.**

Appropriations



- **House Bill 1, Eightieth Legislature, 2007, provided \$6.6 million in General Revenue Related Funds for the 2008-09 biennium for the Cancer Council, contingent on the passage of a constitutional amendment be renamed the Cancer Prevention and Research Institute of Texas; and**
- **House Bill 4586, Eighty-first Legislature, 2009, appropriated \$0.9 million out of General Revenue for operations of the Cancer Prevention and Research Institute for fiscal years 2009, 2010 and 2011.**

Appropriations and Expenditures 2010-11 Biennium



Senate Bill 1, 81st Legislature, 2009, appropriated \$450 million in General Obligation Bond Proceeds to CPRIT for the 2010-11 biennium.

	Award Cancer Research Grants	Award Cancer Prevention Grants*	Direct and Indirect Administration
Appropriated	\$389,180,850	\$43,492,650	\$15,493,500
Expended	\$386,756,521	\$43,550,251	\$18,116,960
Amount Over/(Under)	(\$2,424,329)	\$57,601	\$2,623,460

Source: Legislative Budget Board and Cancer Prevention and Research Institute of Texas

Note: Article IX, Section 14.01 Transfer Authority, of the 2010-11 General Appropriations Act, provides an agency to transfer up to 12.5 percent from one Item of Appropriation to another Item of Appropriation.

*Not included is \$42,000 out of General Revenue Dedicated - Cancer Prevention and Research Fund No. 5136 for prevention grants.

Appropriations and Expenditures 2012-13 Biennium



House Bill 1, 82nd Legislature, 2011, appropriated \$600 million in General Obligation Bond Proceeds to CPRIT for the 2012-13 Biennium.

	Award Cancer Research Grants	Award Cancer Prevention Grants*	Grant Review and Award Operations**	Indirect Administration
Appropriated	\$516,382,196	\$58,037,134	\$12,888,718	\$5,816,844
Expended/ Budgeted	\$504,388,007	\$58,038,340	\$24,217,153	\$7,507,770
Amount Over/(Under)	(\$11,994,189)	\$1,206	\$11,328,435	\$1,690,926

Source: Legislative Budget Board and Cancer Prevention and Research Institute of Texas

Note: Article IX, Section 14.01 Transfer Authority, 2012-13 General Appropriations Act, allows agencies to transfer up to 20 percent from one Item of Appropriation into another Item of Appropriation.

*Not included is \$24,000 out of General Revenue Dedicated - Cancer Prevention and Research Fund No. 5136 for prevention grants.

**Not included is \$40,000 out of Appropriated Receipts for fees paid by commercialization grant applicants for additional costs associated with the commercialization review

Appropriations and Expenditures Total for 2010-11 and 2012-13 Biennia



	Award Cancer Research Grants	Award Cancer Prevention Grants*	Direct and Indirect Administration**
Appropriated	\$905,563,046	\$101,529,784	\$34,199,062
Expended	\$891,144,528	\$101,588,591	\$49,841,883
Amount Over/(Under)	(\$14,418,518)	\$58,807	\$15,642,821

Source: Legislative Budget Board and Cancer Prevention and Research Institute of Texas

Note: Article IX, Section 14.01 Transfer Authority, of the 2010-11 General Appropriations Act, provides an agency to transfer up to 12.5 percent from one Item of Appropriation to another Item of Appropriation and Article IX, Section 14.01 Transfer Authority, 2012-13 General Appropriations Act, allows agencies to transfer up to 20 percent from one Item of Appropriation into another Item of Appropriation.

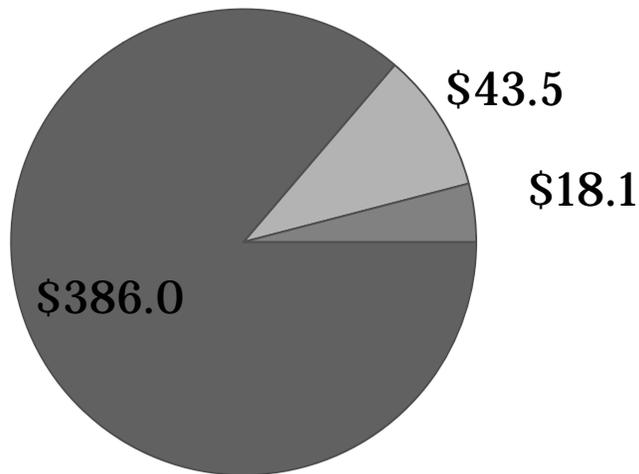
*Not included is \$62,000 out of General Revenue Dedicated - Cancer Prevention and Research Fund No. 5136 for prevention grants.

**Not included is \$40,000 out of Appropriated Receipts for fees paid by commercialization grant applicants for additional costs associated with the commercialization review

CPRIT's Expenditures (In Millions)

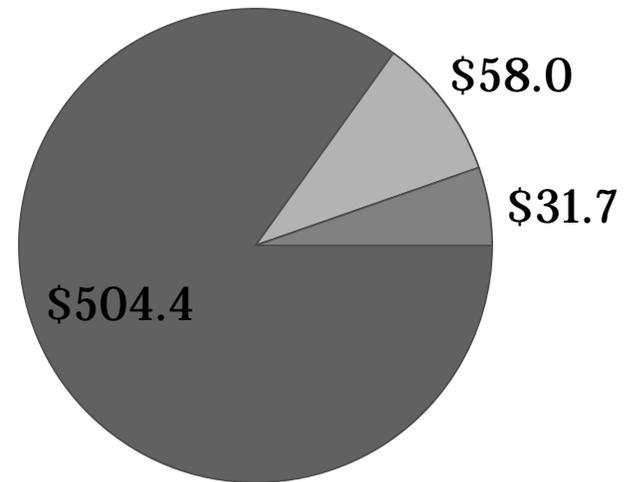


2010-11 Expended



- Cancer Research Grants FTEs: 20.5
- Cancer Prevention Grants
- Grant Review and Indirect Administration

2012-13 Estimated/Budgeted



- Cancer Research Grants FTEs: 24.0
- Cancer Prevention Grants
- Grant Review and Indirect Administration

Source: Legislative Budget Board and Cancer Prevention and Research Institute of Texas

CPRIT Grant Programs

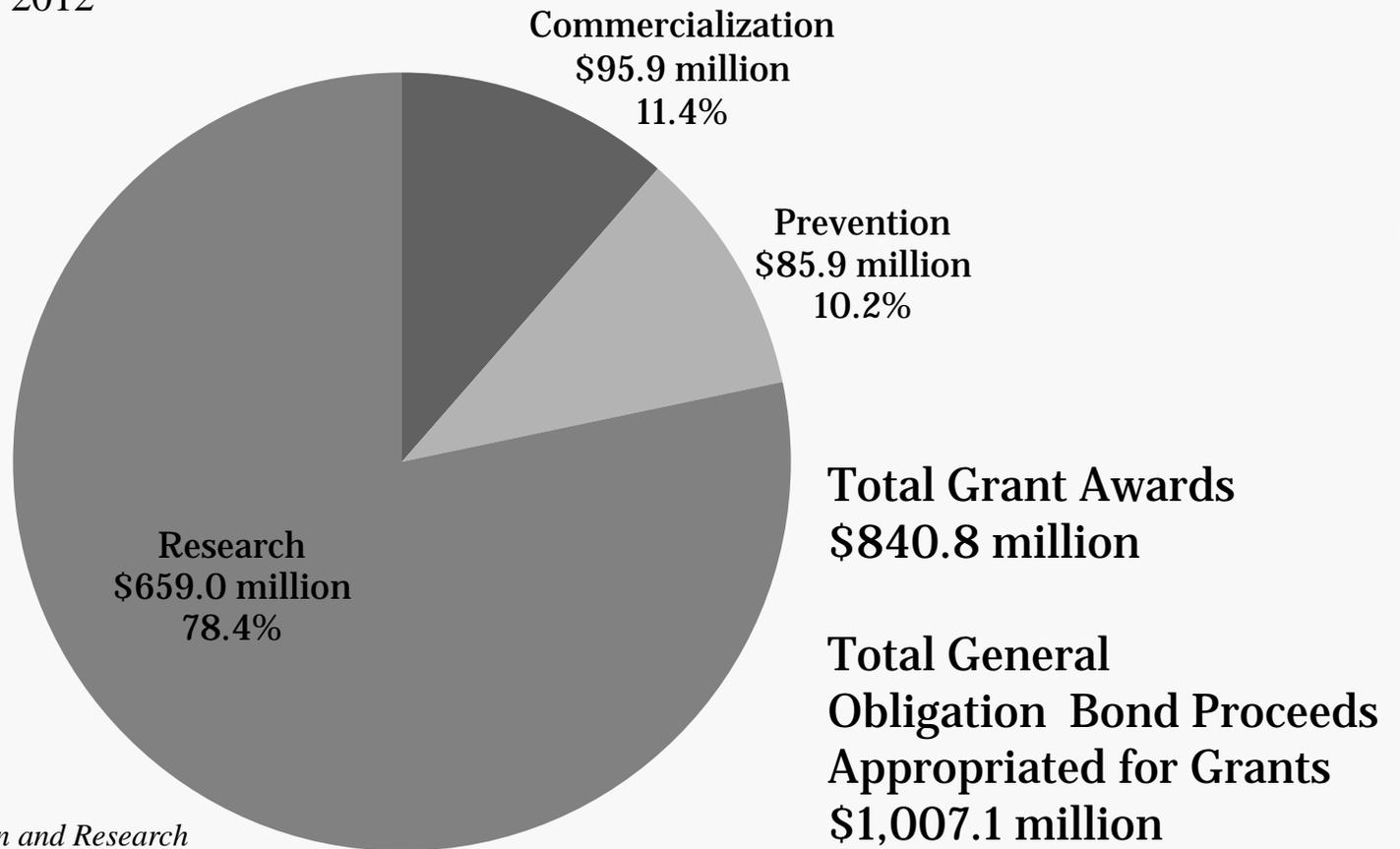


- CPRIT has awarded approximately \$840.8 million in grant awards, and expects to award an additional \$151.9 million through the end of fiscal year 2013, in 3 categories:
- Research - grants for basic science to translational research and clinical applications. These grants range from short-term projects to multi-year research programs at laboratories and research facilities throughout the state;
- Prevention- grants that target projects and new partnerships, that increase the availability of screening services provided and detection of cancer, to increase survival rates; and
- Commercialization - grants focus on the commercialization of cancer detection, drugs and devices that demonstrate significant potential.

Total CPRIT Grant Awards By Type



As of December 5, 2012



Source: Cancer Prevention and Research Institute of Texas

Appropriations of Bond Proceeds and Bond Issuances



	2010	2011*	2010-11 Biennial Total
Appropriated	\$225,000,000	\$225,000,000	\$450,000,000
Issued	225,000,000	\$62,575,000	\$287,575,000**

*House Bill 2251, 82nd Legislature, 2011, removed the escrow requirement and allows the Texas Public Finance Authority to issue the CPRIT bonds as needed for expenditure.

	2012	2013 (thru December 2012)	2012-13 Biennial Total
Appropriated	\$300,000,000	\$300,000,000	\$600,000,000
Issued	75,700,000	\$9,600,000	\$85,300,000**

Source: Legislative Budget Board and Texas Public Finance Authority

**As of December 14, 2012, approximately \$677,125,000 in Bond Proceeds appropriated to CPRIT during the 2010-11 and 2012-13 biennia remain unissued.