2010 A bill to be entitled 1 2 An act relating to blood establishments; providing 3 legislative findings and intent; amending s. 381.06014, 4 F.S.; revising the definition of the term "blood 5 establishment"; requiring a blood establishment to report 6 certain financial information to the Agency for Health 7 Care Administration; requiring a blood establishment to 8 identify suppliers, sources, costs, destinations, and 9 pricing structure of its inventory of blood products; 10 providing for a fee; authorizing the agency to adopt rules; providing an effective date. 11 12 13 Be It Enacted by the Legislature of the State of Florida: 14 15 Section 1. Legislative findings and intent.-The 16 Legislature finds that blood establishments in the state have 17 historically not been subject to financial disclosure or to public disclosure of their basic operations despite the fact 18 19 that they are responsible for providing blood products on a vast 20 scale for use in transfusions and other vital and necessary 21 services to the citizens of the state. The Legislature intends 22 that blood establishments in the state be subject to financial 23 reporting requirements and transparency concerning the supply, 24 sources, cost, pricing, and destinations of blood products. Section 2. Section 381.06014, Florida Statutes, is amended 25 26 to read: 27 381.06014 Blood establishments.-28 As used in this section, the term "blood (1) Page 1 of 4

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29 establishment" means any person, entity, or organization, 30 operating within the state, which examines an individual for the 31 purpose of blood donation or which collects, processes, stores, 32 tests, or distributes blood or blood components collected from 33 the human body for the purpose of transfusion, for any other 34 medical purpose, or for the production of any biological 35 product. The term does not include a hospital licensed under 36 chapter 395.

37 (2)Any blood establishment operating in the state may not 38 conduct any activity defined in subsection (1) unless that blood 39 establishment is operated in a manner consistent with the provisions of Title 21 parts 211 and 600-640, Code of Federal 40 41 Regulations. In addition, any blood establishment operating in 42 the state shall file an annual report with the Agency for Health 43 Care Administration disclosing the following information: 44 (a) The blood establishment's audited financial statements, prepared according to generally accepted accounting 45 46 principles, disclosing all assets, liabilities, operating and 47 nonoperating revenues, operating and nonoperating expenses, net 48 income, cash flow, and accountants' notes.

49 (b) The quantity of blood products, by type, that are 50 within the blood establishment's inventory at the beginning and 51 at the end of the reporting period.

52 (c) The source of blood products collected during the 53 reporting period. This component of the report shall indicate 54 the extent to which blood was collected by the blood 55 establishment from individual donors within the state and the 56 extent to which blood was obtained by the blood establishment

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57 from blood service providers within or outside of the state. The 58 identity of any individual donor shall not be disclosed. The name, business address, and quantity of blood product received 59 from any other blood establishment within or outside of the 60 61 state shall be disclosed. 62 The blood establishment's general administrative and (d) 63 overhead costs, including salaries, associated with collecting, processing, testing, storing, and distributing blood products, 64 65 itemized separately and with specificity. (e) 66 The destination of all blood products disseminated by 67 the blood establishment during the reporting period, indicating 68 the quantity, type of blood product, and name and business address of the recipient. The sale or delivery of blood products 69 70 outside of the state and outside of the United States must be 71 separately designated in this report. 72 (f) The blood establishment net pricing, which is the list 73 price minus all applicable discounts, rebates, and any other 74 contractual or policy deductions, for the blood establishment's 75 25 largest providers or recipients of the following blood 76 products: leukocyte-reduced red blood cells, non-leukocyte-77 reduced red blood cells, leukocyte-reduced platelet pheresis, 78 leukocyte-reduced platelets, fresh frozen plasma, and 79 cryoprecipitate. 80 Any blood establishment determined to be operating in (3) the state in a manner not consistent with the provisions of 81 Title 21 parts 211 and 600-640, Code of Federal Regulations, and 82 in a manner that constitutes a danger to the health or well-83 84 being of donors or recipients as evidenced by the federal Food Page 3 of 4

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and Drug Administration's inspection reports and the revocation of the blood establishment's license or registration shall be in violation of this chapter and shall immediately cease all operations in the state.

89 The operation of a blood establishment in a manner not (4)90 consistent with the provisions of Title 21 parts 211 and 600-91 640, Code of Federal Regulations, and in a manner that 92 constitutes a danger to the health or well-being of blood donors 93 or recipients as evidenced by the federal Food and Drug 94 Administration's inspection process is declared a nuisance and 95 inimical to the public health, welfare, and safety. The Agency for Health Care Administration or any state attorney may bring 96 97 an action for an injunction to restrain such operations or 98 enjoin the future operation of the blood establishment.

99 (5) The Agency for Health Care Administration shall assess 100 each blood establishment an annual fee of \$10,000 for the cost 101 of collecting and maintaining the information required by 102 subsection (2).

103 (6) The Agency for Health Care Administration may adopt
104 rules to implement the provisions of this section.

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Section 3. This act shall take effect upon becoming a law.

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