## Union Calendar No. 383 H.R.6081

111TH CONGRESS 2D Session

#### [Report No. 111-643]

To amend the Stem Cell Therapeutic and Research Act of 2005.

#### IN THE HOUSE OF REPRESENTATIVES

August 9, 2010

Mr. YOUNG of Florida (for himself and Ms. MATSUI) introduced the following bill; which was referred to the Committee on Energy and Commerce

SEPTEMBER 28, 2010

Additional sponsors: Mr. HIMES, Ms. RICHARDSON, Mr. JACKSON of Illinois, Mr. OBERSTAR, Mrs. CAPPS, Ms. EDDIE BERNICE JOHNSON of Texas, Mr. WEINER, Mr. COHEN, and Mr. ELLISON

SEPTEMBER 28, 2010

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italic]

[For text of introduced bill, see copy of bill as introduced on August 9, 2010]

### A BILL

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To amend the Stem Cell The rapeutic and Research Act of 2005.

| 1  | Be it enacted by the Senate and House of Representa-         |
|----|--|
| 2  | tives of the United States of America in Congress assembled, |
| 3  | SECTION 1. SHORT TITLE.                                      |
| 4  | This Act may be cited as the "Stem Cell Therapeutic          |
| 5  | and Research Reauthorization Act of 2010".                   |
| 6  | SEC. 2. AMENDMENTS TO THE STEM CELL THERAPEUTIC              |
| 7  | AND RESEARCH ACT OF 2005.                                    |
| 8  | (a) Cord Blood Inventory.—Section 2 of the Stem              |
| 9  | Cell Therapeutic and Research Act of 2005 (42 U.S.C. 274k    |
| 10 | note) is amended—  |
| 11 | (1) in subsection (a), by inserting "the inventory           |
| 12 | goal of at least" before "150,000";                          |
| 13 | (2) in subsection (c)—                                       |
| 14 | (A) in paragraph (2), by striking "or is                     |
| 15 | transferred" and all that follows through the pe-            |
| 16 | riod and inserting "for a first-degree relative.";           |
| 17 | and  |
| 18 | (B) in paragraph (3), by striking                            |
| 19 | <i>"150,000";</i>  |
| 20 | (3) in subsection (d)—                                       |
| 21 | (A) in paragraph (1), by inserting "begin-                   |
| 22 | ning on the last date on which the recipient of              |
| 23 | a contract under this section receives Federal               |
| 24 | funds under this section" after "10 years";                  |

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|----|--|
| 1  | (B) in paragraph (2), by striking "; and"              |
| 2  | and inserting ";";                                     |
| 3  | (C) by redesignating paragraph $(3)$ as                |
| 4  | paragraph (5); and                                     |
| 5  | (D) by inserting after paragraph $(2)$ the fol-        |
| 6  | lowing:  |
| 7  | "(3) will provide a plan to increase cord blood        |
| 8  | unit collections at collection sites that exist at the |
| 9  | time of application, assist with the establishment of  |
| 10 | new collection sites, or contract with new collection  |
| 11 | sites;   |
| 12 | "(4) will annually provide to the Secretary a          |
| 13 | plan for, and demonstrate, ongoing measurable          |
| 14 | progress toward achieving self-sufficiency of cord     |
| 15 | blood unit collection and banking operations; and";    |
| 16 | (4) in subsection (e)—                                 |
| 17 | (A) in paragraph (1)—                                  |
| 18 | (i) by striking "10 years" and insert-                 |
| 19 | ing "a period of at least 10 years beginning           |
| 20 | on the last date on which the recipient of a           |
| 21 | contract under this section receives Federal           |
| 22 | funds under this section"; and                         |
| 23 | (ii) by striking the second sentence and               |
| 24 | inserting "The Secretary shall ensure that             |
| 25 | no Federal funds shall be obligated under              |
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| 1  | any such contract after the date that is 5    |
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| 2  | years after the date on which the contract is |
| 3  | entered into, except as provided in para-     |
| 4  | graphs (2) and (3).";                         |
| 5  | (B) in paragraph (2)—                         |
| 6  | (i) in the matter preceding subpara-          |
| 7  | graph (A)—                                    |
| 8  | (I) by striking "Subject to para-             |
| 9  | graph (1)(B), the" and inserting              |
| 10 | "The"; and                                    |
| 11 | (II) by striking "3" and inserting            |
| 12 | <i>"5";</i>                                   |
| 13 | (ii) in subparagraph (A) by striking          |
| 14 | "150,000" and all that follows through        |
| 15 | "and" at the end and inserting "the inven-    |
| 16 | tory goal described in subsection (a) has not |
| 17 | yet been met;";                               |
| 18 | (iii) in subparagraph (B)—                    |
| 19 | (I) by inserting "meeting the re-             |
| 20 | quirements under subsection (d)" after        |
| 21 | "receive an application for a contract        |
| 22 | under this section"; and                      |
| 23 | (II) by striking "or the Secretary"           |
| 24 | and all that follows through the period       |
| 25 | at the end and inserting "; or"; and          |

| 1  | (iv) by adding at the end the following:               |
|----|--|
| 2  | (C) the Secretary determines that the out-             |
| 3  | standing inventory need cannot be met by the           |
| 4  | qualified cord blood banks under contract under        |
| 5  | this section."; and                                    |
| 6  | (C) by striking paragraph $(3)$ and inserting          |
| 7  | the following:   |
| 8  | "(3) Extension eligibility.—A qualified cord           |
| 9  | blood bank shall be eligible for a 5-year extension of |
| 10 | a contract awarded under this section, as described in |
| 11 | paragraph (2), provided that the qualified cord blood  |
| 12 | bank—  |
| 13 | "(A) demonstrates a superior ability to sat-           |
| 14 | isfy the requirements described in subsection (b)      |
| 15 | and achieves the overall goals for which the con-      |
| 16 | tract was awarded;                                     |
| 17 | ((B) provides a plan for how the qualified             |
| 18 | cord blood bank will increase cord blood unit col-     |
| 19 | lections at collection sites that exist at the time    |
| 20 | of consideration for such extension of a contract,     |
| 21 | assist with the establishment of new collection        |
| 22 | sites, or contract with new collection sites; and      |
| 23 | ``(C) annually provides to the Secretary a             |
| 24 | plan for, and demonstrates, ongoing measurable         |

| 1  | progress toward achieving self-sufficiency of cord    |
|----|---|
| 2  | blood unit collection and banking operations.";       |
| 3  | (5) in subsection $(g)(4)$ , by striking "or parent"; |
| 4  | and   |
| 5  | (6) in subsection (h)—                                |
| 6  | (A) by striking paragraphs $(1)$ and $(2)$ and        |
| 7  | inserting the following:                              |
| 8  | "(1) AUTHORIZATION OF APPROPRIATIONS.—                |
| 9  | There are authorized to be appropriated to the Sec-   |
| 10 | retary to carry out the program under this section    |
| 11 | \$23,000,000 for each of fiscal years 2011 through    |
| 12 | 2014 and \$20,000,000 for fiscal year 2015.";         |
| 13 | (B) by redesignating paragraph (3) as                 |
| 14 | paragraph (2); and                                    |
| 15 | (C) in paragraph (2), as so redesignated, by          |
| 16 | striking "in each of fiscal years 2007 through        |
| 17 | 2009" and inserting "for each of fiscal years         |
| 18 | 2011 through 2015".                                   |
| 19 | (b) NATIONAL PROGRAM.—Section 379 of the Public       |
| 20 | Health Service Act (42 U.S.C. 274k) is amended—       |
| 21 | (1) by striking subsection $(a)(6)$ and inserting     |
| 22 | the following:  |
| 23 | "(6) The Secretary, acting through the Adminis-       |
| 24 | trator of the Health Resources and Services Adminis-  |

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|----|---|
| 1  | tration, shall submit to Congress an annual report on |
| 2  | the activities carried out under this section.";      |
| 3  | (2) in subsection (d)—                                |
| 4  | (A) in paragraph (2)—                                 |
| 5  | (i) in the matter preceding subpara-                  |
| 6  | graph (A), by striking "With respect to cord          |
| 7  | blood, the Program shall—" and inserting              |
| 8  | the following:  |
| 9  | "(A) IN GENERAL.—With respect to cord                 |
| 10 | blood, the Program shall—";                           |
| 11 | (ii) by redesignating subparagraphs                   |
| 12 | (A) through (H) as clauses (i) through (viii)         |
| 13 | respectively (with appropriate indentation);          |
| 14 | (iii) by striking clause (iv), as so re-              |
| 15 | designated, and inserting the following:              |
| 16 | "(iv) support and expand new and ex-                  |
| 17 | isting studies and demonstration and out-             |
| 18 | reach projects for the purpose of increasing          |
| 19 | cord blood unit donation and collection               |
| 20 | from a genetically diverse population and             |
| 21 | expanding the number of cord blood unit               |
| 22 | collection sites partnering with cord blood           |
| 23 | banks receiving a contract under the Na-              |
| 24 | tional Cord Blood Inventory program under             |
| 25 | section 2 of the Stem Cell Therapeutic and            |
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| Research Act of 2005, including such studies        |
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|   |
| and projects that focus on—                         |
| ((I) remote collection of cord                      |
| blood units, consistent with the re-                |
| quirements under the Program and the                |
| National Cord Blood Inventory pro-                  |
| gram goal described in section $2(a)$ of            |
| the Stem Cell Therapeutic and Re-                   |
| search Act of 2005; and                             |
| "(II) exploring novel approaches                    |
| or incentives to encourage innovative               |
| technological advances that could be                |
| used to collect cord blood units, con-              |
| sistent with the requirements under the             |
| Program and such National Cord                      |
| Blood Inventory program goal;"; and                 |
| (iv) by adding at the end the following:            |
| "(B) EFFORTS TO INCREASE COLLECTION                 |
| of high quality cord blood units.—In car-           |
| rying out subparagraph $(A)(iv)$ , not later than 1 |
| year after the date of enactment of the Stem Cell   |
| Therapeutic and Research Reauthorization Act        |
| of 2010 and annually thereafter, the Secretary      |
| shall set an annual goal of increasing collections  |
| of high quality cord blood units, consistent with   |
|   |

| 1  | the inventory goal described in section $2(a)$ of  |
|----|--|
| 2  | the Stem Cell Therapeutic and Research Act of      |
| 3  | 2005 (referred to in this subparagraph as the      |
| 4  | 'inventory goal'), and shall identify at least one |
| 5  | project under subparagraph $(A)(iv)$ to replicate  |
| 6  | and expand nationwide, as appropriate. If the      |
| 7  | Secretary cannot identify a project as described   |
| 8  | in the preceding sentence, the Secretary shall     |
| 9  | submit a plan, not later than 180 days after the   |
| 10 | date on which the Secretary was required to        |
| 11 | identify such a project, to the Committee on       |
| 12 | Health, Education, Labor, and Pensions of the      |
| 13 | Senate and the Committee on Energy and Com-        |
| 14 | merce of the House of Representatives for ex-      |
| 15 | panding remote collection of high quality cord     |
| 16 | blood units, consistent with the requirements      |
| 17 | under the National Cord Blood Inventory pro-       |
| 18 | gram under section 2 of the Stem Cell Thera-       |
| 19 | peutic and Research Act of 2005 and the inven-     |
| 20 | tory goal. Each such plan shall be made avail-     |
| 21 | able to the public.                                |
| 22 | "( $C$ ) DEFINITION.—In this paragraph, the        |
| 23 | term 'remote collection' means the collection of   |
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cord blood units at locations that do not have

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| 1  | written contracts with cord blood banks for col-         |
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| 2  | lection support."; and                                   |
| 3  | (B) in paragraph (3)(A), by striking                     |
| 4  | "(2)(A)" and inserting "(2)(A)(i)"; and                  |
| 5  | (3) by striking subsection $(f)(5)(A)$ and inserting     |
| 6  | the following:   |
| 7  | "(A) require the establishment of a system               |
| 8  | of strict confidentiality to protect the identity        |
| 9  | and privacy of patients and donors in accord-            |
| 10 | ance with Federal and State law; and".                   |
| 11 | (c) Additional Reports.—                                 |
| 12 | (1) INTERIM REPORT.—In addition to the an-               |
| 13 | nual report required under section $379(a)(6)$ of the    |
| 14 | Public Health Service Act (42 U.S.C. $274k(a)(6)$ ), the |
| 15 | Secretary of Health and Human Services (referred to      |
| 16 | in this subsection as the "Secretary"), in consultation  |
| 17 | with the Advisory Council established under such sec-    |
| 18 | tion 379, shall submit to Congress an interim report     |
| 19 | not later than 180 days after the date of enactment      |
| 20 | of this Act describing—                                  |
| 21 | (A) the methods to distribute Federal funds              |
| 22 | to cord blood banks used at the time of submis-          |
| 23 | sion of the report;                                      |

| 1  | (B) how cord blood banks contract with col-                |
|----|--|
| 2  | lection sites for the collection of cord blood units;      |
| 3  | and  |
| 4  | (C) recommendations for improving the                      |
| 5  | methods to distribute Federal funds described in           |
| 6  | subparagraph (A) in order to encourage the effi-           |
| 7  | cient collection of high-quality and diverse cord          |
| 8  | blood units.   |
| 9  | (2) Recommendations.—Not later than 1 year                 |
| 10 | after the date of enactment of this Act, the Advisory      |
| 11 | Council shall submit recommendations to the Sec-           |
| 12 | retary with respect to—                                    |
| 13 | (A) whether models for remote collection of                |
| 14 | cord blood units should be allowed only with lim-          |
| 15 | ited, scientifically-justified safety protections;         |
| 16 | and  |
| 17 | (B) whether the Secretary should allow for                 |
| 18 | cord blood unit collection from routine deliveries         |
| 19 | without temperature or humidity monitoring of              |
| 20 | delivery rooms in hospitals approved by the                |
| 21 | Joint Commission.  |
| 22 | (d) AUTHORIZATION OF APPROPRIATIONS.—Section               |
| 23 | 379B of the Public Health Service Act (42 U.S.C. 274m)     |
| 24 | is amended by striking "\$34,000,000" and all that follows |

25 through the period at the end, and inserting "\$30,000,000

for each of fiscal years 2011 through 2014 and \$33,000,000
 for fiscal year 2015.".

3 (e) REPORT ON CORD BLOOD UNIT DONATION AND
4 COLLECTION.—

(1) IN GENERAL.—Not later than 1 year after 5 6 the date of enactment of this Act, the Comptroller 7 General of the United States shall submit to the Com-8 mittee on Health, Education, Labor, and Pensions 9 and the Committee on Appropriations of the Senate, 10 the Committee on Energy and Commerce and the 11 Committee on Appropriations of the House of Rep-12 resentatives, and the Secretary of Health and Human 13 Services a report reviewing studies, demonstration 14 programs, and outreach efforts for the purpose of in-15 creasing cord blood unit donation and collection for 16 the National Cord Blood Inventory to ensure a high-17 quality and genetically diverse inventory of cord 18 blood units.

(2) CONTENTS.—The report described in paragraph (1) shall include a review of such studies, demonstration programs, and outreach efforts under section 2 of the Stem Cell Therapeutic and Research Act
of 2005 (42 U.S.C. 274k note) (as amended by this
Act) and section 379 of the Public Health Service Act

| 3  | (A) a description of the challenges and bar-         |
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| 4  | riers to expanding the number of cord blood unit     |
| 5  | collection sites, including cost, the cash flow re-  |
| 6  | quirements and operations of awarding con-           |
| 7  | tracts, the methods by which funds are distrib-      |
| 8  | uted through contracts, the impact of regulatory     |
| 9  | and administrative requirements, and the capac-      |
| 10 | ity of cord blood banks to maintain high-quality     |
| 11 | units;   |
| 12 | (B) remote collection or other innovative            |
| 13 | technological advances that could be used to col-    |
| 14 | lect cord blood units;                               |
| 15 | (C) appropriate methods for improving pro-           |
| 16 | vider education about collecting cord blood units    |
| 17 | for the national inventory and participation in      |
| 18 | such collection activities;                          |
| 19 | (D) estimates of the number of cord blood            |
| 20 | unit collection sites necessary to meet the out-     |
| 21 | standing national inventory need and the char-       |
| 22 | acteristics of such collection sites that would help |
| 23 | increase the genetic diversity and enhance the       |
| 24 | quality of cord blood units collected;               |

- (E) best practices for establishing and sustaining partnerships for cord blood unit collection at medical facilities with a high number of minority births;
   (F) potential and proven incentives to encourage hospitals to become cord blood unit col-
- *lection sites and partner with cord blood banks participating in the National Cord Blood Inven- tory under section 2 of the Stem Cell Thera- peutic and Research Act of 2005 and to assist cord blood banks in expanding the number of cord blood unit collection sites with which such cord blood banks partner;*
- (G) recommendations about methods cord
  blood banks and collection sites could use to
  lower costs and improve efficiency of cord blood
  unit collection without decreasing the quality of
  the cord blood units collected; and

19(H) a description of the methods used prior20to the date of enactment of this Act to distribute21funds to cord blood banks and recommendations22for how to improve such methods to encourage23the efficient collection of high-quality and diverse24cord blood units, consistent with the require-25ments of the C.W. Bill Young Cell Transplan-

tation Program and the National Cord Blood In ventory program under section 2 of the Stem
 Cell Therapeutic and Research Act of 2005.
 (f) DEFINITION.—In this Act, the term "remote collec tion" has the meaning given such term in section

**6** 379(d)(2)(C) of the Public Health Service Act.

**Union Calendar No. 383** 

111TH CONGRESS H. R. 6081

[Report No. 111-643]

# A BILL

To amend the Stem Cell Therapeutic and Research Act of 2005.

September 28, 2010

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed