RESOLUTION 2023-0223

Adopted by the Sacramento City Council

June 27, 2023

Establishment of Externally Fund Programs Related to Opioid Settlement Funding for the Fire Department (I12000300) and Department of Community Response (I23005000)

BACKGROUND

- A. California joined a multiple national lawsuit against manufacturers, distributors and other entities responsible for aiding the opioid epidemic.
- B. On July 21, 2021, a \$26 billion offer to settle was made by opioid manufacture Janssen Pharmaceuticals (parent company of Johnson & Johnson) and the "big three" distributors, McKesson, AmerisouceBergen and Cardinal Health ("the Distributors") to resolve their liabilities in over 3,000 opioid crisis-related lawsuits nationwide. It is estimated that California will receive approximately \$2.05 billion from the Janssen and Distributors Settlement Agreement through 2038. The City of Sacramento joined in as a "Participating Subdivision" among many other Cities and Counties throughout the state.
- C. The Department of Health Care Services (DHCS) is providing oversight and administration of the Opioid Settlement funds for the State of California. DHCS oversight includes, but is not limited to, conducting related stakeholder engagement, monitoring the Participating Subdivisions for Compliance and preparing annual reports.
- D. The Fire Department is partnering with the Department of Community Response (DCR) to provide resources to our community by providing opioid remediation, reduction or lessening the effects of the opioid epidemic in our community which could include prevention, intervention, harm reduction, and resources to recovery services.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

SECTION 1.

The City Manager or City Manager's designee is authorized to establish the Fire National Opioid Settlement Multi-Year Operating Project (I12000300) for the Fire Department Opioid Settlement Funding.

SECTION 2.

The City Manager or City Manager's designee is authorized to establish the DCR National Opioid Settlement Multi-Year Operating Project (I23005000) for the Department of Community Response Opioid Settlement Funding.

SECTION 3.

The City Manager or City Manager's designee is authorized to establish expenditure and revenue budgets in I12000300 and I23005000 in the Externally Funded Programs Fund (Fund 2703).

SECTION 4.

The City Manager or City Manager's designee is authorized to adjust the revenue and expenditure budgets of I12000300 and I23005000 to reflect actual settlements funds received.

Adopted by the City of Sacramento City Council on June 27, 2023, by the following vote:

Ayes: Members Guerra, Jennings, Kaplan, Maple, Loloee, Talamantes, Valenzuela,

Vang, and Mayor Steinberg

Noes: None

Abstain: None

Absent: None

Attest:

mindy Croppy 08/11/2023

Mindy Cuppy, City Clerk

The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.