



OPIOID SETTLEMENTS

JOINT LEGISLATIVE OVERSIGHT COMMITTEE ON HEALTH & HUMAN SERVICES

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Preview

- National Level (Mosteller)
- State Level (Mange)
- Discussion (All)



National Litigation: Plaintiffs

- States
- Counties
- Municipalities



National Litigation: Defendants

	<u>Manufacturers</u>	<u>Distributors</u>	<u>Pharmacies</u>	<u>Consultants</u>
<u>Bankruptcies</u>	Purdue Pharma Mallinckrodt Insys			
<u>Settlements</u>	Johnson & Johnson (subsidiary Janssen)	Cardinal McKesson AmerisourceBergen		McKinsey
<u>Not Bankrupt & Not Settled</u>	Allergan Endo Teva		CVS Rite Aid Walgreens Walmart	



National Settlements

McKinsey Settlement (states only)

- National = \$574M over 5 years
- North Carolina = \$19M over 5 years
 - \$15,700,000 received in April 2021
 - \$812,000 due in April of 2022 / 2023 / 2024 / 2025



National Settlements

Distributors plus Johnson & Johnson

- National = \$26B over 18 years
- North Carolina = \$750M over 18 years
- Front-loaded in early years
- Plus new rules to prevent future harm



State Level / Preview

- Memorandum of Agreement (MOA)
- Resources for Local Governments
- State Share of Settlements



State Level / MOA Allocation

- Overall Allocation
 - 15% state
 - 85% local governments
- Among local governments
 - 100 counties
 - 17 municipalities



State Level / MOA Use of Funds

- Option A
 - Shorter list of high-impact strategies
 - Treatment, recovery, naloxone, etc
- Option B
 - Engage in collaborative strategic planning
 - Then pick from shorter or longer list



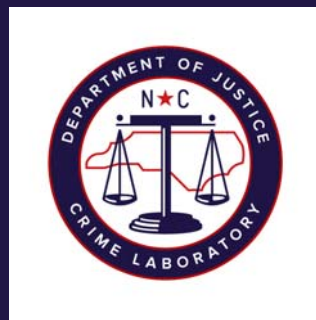
State Level / MOA Transparency

- Local government special revenue funds subject to audit
- Annual financial & impact reporting
- All reporting available to the public



State Level / Resources for Local Gov'ts

- DOJ, DHHS & NCACC collaboration
- NCACC statewide summit on March 29
- Webinar series on Option A strategies



State Level / Resources for Local Gov'ts

Foundation Partners

- Dogwood Health Trust
- The Duke Endowment
- Blue Cross Blue Shield Foundation
- Duke Energy Foundation
- North Carolina Institute of Medicine (convener)



State Level / Resources for Local Gov'ts

CORE-NC

Community Opioid Resources Engine for North Carolina

ncopioidsettlement.org

In partnership with the UNC Injury Prevention Research Center

With seed money from the Duke Energy Foundation



State Level / CORE-NC

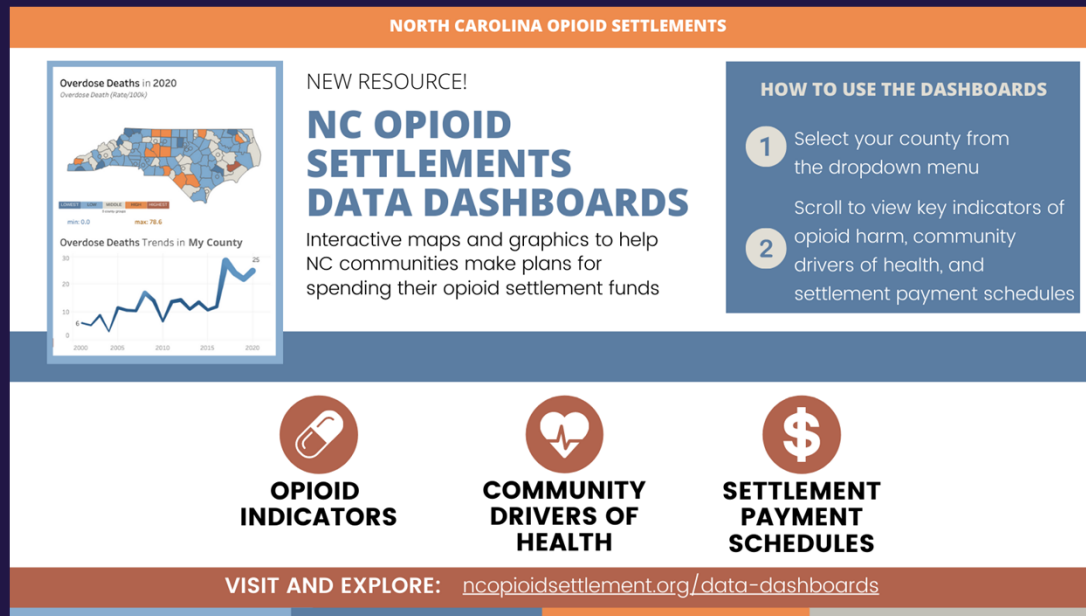
Community Opioid Resources Engine for North Carolina

- The nerve center for North Carolina's opioid settlements
- Ensuring maximum transparency & accountability
- Tools, resources & data to assist local governments
- Portals to upload local reports required by the MOA
- Dashboards & reports to inform policy-makers & the public



State Level / CORE-NC

Community Opioid Resources Engine for North Carolina



- Central hub for **updated** information
- Dashboards for **transparency**
- Success stories

ncopioidsettlement.org



State Level / State Share

Estimated Opioid Settlement Amount Available to North Carolina State Government				
FY in which Funds Received	Distributors	Johnson & Johnson	McKinsey	TOTAL
2020-2021			\$15,735,496	\$15,735,496
2021-2022	\$4,366,384		\$812,295	\$5,178,679
2022-2023	\$4,929,966	\$4,672,558	\$812,295	\$10,414,819
2023-2024	\$4,867,330	\$2,732,520	\$812,295	\$8,412,145
2024-2025	\$5,072,974	\$4,093,239	\$812,295	\$9,978,508
2025-2026	\$5,072,974	\$4,363,192		\$9,436,166
2026-2027	\$5,072,974	\$778,722		\$5,851,696



State Level / State Share

PART IX-F. MENTAL HEALTH/DEVELOPMENTAL DISABILITIES/SUBSTANCE ABUSE SERVICES

USE OF OPIOID SETTLEMENT FUNDS

SECTION 9F.1.(a) The Opioid Abatement Reserve (Reserve) is established in the General Fund to maintain funds received by the State as a beneficiary of the final consent judgment resolving the case, *State of North Carolina, ex rel. Joshua H. Stein, Plaintiff v. McKinsey and Company, Inc.*, in the General Court of Justice, Superior Court Division, Wake County and any other funds received by the State as a result of a settlement, as defined in G.S. 114-2.4A, relating to claims regarding the manufacturing, marketing, distribution, dispensing, or sale of opioids.

Monies in the Reserve shall be made available to (i) cover the costs incurred by the State in investigating and pursuing these claims and (ii) abate and remediate the harms caused to North Carolina and its citizens by the opioid epidemic. Funds from the Reserve may be allocated or expended only by an act of appropriation by the General Assembly.

The Opioid Abatement Fund (Fund) is created in the Department of Health and Human Services (Department) as a special fund consisting of all interest and investment earnings received on monies in the Fund. The State Controller shall transfer from the Reserve to the Fund



For More Information . . .

Community Opioid Resources Engine for North Carolina (CORE-NC)

ncopioidsettlement.org

NC DOJ opioid settlement webpage

morepowerfulinc.org "opioid settlements"

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Resources
Collaboration
Transparency

