# SENATE, No. 783 **STATE OF NEW JERSEY** 220th LEGISLATURE

INTRODUCED JANUARY 18, 2022

Sponsored by: Senator TROY SINGLETON District 7 (Burlington) Senator JAMES BEACH District 6 (Burlington and Camden)

Co-Sponsored by: Senator Singer

#### **SYNOPSIS**

Establishes Opioid Recovery and Remediation Fund and Opioid Recovery and Remediation Fund Advisory Council; provides for funds received from opioid settlements to support substance use disorder prevention and treatment programs.

#### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 2/3/2022)

AN ACT concerning the dedication and distribution of funds
 received from opioid settlements and supplementing Title 26 of
 the Revised Statutes.

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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8 1. a. There is created in the Department of the Treasury a
9 dedicated, non-lapsing fund to be known as the "Opioid Recovery
10 and Remediation Fund."

11 b. The State Treasurer shall deposit into the fund any moneys 12 that are allocated to or otherwise received by the State as a result of 13 a settlement agreement entered into with, or litigation undertaken 14 against, opioid manufacturers and distributors related to claims 15 arising from the manufacture, marketing, distribution, or dispensing 16 of opioids. Any interest and other income earned on moneys in the 17 fund, and any other moneys that may be appropriated or otherwise 18 become available for the purposes of the fund, shall be credited to 19 and deposited in the fund.

c. (1) Moneys in the fund shall be dedicated and used only for
the purposes of supplementing substance use disorder prevention
and treatment programs and services in the State, consistent with
the terms of settlements made in connection with claims arising
from the manufacture, marketing, distribution or dispensing of
opioids, as applicable.

26 (2) The Legislature shall annually appropriate moneys from the 27 fund to the Department of Human Services, which shall allocate the 28 appropriated funds in consultation with the Opioid Recovery and 29 Remediation Fund Advisory Council established pursuant to section 30 2 of this act. The department shall allocate funds with an emphasis 31 on supporting programs that are culturally and gender competent, 32 trauma-informed, and evidence-based, and, where appropriate, 33 employing individuals with lived experience as part of the services 34 provided. Services to be supported from the fund shall include, but 35 shall not be limited to, programs to:

36 (a) prevent substance use disorder through a youth-focused
37 public health education and prevention campaign, including school38 based prevention, early intervention, and health care services and
39 programs to reduce the risk of substance use by school-aged
40 children;

(b) develop and implement Statewide public education
campaigns to: reduce stigma against individuals who use drugs;
provide information about the risks of substance use; provide best
practices for addressing substance use disorders; and provide
information on how to locate services that reduce the adverse health
consequences associated with drug use or provide treatment for
substance use disorders;

(c) minimize and eliminate the root causes of health disparities
 that contribute to the use of drugs and inequities in the treatment of
 substance use disorder among minority communities;

(d) support the State's efforts to divert high-risk individuals
from arrest and incarceration through programs with strong case
management and harm reduction services that link participants to
community-based services, as well as referrals to promote health and
understanding for people who use drugs; and

9 (e) establish systems and tools that expand the State's capacity 10 to collect data and evaluate policies, programs, and strategies 11 designed to address substance use disorders.

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13 2. a. There is established in, but not of, the Department of 14 Human Services, the Opioid Recovery and Remediation Fund 15 Advisory Council. The council shall provide the Department of 16 Human Services with recommendations on the allocation of funds 17 appropriated to the department from the Opioid Recovery and 18 Remediation Fund, as well as any policy modifications necessary to 19 maximize the use of those funds on a State and local level. To 20 effectuate this goal, the council shall:

(1) gather and evaluate State data regarding substance use
disorder prevention and treatment programs and services in order to
determine which populations are not reached by current
interventions, as well as which geographic areas of the State have
programmatic gaps in addressing substance use disorder; and

(2) solicit feedback, in a manner and method established by the
council, from stakeholders, local providers, and advocates regarding
the services needed to prevent and treat substance use disorder
across the State.

b. The council shall consist of 13 members, as follows:

(1) the Commissioner of Human Services, the Commissioner of
Health, and the Attorney General, or their designees, who shall
serve ex-officio;

(2) four public members appointed by the Governor, of whom
one shall possess expertise in substance use disorder treatment, one
shall possess expertise in harm reduction, one shall possess
expertise in criminal justice, and one shall possess expertise in drug
policy;

(3) three public members to be appointed by the President of the
Senate, of whom one shall possess expertise in substance use
disorder treatment, one shall possess expertise in behavioral health,
and one shall possess personal experience with substance use and
addiction issues; and

(4) three public members appointed by the Speaker of the
Assembly, of whom one shall possess expertise in substance use
disorder treatment, one shall possess expertise in behavioral health,
and one shall possess personal experience with substance use and
addiction issues.

c. All appointments to the council shall be made no later than
the 60th day after the effective date of this act. Each appointed
member shall serve a two-year term, with any vacancies in the
membership of the council being filled in the same manner as the
original appointments.

6 d. The council shall organize as soon as practicable following 7 the appointment of its members. Upon its organization, the council 8 shall select a chairperson from among its members. The members 9 shall also select a secretary who need not be a member of the council. 10 The council may hold meetings at the times and places it may designate. 11 A majority of the authorized membership shall 12 constitute a quorum. The council may conduct business without a quorum, but shall only vote on a recommendation when a quorum is 13 14 The members of the council shall serve without present. 15 compensation, but shall be eligible for reimbursement for necessary and reasonable expenses incurred in the performance of their 16 official duties within the limits of funds appropriated or otherwise 17 18 made available to the council for its purposes.

e. The council shall be entitled to receive assistance and services from any State, county, or municipal department, board, commission, or agency as may be made available to it for its purposes. The Department of Human Services shall provide such staff and administrative support to the council as it requires to carry out its responsibilities.

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3. No later than 12 months after the effective date of this act, 26 27 and annually thereafter, the Department of Human Services, in 28 consultation with the Opioid Recovery and Remediation Fund 29 Advisory Council, shall report to the Governor, and to the 30 Legislature pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), 31 on the details of the allocations made with the funds appropriated 32 from the Opioid Recovery and Remediation Fund. The information 33 shall include the allocation amount, program description, involved 34 community providers, goals of the program, and outcome measures 35 to be used to determine program efficacy. The department shall also post this information on its Internet website. 36

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### STATEMENT

This bill establishes the Opioid Recovery and Remediation Fund
and the Opioid Recovery and Remediation Fund Advisory Council,
thereby providing a framework for the use of funds received from
opioid settlements between the State and various parties.

4. This act shall take effect immediately.

47 Specifically, the bill establishes, in the Department of the 48 Treasury, a dedicated, non-lapsing fund to be known as the "Opioid

1 Recovery and Remediation Fund." The State Treasurer is to deposit 2 into the fund any moneys that are allocated to or otherwise received 3 by the State as a result of a settlement agreement entered into with, 4 or litigation undertaken against, opioid manufacturers and 5 distributors related to claims arising from the manufacture, 6 marketing, distribution or dispensing of opioids. Any interest and 7 other income earned on moneys in the fund, and any other moneys 8 that may be appropriated or otherwise become available for the 9 purposes of the fund, are to be credited to and deposited in the fund.

The bill requires that the moneys in the fund are to be dedicated and used only for the purposes of supplementing substance use disorder prevention and treatment programs and services in the State, consistent with the terms of settlements made in connection with claims arising from the manufacture, marketing, distribution, or dispensing of opioids, as applicable.

16 The Legislature is to annually appropriate moneys from the fund 17 to the Department of Human Services (DHS). The DHS must then 18 allocate the appropriated funds in consultation with the Opioid 19 Recovery and Remediation Fund Advisory Council established 20 under the bill, with an emphasis on supporting programs that are 21 culturally and gender competent, trauma-informed, and evidence-22 based and, where appropriate, employing individuals with lived 23 experience as part of the services provided. Services to be 24 supported from the fund are to include, but are not be limited to, 25 programs to:

1) prevent substance use disorder through a youth-focused
public health education and prevention campaign, including schoolbased prevention, early intervention, and health care services and
programs to reduce the risk of substance use by school-aged
children;

31 2) develop and implement Statewide public education campaigns to reduce stigma against individuals who use drugs, 32 33 provide information about the risks of substance use, provide best 34 practices for addressing substance use disorders, and provide 35 information on how to locate services that reduce the adverse health 36 consequences associated with drug use or provide treatment for 37 substance use disorders;

38 3) minimize and eliminate the root causes of health disparities
39 that contribute to the use of drugs and inequities in the treatment of
40 substance use disorders among minority communities;

4) support the State's efforts to divert high-risk individuals 42 from arrest and incarceration through programs with strong case 43 management and harm reduction services that link participants to 44 community-based services, as well as referrals to promote health and 45 understanding for people who use drugs; and

46 5) establish systems and tools that expand the State's capacity
47 to collect data and evaluate policies, programs, and strategies
48 designed to address substance use disorders.

Furthermore, the bill establishes in, but not of, the DHS the Opioid Recovery and Remediation Fund Advisory Council, to provide the DHS with recommendations on the allocation of funds appropriated to the DHS from the Opioid Recovery and Remediation Fund, as well as any policy modifications necessary to maximize the use of those funds on a State and local level. To effectuate this goal, the bill directs the council to:

8 1) gather and evaluate State data regarding substance use 9 disorder prevention and treatment programs and services in order to 10 determine which populations are not reached by current 11 interventions, as well as which geographic areas of the State have 12 programmatic gaps in addressing substance use disorder; and

2) solicit feedback, in a manner and method established by the
council, from stakeholders, local providers, and advocates regarding
the services needed to prevent and treat substance use disorder
across the State.

17 The council will consist of 13 members, including the Commissioner of Human Services, the Commissioner of Health, 18 and the Attorney General, or their designees, who will serve ex-19 20 officio; and 10 public members, with four appointed by the 21 Governor and three each appointed by the Senate President and the 22 Speaker of the General Assembly. The public members will be 23 required to possess various expertise in substance use disorder 24 treatment, harm reduction, criminal justice, drug policy behavioral 25 health, and personal experience with substance use and addiction issues. 26

27 All appointments to the council are to be made no later than the 28 60th day after the effective date of the bill. Each appointed member 29 is to serve a two-year term, with any vacancies in the membership 30 of the council being filled in the same manner as the original 31 appointments. The members of the council will serve without 32 compensation, but will be eligible for reimbursement for necessary 33 and reasonable expenses incurred in the performance of their 34 official duties, within the limits of funds made available to the 35 council for its purposes.

The council is entitled to receive assistance and services from any State, county, or municipal department, board, commission, or agency as may be made available to it for its purposes. Further, the DHS is required to provide such staff and administrative support to the council as it requires to carry out its responsibilities.

41 No later than 12 months after the effective date of this act, and 42 annually thereafter, the DHS, in consultation with the Opioid 43 Recovery and Remediation Fund Advisory Council, is to report to 44 the Governor and to the Legislature on the details of the allocations 45 made with the funds appropriated from the Opioid Recovery and 46 Remediation Fund. The information is to include the allocation 47 amount, program description, involved community providers, goals

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of the program, and outcome measures to be used to determine 1

- program efficacy. The DHS is also required to post this 2
- information on its Internet website. 3