

# OPIOID SETTLEMENT SPENDING PLAN

PHASE 1 - YEARS 1 & 2

ALLEGAN COUNTY – SEPTEMBER 12, 2024

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## OVERVIEW

### BACKGROUND

In 2021, a \$26 billion nationwide settlement was reached to resolve all Opioids litigation brought by states and local political subdivisions against the three largest pharmaceutical distributors: McKesson, Cardinal Health, and AmerisourceBergen (“Distributors”), and manufacturer Janssen Pharmaceuticals, Inc. and its parent company Johnson & Johnson (collectively, “J&J”). In 2022, additional settlements with pharmacies and manufacturers were announced, including CVS, Walgreens, Walmart, Allergan and Teva. In 2024, a settlement with Kroger was also reached. Fifty percent (50%) of the settlement amounts will be sent directly to county and local governments. Payments for all settlements will be received separately. Eighty-five percent (85%) of funds must be used for opioid remediation. Exhibit E of the settlements provides a non-exhaustive list of expenditures that qualify as being paid for Opioid Remediation.

Allegan County anticipates receiving \$2,821,042 over eighteen (18) years, resulting from national litigation against manufacturers, distributors, and pharmacies for their role in the opioid and overdose crisis. The first of these payments began in January 2023.

### GOALS

Allegan County aims to utilize opioid settlement funds to reduce the adverse impacts of the drug overdose crisis, prevent the initiation of substance use, and support treatment and recovery for those most profoundly impacted by the crisis. To meet this goal, Allegan County used the Michigan Association of Counties (MAC) Opioid Settlement Resource Center for the planning process, templates, and tools. The MAC Technical Advisor also provided technical assistance.

### OVERARCHING ACTION PLAN

Step	
1	Develop separate fund for opioid settlement dollars - Complete
2	Steering committee creation – Complete (See Appendix B for members)
3	Determine the average annual amount of funding available, \$176,315 per year – Complete
4	Identify data, reports, strategic plans, and other information to be shared by stakeholders
5	Gather stakeholder data and information - Executive Summary Complete
6	Spending plan development – Phase I - Years 1 & 2 (Oct 1, 2024 – Sept 30, 2026) Complete
7	Community comment period – Public Hearing on Phase I – September 12, 2024
8	Ongoing monitoring and accountability
9	Community Needs Assessment for Phase II – Planning Stage
10	Create opportunities for additional stakeholders to share their expertise



## SPENDING PLAN PHASE 1 (YEARS 1 & 2)

Allegan County anticipates \$176,315 per year for the average annual amount of funding available. Stakeholder input has identified that some eligible services are available and funded through other sources. These services remain on the spending plan. If external funds lapse, annual reserve funds can be allocated to continue service. See Appendix D for additional details.

	Activity/Strategy	Organization providing service	Strategy Category	% of Annual Funds	Year 1 2025	Year 2 2026
1	Positive Youth Development and Well-being	AAESA, Great Start Collaborative, and local districts	Prevention; Harm Reduction	14%	\$ 24,299	\$ 24,299
2	Education and Marketing of Existing Resources and Programs for Support of Homeless and Other Populations	OnPoint Treatment Services	Prevention	3%	\$ 5,000	\$ 5,000
3	Implement SBIRT Training Plan	OnPoint	Prevention	6%	\$ 11,333	\$ 11,333
4	OUD Treatment Interdisciplinary (links with #7)	Onpoint	Treatment; Recovery Supports	21%	\$ 37,459	\$ 37,459
5	Indirect for administrative fees	OnPoint		2%	\$ 4,063	\$ 4,063
6	Annual funds reserved for additional services	Allegan County Contracts	Any Strategy Category	53%	\$ 94,161	\$ 94,161
7	Community-based Medication Assisted Treatment (MAT) program (links with #4)	OnPoint	Treatment; Recovery Supports	0%	\$ -	\$ -
8	Syringe Service Program	Red Project	Harm Reduction; Linkage to Care	0%	\$ -	\$ -
9	Jail-based Medication Assisted Treatment (MAT) program	OnPoint/MDHHS	Treatment; Recovery Supports	0%	\$ -	\$ -
10	Naloxone/Overdose Kits (recognizable bag)	MDHHS/3 local EMS	Harm Reduction; Treatment	0%	\$ -	\$ -
11	Narcan Administration- Training	The Red Project (Training to LE)	Harm Reduction: Prevention	0%	\$ -	\$ -
12	Education for Elderly Population, including appropriate use of prescribed medications	TBD	Prevention	0%	\$ -	\$ -
					<b>\$ 176,315</b>	<b>\$ 176,315</b>



## ALLOWABLE USES

1	Prevention
2	Harm Reduction
3	Treatment
4	Special Populations (pregnant and parenting, those involved with the criminal-legal system, etc.)
5	Data and infrastructure
6	Planning and Coordination

## MONITORING & ACCOUNTABILITY

1	Allegan County website to host public-facing materials and information
2	Future spending plans (Year 3 and beyond) will include an opportunity for public comment
3	Create and share annual reports highlighting the impact of funds

## CURRENT RESOURCES

Step	
1	Allegan County - <a href="https://www.allegancounty.org/connect/projects/opioid">https://www.allegancounty.org/connect/projects/opioid</a>
2	Michigan Association of Counties – <a href="https://micounties.org/opioid-settlement-resource-center/">https://micounties.org/opioid-settlement-resource-center/</a>
3	Michigan Opioid Advisory Commission – <a href="http://council.legislature.mi.gov/Council/OAC">http://council.legislature.mi.gov/Council/OAC</a>
4	Michigan Department of Health and Human Services – <a href="https://www.michigan.gov/opioids">https://www.michigan.gov/opioids</a>
5	National Association of Counties – <a href="https://www.naco.org/resources/opioid-solutions-center">https://www.naco.org/resources/opioid-solutions-center</a>
6	National Opioid Settlement – <a href="https://nationalopioidsettlement.com/">https://nationalopioidsettlement.com/</a>
7	Opioid Settlement Tracker – <a href="https://www.opioidsettlementtracker.com/">https://www.opioidsettlementtracker.com/</a>

## ATTACHMENTS

1	Appendix A – 2023 Executive Summary
2	Appendix B - Steering Committee Members
3	Appendix C - Allegan County anticipated funding from settlements
4	Appendix D – Detailed spending plan for years 1 & 2

