#### I Mina'trentai Sais Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
204-36 (LS) As amended by the	Telena Cruz Nelson Tina Rose Muña Barnes	AN ACT TO ADD NEW ARTICLE 16 TO CHAPTER 22, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT."	9/27/21 1:23 p.m.	10/1/21	Committee on General Government Operations, Appropriations, and Housing	10/11/21 2:00 p.m.	11/12/21 4:47 p.m. As amended by the Committee on General Government Operations, Appropriations, and Housing	Request: 10/5/21 10/11/21	
	SESSION DATE	TITLE	DATE PASSED	TRANSMITTED	DUE DATE	PUBLIC LAW NO.	DATE SIGNED	NOTES	
		AN ACT TO ADD A NEW ARTICLE 17 TO CHAPTER 22 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT."	12/15/21	12/15/21	12/27/21	36-64	12/23/21	Received: 12/27/21 Mess and Comm. Doc. No. 36GL-21-1450	

LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LI. GOVERNÓR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

December 23, 2021

Hagatña, Guam 96910

Doc Type: 3661-21-1400 OFFICE OF THE SPEAKER THERESE M. TERLAJE

HONORABLE THERESE M. TERLAJE, Speaker I Mina'trentai Sais Na Liheslaturan Guåhan 36<sup>th</sup> Guam Legislature Guam Congress Building 163 Chalan Santo Papa

12- 2 3 2021

Re: <u>BILL NO. 204-36 (LS)</u> – An Act to Add a New Article 17 to Chapter 22 of Title 5, Guam Code Annotated, Relative to Establishing an "Opioid Recovery Trust Fund"; to Direct All Opioid Litigation Monies Entitled to Guam into Such Fund; and to Establish the "Opioid Recovery Advisory Council; to be known as the "Opioid Prevention and Treatment Act"

Dear Madame Speaker,

Recognizing the potential of significant consequences for our community from the crisis caused by severe opioid abuse throughout the United States, Attorney General Leevin Camacho, on behalf of the people of Guam, sued Purdue Pharma in 2019, alleging that it had, among other things, engaged in deceptive practices to increase demand for its products. In an effort to end this litigation, and several other cases like it across jurisdictions throughout the United States, the parties entered into settlement discussions which have resulted in significant sums of money being directed to affected communities. For Guam, this means a likely distribution of more than Ten Million Dollars (\$10,000,000) to be utilized to combat the opioid abuse epidemic. These funds have the potential to have a transformative effect on our island and those who suffer from substance abuse. Bill No. 204-36 sets out the framework for ensuring that these funds are managed responsibly and directed toward areas where they will have the most significant impact. It is now known as **Public Law No. 36-64**.

Senseremente,

LOURDES A. LEON GUERRERO Maga'hågan Guåhan Governor of Guam

Enclosure: Bill No. 204-36 (LS) nka P.L. No. 36-64

cc via email: Honorable Joshua F. Tenorio, Sigundo Maga'lahen Guahan Compiler of Laws COMMITTEE ON RULES RECEIVED: December 27, 2021

9:54 A.M.

# I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

# **CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'HÅGAN GUÅHAN**

This is to certify that Bill No. 204-36 (LS), "AN ACT TO ADD A NEW ARTICLE 17 TO CHAPTER 22 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT," was on the 15<sup>th</sup> day of December 2021, duly and regularly passed.

Therese M. Terlaje Speaker

Attested:

Amanda L Shelton

Legislative Secretary

This Act was received by *I Maga'hågan Guåhan* this <u>15<sup>th</sup></u> day of <u>December</u> 2021, at <u>6:50</u> o'clock <u>P</u>.M.

POI D. Cruz

Assistant Staff Officer Maga'håga's Office

APPROVED:

Lourdes A. Leon Guerrero I Maga'hågan Guåhan

Public Law No. 36 - 64

Elaine Tajalle

# I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

#### Bill No. 204-36 (LS)

As amended by the Committee on General Government Operations, Appropriations and Housing; and further amended in the Committee of the Whole.

### Introduced by:

Amanda L. Shelton Telena Cruz Nelson Tina Rose Muña Barnes Mary Camacho Torres Clynton E. Ridgell James C. Moylan Joe S. San Agustin Jose "Pedo" Terlaje <u>Christopher M. Dueñas</u> V. Anthony Ada

V. Anthony Ada Frank Blas Jr. Joanne Brown Sabina Flores Perez Telo T. Taitague Therese M. Terlaje

AN ACT TO *ADD* A NEW ARTICLE 17 TO CHAPTER 22 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT." 1

# BE IT ENACTED BY THE PEOPLE OF GUAM:

2 Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds that states, state subdivisions, and territories have filed suit against entities that 3 manufactured, sold, distributed, dispensed, or promoted opioid use for unlawful 4 business practices that have contributed to the opioid epidemic in the United States. 5 Nearly four thousand (4,000) claims have been filed in federal and state courts by 6 states, local governments, and territories across the country against several 7 defendants, including notable companies such as Purdue Pharma LP; Johnson & 8 9 Johnson; and the three (3) largest pharmaceutical distributors in the United States, namely Cardinal Health, McKesson, and AmerisourceBergen. Plaintiffs seek 10 punitive damages and recovery of costs associated with the treatment, prevention, 11 prosecution, and detection of opioid use. 12

13 I Liheslatura further finds that attorneys general across the country have led successful efforts to organize this extensive multi-district litigation. As a result of 14 these efforts, national opioid settlements will total approximately Twenty-six Billion 15 16 Dollars (\$26,000,000,000). Through the Office of the Attorney General of Guam, Guam has been represented and actively participated in litigation and settlement 17 discussions. As a result of this work, Guam anticipates receiving upwards of Ten 18 Million Dollars (\$10,000,000), the largest non-tobacco settlement the island has ever 19 20 received, to be spent on the treatment and prevention of opioid abuse and co-21 occurring substance abuse disorders or mental health conditions.

*I Liheslatura* further finds that in 2019, Guam's Attorney General sued Purdue Pharmaceuticals, the manufacturer of OxyContin, claiming that between the years 2015 and 2019, over ninety-seven thousand eight hundred twenty-one (97,821) 25 opioid prescriptions were issued, and from 2018 to the time of the complaint, over 26 two hundred (200) doses of Naloxone, a medication used to reverse opioid 27 overdoses, were administered. The claim further states that Purdue Pharma used

deceptive marketing by knowingly misrepresenting to the medical community and
 patients that opioids were safe, actions partly creating and fueling the opioid
 epidemic on Guam.

*I Liheslatura* further finds that to ensure that Guam is better able to effectively prevent and reduce opioid addiction, reduce overdose deaths, and mitigate the problems arising as a result of the opioid epidemic, it is both reasonable and necessary to create a trust fund, dedicate monies to the fund, and establish an advisory council to determine spending strategy.

9 Therefore, it is the intent of I Liheslaturan Guåhan to add a new Article 17 to Chapter 22 of Title 5, Guam Code Annotated, to (1) establish the Opioid Recovery 10 11 Trust Fund (Fund) to receive all monies obtained through opioid litigation; (2) 12 dedicate the monies deposited in the Fund for use in facilitating and expanding 13 Guam's substance use disorder prevention and treatment efforts in line with relevant judgments, court orders, agreements, etc.; and (3) establish an Opioid Recovery 14 Advisory Council to set a spending strategy based on identifiable needs and to 15 consult and advise on adaptations to said strategy based on changing community 16 17 needs.

18 Section 2. A new Article 17 is hereby *added* to Chapter 22 of Title 5, Guam
19 Code Annotated, to read:

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21

### **"ARTICLE 17**

### **OPIOID PREVENTION AND TREATMENT ACT**

- 22 § 221701. Title and Purpose.
- 23 § 221702. Opioid Recovery Trust Fund.
- 24 § 221703. Eligible Expenditures.
- 25 § 221704. Opioid Recovery Advisory Council.
- 26 § 221705. Reporting Requirements.
- 27 § 221706. Designation of OAG as Single Agency.

- 1 § 221707. Annual Audit.
- 2 § 221708. Submission of Spending Plan.
- 3 § 221701. Title and Purpose.

This Act shall be known as the "Opioid Prevention and Treatment Act." The
purpose of this Act is to provide for the use of dedicated revenue for treatment and
prevention of opioid use disorder and co-occurring disorders.

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### § 221702. Opioid Recovery Trust Fund.

8 (a) There is hereby created the Opioid Recovery Trust Fund (Fund), which 9 shall be maintained separate and apart from any other funds of the Government of 10 Guam, including the General Fund. The Fund shall be a continuing fund; amounts 11 credited to the Fund shall not be subject to further appropriation and monies 12 remaining in the Fund at the end of a fiscal year shall not be transferred to the 13 General Fund. The Fund shall not be subject to any transfer authority of *I* 14 *Maga'hågan Guåhan*.

15 (b) The Fund shall include all money, payments, or other things of value in 16 the nature of civil damages or other payment, except criminal penalties, received on 17 behalf of Guam by the Office of the Attorney General (OAG) of Guam relating to 18 the manufacturing, marketing, distributing, promoting, or dispensing of opioids, 19 whether such is received by way of verdict, judgment, compromise, or settlement in 20 or out of court, of any case or controversy. The Fund shall also include any interest 21 earned on such amounts.

(c) Monies in the Fund shall be used to supplement and not supplant or replace any other funds, including federal or local funding, which would otherwise have been expended for substance use disorder prevention, treatment, recovery or harm reduction services or programs. Further, general operating funds or baseline funding shall not be reduced due to monies expended from the Fund.

(d) The Office of the Attorney General shall promptly remit all money,
 payments, or other things of value to the Treasurer of Guam for credit to the Fund.

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(e) The Office of the Attorney General, in consultation with the Opioid Recovery Advisory Council established by this Act, shall administer the Fund.

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5 (f) In administering the Fund, the Office of the Attorney General may 6 establish internal accounts to segregate funds received from different judgments or 7 settlement agreements to the extent that different judgments or settlement 8 agreements direct specific allocation of expenditures.

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### § 221703. Eligible Expenditures.

(a) Monies in the Fund shall be expended to mitigate the impacts of the
opioid epidemic on Guam, including, but not limited to, expanding access to opioid
use disorder prevention, intervention, treatment, and recovery options. Monies in the
Fund may be expended to support reasonable costs associated with the
administration of the Fund, including to offset the costs of legal and administrative
burdens imposed upon the Attorney General's Office, which shall not exceed ten
percent (10%) of the total annual deposits into the Fund.

17 (b) Any funds appropriated, expended, or distributed from the Opioid 18 Recovery Trust Fund shall be spent in accordance with the terms of any verdict, 19 judgment, compromise, or settlement in or out of court, of any case or controversy 20 brought pursuant to the Deceptive Trade Practices - Consumer Protection Act or any 21 other law relating to the manufacturing, marketing, distributing, promoting, or 22 dispensing of opioids.

23

### § 221704. Opioid Recovery Advisory Council.

(a) There shall be an Opioid Recovery Advisory Council (Council)
established to determine the allocation or expenditures of the Fund.

1 (b) The Council shall consist of the following eleven (11) members, which shall include nine (9) voting members, one (1) non-voting member, and one (1) non-2 3 voting member chairperson: 4 (1)the Attorney General, or designee, shall serve as the non-voting 5 chairperson; 6 (2)the Director, or designee, of the Guam Behavioral Health and 7 Wellness Center; 8 (3)the Director, or designee, of the Department of Public Health and 9 Social Services: 10 (4)the Administrator of the Courts, or designee, of the Judiciary of Guam, who shall serve as a non-voting member; 11 12 (5)the Administrator, or designee, of the Guam Memorial Hospital 13 Authority; 14 one (1) member appointed by I Maga'hågan Guåhan, who is (6) qualified by experience with opioid use disorder, either first-hand or as a 15 16 family member of an individual with opioid use disorder; one (1) member appointed by I Maga'hågan Guåhan, who is 17 (7)18 qualified by experience with working as or with direct service providers or 19 non-profit organizations; 20 (8) one (1) member appointed by the Speaker of I Liheslaturan 21 Guåhan: 22 one (1) member appointed by the Minority Leader of I (9) 23 Liheslaturan Guahan: 24 one (1) member appointed by the Mayors Council of Guam, who (10)25 is qualified by experience with opioid use disorder, either first-hand or as a 26family member of an individual with opioid use disorder; and

1 (11) the Executive Director, or designee, of the Public Defender 2 Service Corporation.

3 In making appointments, appointing authorities shall consider having (c) racially and socioeconomically diverse representation on the Council. 4

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A majority of voting members shall constitute a quorum. (d) Determinations shall be made upon a majority vote. 6

The Council shall hold no fewer than two (2) meetings annually, subject 7 (e) to the provisions of 5 GCA Chapter 8 - the Open Government Law of Guam. 8

9 Council members shall serve for terms of three (3) years, and any (f)member shall be eligible for reappointment. In the event of a vacancy, the original 10 11 appointing authority shall appoint a new member to fulfill the remainder of the unexpired term. Any member who is appointed may be removed by the appointing 12 authority upon written notice to the chairperson. 13

14

Council members shall serve without compensation. (g)

15 (h) In making determinations for expenditures of the Fund, Council members shall consider programs, including, but not limited to, those: 16

17 (1)to prevent substance use disorders through an evidence-based youth-focused public health education and prevention campaign, including 18 school-based prevention and health care services and programs to reduce the 19 risk of substance use by school-aged children; 20

21

to develop and implement public education campaigns to reduce (2)stigma against individuals with a substance use disorder, provide information 22 about the risks of substance use, best practices for addressing substance use 23 24 disorders, and information on how to locate services that reduce the adverse 25 health consequences associated with substance use disorders or provide 26 treatment for substance use disorders;

1 to provide substance use disorder treatment and early recovery (3)2 programs for youth and adults, with an emphasis on programs that provide a 3 continuum of care that includes screening and assessment for substance use 4 disorders and co-occurring disorders, active treatment, family involvement, case management, relapse management for substance use and other co-5 occurring behavioral health disorders, vocational services, literacy services, 6 parenting classes, family therapy and counseling services, crisis services, 7 8 recovery services, evidence-based treatments, medication-assisted treatments, 9 including medication assisted treatment provided in correctional facilities, 10 psychiatric medication, psychotherapy, and transitional services programs;

11 (4) to provide harm reduction counseling and services to reduce the
12 adverse health consequences associated with substance use disorders,
13 including overdose prevention and prevention of communicable diseases
14 related to substance use, provided by a substance use disorder service provider
15 or qualified community-based organization;

 (5) to provide housing services for people who are recovering from a substance use disorder. Such housing services shall be appropriate, based on the individual's current need and stage of recovery. Such housing services may include, but are not limited to, supportive housing services;

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20 (6) to support community-based or diversion programs that reduce
21 the likelihood of criminal justice involvement for individuals who have or are
22 at risk of having a substance use disorder;

(7) to provide programs for pregnant women and new parents who
 currently or formerly have had a substance use disorder, and newborns with
 neonatal abstinence syndrome; and

26 (8) to provide vocational and educational training for individuals
27 with, or at risk for, a substance use disorder.

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### § 221705. Reporting Requirements.

Annually, no later than October 31, the Office of the Attorney General shall submit a report on the activity, revenue, and expenditures to and from the Fund to *I Maga'hågan Guåhan* and the Speaker of *I Liheslaturan Guåhan*. The report shall also be posted on the OAG website. The report shall include, but not be limited to:

- 6 (a)
- the revenue credited to the Fund;

7 (b) the amount of expenditures attributable to the administrative costs of 8 administering the Fund, including administrative support to the OAG and the 9 Council;

10 (c) an itemized list of expenditures; and

11 (d) data and an assessment of the effectiveness of activities funded.

12

### § 221706. Designation of OAG as Single Agency.

13 The Office of the Attorney General is designated as the single agency for 14 Guam relative to bringing claims against entities for manufacturing, marketing, 15 distributing, promoting, or dispensing of opioids pursuant to Guam law, including, 16 but not limited to, the Deceptive Trade Practices - Consumer Protection Act.

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### § 221707. Annual Audit.

18 The Office of Public Accountability (OPA) shall perform an annual audit of 19 the Opioid Recovery Trust Fund and the compliance of the Opioid Recovery Advisory Council with the expenditure of such funds within the Fund in accordance 20 with the administration and exclusive purposes of this Article. Said audit shall 21 22 include, but is not limited to, the revenues of the Fund and the expenditures from the 23 Fund. The OPA shall prepare and provide a written report of compliance to IMaga'hågan Guåhan and the Speaker of I Liheslaturan Guåhan no later than 24 25 seventy-five (75) days after the end of the fiscal year.

26 § 221708. Submission of Spending Plan.

The Opioid Recovery Advisory Council shall submit a detailed spending plan
 for the Opioid Recovery Trust Fund for Fiscal Years 2022 and 2023, to the Speaker
 of *I Liheslaturan Guåhan* no later than August 1, 2022. The Opioid Recovery
 Advisory Council shall submit annually, a detailed spending plan for the Opioid
 Recovery Trust Fund for every subsequent fiscal year to the Speaker of *I Liheslaturan Guåhan* no later than August 1<sup>st</sup> of each year."

7

Section 3. Effective Date. This Act shall be effective upon enactment.

Guam Pacific Island Gold Star Families' Memorial Monument.pdf 363K

21.1223 GOV to Speaker re Bill No. 204-36 (LS) nka P.L. No. 36-64 - Relative to Establishing an OPIOID RECOVERY TRUST FUND and to Establish the OPIOID RECOVERY ADVISORY COUNCIL to be known as the **OPIOD PREVENT AND TREATMENT ACT.pdf** 

307K

21,1223 GOV to Speaker re Bill No. 214-36 (COR) nka P.L. No. 36-65 - An Act to Appropriate \$25,000,000 [7] from the General Fund to DOA for the Local Employers' Assistance Program (LEAP) Act of 2021.pdf 141K

21.1223 GOV to Speaker re Bill 97-36 (LS) nka P.L. 36-66 - Relative to Requiring GDOE & GU Charter Schools to Provide and Regularly Stock Menstrual Hygiene Products & to Cite this Act as the PERIOD D) POVERTY ACT OF 2021.pdf

140K

3666-21-1450 3666-21-1449 3666-21-1448 Doc Type: 3662-21 OF THE SPEAKER

-12- 2 3 2021

Time: 4:14 PM **Received:** 

**COMMITTEE ON RULES RECEIVED:** December 27, 2021

9:54 A.M.

https://mail.google.com/mail/u/0/?ik=98b76489e7&view=pt&search=all&permthid=thread-f%3A1719916360586746260&simpl=msg-f%3A1719916360... 3/3 LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

December 23, 2021

HONORABLE THERESE M. TERLAJE. Speaker I Mina'trentai Sais Na Liheslaturan Guahan 36<sup>th</sup> Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagatña, Guam 96910

Re: <u>BILL NO. 204-36 (LS)</u> – An Act to Add a New Article 17 to Chapter 22 of Title 5, Guam Code Annotated, Relative to Establishing an "Opioid Recovery Trust Fund"; to Direct All Opioid Litigation Monies Entitled to Guam into Such Fund; and to Establish the "Opioid Recovery Advisory Council; to be known as the "Opioid Prevention and Treatment Act"

Dear Madame Speaker,

Recognizing the potential of significant consequences for our community from the crisis caused by severe opioid abuse throughout the United States, Attorney General Leevin Camacho, on behalf of the people of Guam, sued Purdue Pharma in 2019, alleging that it had, among other things, engaged in deceptive practices to increase demand for its products. In an effort to end this litigation, and several other cases like it across jurisdictions throughout the United States, the parties entered into settlement discussions which have resulted in significant sums of money being directed to affected communities. For Guam, this means a likely distribution of more than Ten Million Dollars (\$10,000,000) to be utilized to combat the opioid abuse epidemic. These funds have the potential to have a transformative effect on our island and those who suffer from substance abuse. Bill No. 204-36 sets out the framework for ensuring that these funds are managed responsibly and directed toward areas where they will have the most significant impact. It is now known as *Public Law No. 36-64*.

Senseremente,

LOURDES A. LEON GUERRERO Maga 'hagan Guahan Governor of Guam

Enclosure: Bill No. 204-36 (LS) nka P.L. No. 36-64

cc via email: Honorable Joshua F. Tenorio, Sigundo Maga 'låhen Guahan Compiler of Laws

> RICARDO J. BORDALLO GOVERNOR'S COMPLEX 513 W. Marine Corps Drive Hagatiña, Guarn 96910 governor.guarn.gov | {671} 472-8931

# I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

# CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'HAGAN GUAHAN

This is to certify that Bill No. 204-36 (LS), "AN ACT TO ADD A NEW ARTICLE 17 TO CHAPTER 22 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT," was on the 15<sup>th</sup> day of December 2021, duly and regularly passed.

Therese M. Terlaje Speaker

Attested:

Amanda & Shelton Legislative Secretary

This Act was received by I Maga'hågan Guåhan this <u>15<sup>th</sup></u> day of <u>December</u>, 2021, at <u>6:50</u> o'clock <u>P</u>.M.

POI D. Cruz

Assistant Staff Officer Maga'håga's Office

**APPROVED:** 

Lourdes A. Leon Guerrero I Maga'hågan Guåhan

Public Law No. 36-64

Doc. No. 36GL-21-1450.\*

202/\_/5259 4 RCUD AT CENTRAL FILES DEC 16 21 AM9:30

Elaine Tajalle

# I MINA TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

### Bill No. 204-36 (LS)

As amended by the Committee on General Government Operations, Appropriations and Housing; and further amended in the Committee of the Whole.

### Introduced by:

Amanda L. Shelton Telena Cruz Nelson Tina Rose Muña Barnes Mary Camacho Torres Clynton E. Ridgell James C. Moylan Joe S. San Agustin Jose "Pedo" Terlaje <u>Christopher M. Dueñas</u> V. Anthony Ada Frank Blas Jr.

Frank Blas Jr. Joanne Brown Sabina Flores Perez Telo T. Taitague Therese M. Terlaje

AN ACT TO ADD A NEW ARTICLE 17 TO CHAPTER 22 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING AN "OPIOID RECOVERY TRUST FUND"; TO DIRECT ALL OPIOID LITIGATION MONIES ENTITLED TO GUAM INTO SUCH FUND; AND TO ESTABLISH THE "OPIOID RECOVERY ADVISORY COUNCIL"; TO BE KNOWN AS THE "OPIOID PREVENTION AND TREATMENT ACT." 1

## **BE IT ENACTED BY THE PEOPLE OF GUAM:**

Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds 2 that states, state subdivisions, and territories have filed suit against entities that 3 manufactured, sold, distributed, dispensed, or promoted opioid use for unlawful 4 business practices that have contributed to the opioid epidemic in the United States. 5 Nearly four thousand (4,000) claims have been filed in federal and state courts by 6 states, local governments, and territories across the country against several 7 defendants, including notable companies such as Purdue Pharma LP; Johnson & 8 Johnson; and the three (3) largest pharmaceutical distributors in the United States, 9 namely Cardinal Health, McKesson, and AmerisourceBergen. Plaintiffs seek 10 punitive damages and recovery of costs associated with the treatment, prevention, 11 prosecution, and detection of opioid use. 12

I Liheslatura further finds that attorneys general across the country have led 13 successful efforts to organize this extensive multi-district litigation. As a result of 14 these efforts, national opioid settlements will total approximately Twenty-six Billion 15 Dollars (\$26,000,000,000). Through the Office of the Attorney General of Guam, 16 Guam has been represented and actively participated in litigation and settlement 17 discussions. As a result of this work, Guam anticipates receiving upwards of Ten 18 Million Dollars (\$10,000,000), the largest non-tobacco settlement the island has ever 19 received, to be spent on the treatment and prevention of opioid abuse and co-20 occurring substance abuse disorders or mental health conditions. 21

*1 Liheslatura* further finds that in 2019, Guam's Attorney General sued Purdue Pharmaceuticals, the manufacturer of OxyContin, claiming that between the years 2015 and 2019, over ninety-seven thousand eight hundred twenty-one (97,821) 25 opioid prescriptions were issued, and from 2018 to the time of the complaint, over 26 two hundred (200) doses of Naloxone, a medication used to reverse opioid 27 overdoses, were administered. The claim further states that Purdue Pharma used deceptive marketing by knowingly misrepresenting to the medical community and
 patients that opioids were safe, actions partly creating and fueling the opioid
 epidemic on Guam.

4 *I Liheslatura* further finds that to ensure that Guam is better able to effectively 5 prevent and reduce opioid addiction, reduce overdose deaths, and mitigate the 6 problems arising as a result of the opioid epidemic, it is both reasonable and 7 necessary to create a trust fund, dedicate monies to the fund, and establish an 8 advisory council to determine spending strategy.

9 Therefore, it is the intent of I Liheslaturan Guåhan to add a new Article 17 to 10 Chapter 22 of Title 5, Guam Code Annotated, to (1) establish the Opioid Recovery 11 Trust Fund (Fund) to receive all monies obtained through opioid litigation; (2) 12 dedicate the monies deposited in the Fund for use in facilitating and expanding 13 Guam's substance use disorder prevention and treatment efforts in line with relevant 14 judgments, court orders, agreements, etc.; and (3) establish an Opioid Recovery 15 Advisory Council to set a spending strategy based on identifiable needs and to 16 consult and advise on adaptations to said strategy based on changing community 17 needs.

18 Section 2. A new Article 17 is hereby *added* to Chapter 22 of Title 5, Guam
19 Code Annotated, to read:

20 21

#### **"ARTICLE 17**

### **OPIOID PREVENTION AND TREATMENT ACT**

- 22 § 221701. Title and Purpose.
- 23 § 221702. Opioid Recovery Trust Fund.
- 24 § 221703. Eligible Expenditures.
- 25 § 221704. Opioid Recovery Advisory Council.
- 26 § 221705. Reporting Requirements.
- 27 § 221706. Designation of OAG as Single Agency.

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1

§ 221707. Annual Audit.

§ 221708. Submission of Spending Plan.

3

### § 221701. Title and Purpose.

This Act shall be known as the "Opioid Prevention and Treatment Act." The purpose of this Act is to provide for the use of dedicated revenue for treatment and prevention of opioid use disorder and co-occurring disorders.

7

### § 221702. Opioid Recovery Trust Fund.

8 (a) There is hereby created the Opioid Recovery Trust Fund (Fund), which 9 shall be maintained separate and apart from any other funds of the Government of 10 Guam, including the General Fund. The Fund shall be a continuing fund; amounts 11 credited to the Fund shall not be subject to further appropriation and monies 12 remaining in the Fund at the end of a fiscal year shall not be transferred to the 13 General Fund. The Fund shall not be subject to any transfer authority of *I* 14 *Maga'hagan Guahan*.

15 (b) The Fund shall include all money, payments, or other things of value in 16 the nature of civil damages or other payment, except criminal penalties, received on 17 behalf of Guam by the Office of the Attorney General (OAG) of Guam relating to 18 the manufacturing, marketing, distributing, promoting, or dispensing of opioids, 19 whether such is received by way of verdict, judgment, compromise, or settlement in 20 or out of court, of any case or controversy. The Fund shall also include any interest 21 earned on such amounts.

(c) Monies in the Fund shall be used to supplement and not supplant or
replace any other funds, including federal or local funding, which would otherwise
have been expended for substance use disorder prevention, treatment, recovery or
harm reduction services or programs. Further, general operating funds or baseline
funding shall not be reduced due to monies expended from the Fund.

(d) The Office of the Attorney General shall promptly remit all money,
 payments, or other things of value to the Treasurer of Guam for credit to the Fund.

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3 (e) The Office of the Attorney General, in consultation with the Opioid
4 Recovery Advisory Council established by this Act, shall administer the Fund.

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(f) In administering the Fund, the Office of the Attorney General may establish internal accounts to segregate funds received from different judgments or settlement agreements to the extent that different judgments or settlement agreements direct specific allocation of expenditures.

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### § 221703. Eligible Expenditures.

(a) Monies in the Fund shall be expended to mitigate the impacts of the
opioid epidemic on Guam, including, but not limited to, expanding access to opioid
use disorder prevention, intervention, treatment, and recovery options. Monies in the
Fund may be expended to support reasonable costs associated with the
administration of the Fund, including to offset the costs of legal and administrative
burdens imposed upon the Attorney General's Office, which shall not exceed ten
percent (10%) of the total annual deposits into the Fund.

17 (b) Any funds appropriated, expended, or distributed from the Opioid 18 Recovery Trust Fund shall be spent in accordance with the terms of any verdict, 19 judgment, compromise, or settlement in or out of court, of any case or controversy 20 brought pursuant to the Deceptive Trade Practices - Consumer Protection Act or any 21 other law relating to the manufacturing, marketing, distributing, promoting, or 22 dispensing of opioids.

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### § 221704. Opioid Recovery Advisory Council.

(a) There shall be an Opioid Recovery Advisory Council (Council)
established to determine the allocation or expenditures of the Fund.

The Council shall consist of the following eleven (11) members, which (b) 1 shall include nine (9) voting members, one (1) non-voting member, and one (1) non-2 3 voting member chairperson: the Attorney General, or designee, shall serve as the non-voting 4 (1)chairperson; 5 the Director, or designee, of the Guam Behavioral Health and (2)6 Wellness Center: 7 the Director, or designee, of the Department of Public Health and (3)8 Social Services: 9 the Administrator of the Courts, or designee, of the Judiciary of 10 (4) Guam, who shall serve as a non-voting member; 11 the Administrator, or designee, of the Guam Memorial Hospital 12 (5)Authority; 13 one (1) member appointed by I Maga'hagan Guahan, who is 14 (6) qualified by experience with opioid use disorder, either first-hand or as a 15 family member of an individual with opioid use disorder; 16 one (1) member appointed by I Maga'hagan Guahan, who is 17 (7)qualified by experience with working as or with direct service providers or 18 19 non-profit organizations; one (1) member appointed by the Speaker of I Liheslaturan (8) 20 21 Guåhan; one (1) member appointed by the Minority Leader of I 22 (9) Liheslaturan Guåhan; 23 (10) one (1) member appointed by the Mayors Council of Guam, who 24 is qualified by experience with opioid use disorder, either first-hand or as a 25 family member of an individual with opioid use disorder; and 26

- (11) the Executive Director, or designee, of the Public Defender
   Service Corporation.
- 3 (c) In making appointments, appointing authorities shall consider having
  4 racially and socioeconomically diverse representation on the Council.
- 5 (d) A majority of voting members shall constitute a quorum.
  6 Determinations shall be made upon a majority vote.
  - 7 (e) The Council shall hold no fewer than two (2) meetings annually, subject
    8 to the provisions of 5 GCA Chapter 8 the Open Government Law of Guam.
  - 9 (f) Council members shall serve for terms of three (3) years, and any 10 member shall be eligible for reappointment. In the event of a vacancy, the original 11 appointing authority shall appoint a new member to fulfill the remainder of the 12 unexpired term. Any member who is appointed may be removed by the appointing 13 authority upon written notice to the chairperson.
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(g) Council members shall serve without compensation.

(h) In making determinations for expenditures of the Fund, Council
members shall consider programs, including, but not limited to, those:

- 17 (1) to prevent substance use disorders through an evidence-based
  18 youth-focused public health education and prevention campaign, including
  19 school-based prevention and health care services and programs to reduce the
  20 risk of substance use by school-aged children;
- (2) to develop and implement public education campaigns to reduce
   stigma against individuals with a substance use disorder, provide information
   about the risks of substance use, best practices for addressing substance use
   disorders, and information on how to locate services that reduce the adverse
   health consequences associated with substance use disorders or provide
   treatment for substance use disorders;

to provide substance use disorder treatment and early recovery 1 (3)programs for youth and adults, with an emphasis on programs that provide a 2 continuum of care that includes screening and assessment for substance use 3 disorders and co-occurring disorders, active treatment, family involvement, 4 case management, relapse management for substance use and other co-5 occurring behavioral health disorders, vocational services, literacy services, 6 parenting classes, family therapy and counseling services, crisis services, 7 recovery services, evidence-based treatments, medication-assisted treatments, 8 including medication assisted treatment provided in correctional facilities, 9 psychiatric medication, psychotherapy, and transitional services programs; 10

(4) to provide harm reduction counseling and services to reduce the
adverse health consequences associated with substance use disorders,
including overdose prevention and prevention of communicable diseases
related to substance use, provided by a substance use disorder service provider
or qualified community-based organization;

16 (5) to provide housing services for people who are recovering from 17 a substance use disorder. Such housing services shall be appropriate, based on 18 the individual's current need and stage of recovery. Such housing services 19 may include, but are not limited to, supportive housing services;

20 (6) to support community-based or diversion programs that reduce
21 the likelihood of criminal justice involvement for individuals who have or are
22 at risk of having a substance use disorder;

(7) to provide programs for pregnant women and new parents who
 currently or formerly have had a substance use disorder, and newborns with
 neonatal abstinence syndrome; and

26 (8) to provide vocational and educational training for individuals
27 with, or at risk for, a substance use disorder.

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### § 221705. Reporting Requirements.

Annually, no later than October 31, the Office of the Attorney General shall submit a report on the activity, revenue, and expenditures to and from the Fund to *I Maga'hågan Guåhan* and the Speaker of *I Liheslaturan Guåhan*. The report shall also be posted on the OAG website. The report shall include, but not be limited to:

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(a)

the revenue credited to the Fund;

7 (b) the amount of expenditures attributable to the administrative costs of 8 administering the Fund, including administrative support to the OAG and the 9 Council;

10 (c) an itemized list of expenditures; and

11 (d) data and an assessment of the effectiveness of activities funded.

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### § 221706. Designation of OAG as Single Agency.

The Office of the Attorney General is designated as the single agency for Guam relative to bringing claims against entities for manufacturing, marketing, distributing, promoting, or dispensing of opioids pursuant to Guam law, including, but not limited to, the Deceptive Trade Practices - Consumer Protection Act.

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### § 221707. Annual Audit.

18 The Office of Public Accountability (OPA) shall perform an annual audit of the Opioid Recovery Trust Fund and the compliance of the Opioid Recovery 19 20 Advisory Council with the expenditure of such funds within the Fund in accordance 21 with the administration and exclusive purposes of this Article. Said audit shall 22 include, but is not limited to, the revenues of the Fund and the expenditures from the 23 Fund. The OPA shall prepare and provide a written report of compliance to I 24 Maga'hagan Guahan and the Speaker of I Liheslaturan Guahan no later than seventy-five (75) days after the end of the fiscal year. 25

26 § 221708. Submission of Spending Plan.

1 The Opioid Recovery Advisory Council shall submit a detailed spending plan 2 for the Opioid Recovery Trust Fund for Fiscal Years 2022 and 2023, to the Speaker 3 of *I Liheslaturan Guåhan* no later than August 1, 2022. The Opioid Recovery 4 Advisory Council shall submit annually, a detailed spending plan for the Opioid 5 Recovery Trust Fund for every subsequent fiscal year to the Speaker of *I* 6 *Liheslaturan Guåhan* no later than August 1<sup>st</sup> of each year."

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Section 3. Effective Date. This Act shall be effective upon enactment.

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