THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1694 Session of 2023

INTRODUCED BY KUZMA, HEFFLEY, KAUFFMAN AND MARCELL, SEPTEMBER 25, 2023

REFERRED TO COMMITTEE ON HEALTH, SEPTEMBER 25, 2023

AN ACT

1 2	Amending Title 35 (Health and Safety) of the Pennsylvania Consolidated Statutes, providing for opioid settlements.
3	The General Assembly of the Commonwealth of Pennsylvania
4	hereby enacts as follows:
5	Section 1. Title 35 of the Pennsylvania Consolidated
6	Statutes is amended by adding a chapter to read:
7	CHAPTER 52C
8	OPIOID SETTLEMENTS
9	Subchapter
10	A. Preliminary Provisions
11	B. (Reserved)
12	<pre>C. (Reserved)</pre>
13	D. Recipient Political Subdivisions
14	E. Money and Programs
15	SUBCHAPTER A
16	PRELIMINARY PROVISIONS
17	Sec.

52C01. Scope of chapter.

- 1 52C02. Definitions.
- 2 § 52C01. Scope of chapter.
- 3 This chapter relates to opioid settlements entered into by
- 4 the Commonwealth or a political subdivision.
- 5 § 52C02. Definitions.
- 6 The following words and phrases when used in this chapter
- 7 shall have the meanings given to them in this section unless the
- 8 context clearly indicates otherwise:
- 9 "Department." The Department of Drug and Alcohol Programs of
- 10 the Commonwealth.
- 11 "Opioid." Any of the following:
- 12 <u>(1) A preparation or derivative of opium.</u>
- 13 (2) A synthetic narcotic that has opiate-like effects
- but is not derived from opium.
- 15 (3) A group of naturally occurring peptides that bind at
- or otherwise influence opiate receptors, including opioid
- 17 agonists.
- 18 "Qualified opioid litigation." Any of the following, whether
- 19 filed or unfiled, actual or potential or arising under common
- 20 law, equity or any provision of law:
- 21 (1) A civil claim or civil cause of action brought by
- 22 the Attorney General on behalf of the Commonwealth with an
- 23 <u>entity that manufactured, sold, distributed, dispensed or</u>
- 24 promoted opioids, made in connection with claims arising from
- 25 <u>the manufacturing, marketing, distributing, promoting or</u>
- 26 dispensing of opioids.
- 27 (2) A civil claim or civil cause of action brought by
- the Attorney General on behalf of the Commonwealth in
- 29 connection with the bankruptcy of an entity that
- 30 manufactured, sold, distributed, dispensed or promoted

- opioids, made in connection with claims arising from the
- 2 manufacturing, marketing, distributing, promoting or
- 3 dispensing of opioids.
- 4 "Qualified opioid settlement." A judgment, stipulation,
- 5 <u>decree</u>, agreement to settle, assurance of discontinuance or
- 6 other legal instrument resolving a qualified opioid litigation.
- 7 <u>"Recipient political subdivision." A political subdivision</u>
- 8 or an office, department or other subunit of a political
- 9 <u>subdivision</u>, which receives money by operation of the qualified
- 10 opioid settlement.
- "Settlement administrator." An entity that is identified in
- 12 <u>a qualified opioid settlement resolving a qualified opioid</u>
- 13 <u>litigation that administers</u>, oversees or coordinates the
- 14 <u>distribution of money under a qualified opioid settlement.</u>
- 15 <u>SUBCHAPTER B</u>
- 16 <u>(Reserved)</u>
- 17 SUBCHAPTER C
- 18 (Reserved)
- 19 SUBCHAPTER D
- 20 RECIPIENT POLITICAL SUBDIVISIONS
- 21 Sec.
- 22 52C31. Duties of recipient political subdivision.
- 23 § 52C31. Duties of recipient political subdivision.
- 24 (a) Reporting requirements. -- If a qualified opioid
- 25 settlement requires data collection, accounting or other
- 26 reporting required to be submitted by a recipient political
- 27 subdivision to a settlement administrator in relation to the
- 28 receipt or expenditure of money received by the recipient
- 29 political subdivision under a qualified opioid settlement, the
- 30 data collection, accounting and other reporting shall be

- 1 completed as required by the qualified opioid settlement.
- 2 (b) Copies of reporting. -- A recipient political subdivision
- 3 shall provide all of the following to the department:
- 4 (1) A copy of the data collection, accounting and other
- 5 <u>reporting submitted under subsection (a).</u>
- 6 (2) Any other information required by the department to
- 7 prepare the report under section 52C41 (relating to annual
- 8 <u>report</u>).
- 9 SUBCHAPTER E
- 10 MONEY AND PROGRAMS
- 11 Sec.
- 12 <u>52C41. Annual report.</u>
- 13 § 52C41. Annual report.
- 14 (a) Report required. -- No later than June 1, 2024, and each
- 15 June 1 thereafter, the department shall publish an annual report
- 16 <u>on expenditures made in the Commonwealth from money received</u>
- 17 from a qualified opioid settlement.
- 18 (b) Contents of report. -- Each report under this section
- 19 shall include all of the following for the year that ended on
- 20 the December 31 immediately preceding the issuance of the
- 21 <u>report:</u>
- 22 (1) The amount of money received by a settlement
- 23 <u>administrator in relation to a qualified opioid settlement</u>
- for distribution among entities in the Commonwealth.
- 25 (2) The amount of money from a qualified opioid
- 26 settlement received by the Commonwealth and each recipient
- 27 <u>political subdivision.</u>
- 28 (3) The amount and a description of the expenditure of
- 29 money by the Commonwealth and each recipient political
- 30 subdivision, including the amount of money expended on

- 1 treatment, prevention and other strategies.
- 2 (4) The amount and a description of any expenditure of
- 3 money found to be noncompliant with the requirements of a
- 4 <u>qualified opioid settlement.</u>
- 5 (c) Preparation of report. -- The department may direct
- 6 boards, commissions and agencies under the Governor's
- 7 jurisdiction to provide assistance in the compilation of data
- 8 required to be reported under this section, including
- 9 <u>establishing procedures for recipient political subdivisions to</u>
- 10 submit the information necessary for the preparation of the
- 11 <u>report under this section.</u>
- 12 (d) Submission of report. -- The department shall submit each
- 13 report under this section to the following:
- 14 (1) The chairperson and minority chairperson of the
- Appropriations Committee of the Senate.
- 16 (2) The chairperson and minority chairperson of the
- 17 Appropriations Committee of the House of Representatives.
- 18 (3) The chairperson and majority chairperson of the
- 19 Health and Human Services Committee of the Senate.
- 20 (4) The chairperson and majority chairperson of the
- 21 Human Services Committee of the House of Representatives.
- 22 (e) Posting of report. -- Each report under this section shall
- 23 also be posted and maintained on the publicly accessible
- 24 Internet website of the department.
- 25 Section 2. This act shall take effect in 60 days.