

To: Gahanna City Council

Clerk of Courts

From: Joann Bury, Director of Finance

Laurie A. Jadwin, Mayor

Cc: Raymond J. Mularski, Esg., City Attorney

Date: July 21, 2022

Re: Dept. of Finance Report to Council (July 25, 2022 COTW Meeting)

ACTION ITEMS

ACTION ITEM #1: REQUEST FOR ORDINANCE TO ESTABLISH NEW FUND

The City is a participant in the OneOhio Opioid Settlement and will be receiving an annual allocation over the next 18 years. The first allocation was received on July 18, 2022, in the amount of \$6,257.55. Each year, the Settlement Administrator will perform calculations to determine a base amount (equivalent to 55% of the settlement) and an incentive amount (equivalent to 45% of the settlement) to be allocated to Ohio. The base amount is subject to adjustment, and there are four different incentive amounts at varying percentages (labeled A through D) that are based on the year of the settlement and other criteria. Incentive A is the highest at 40% and Incentive D the lowest at 5%.

Of the amount allocated to the State, 30% shall be distributed to participating local governments. The City's share of the 30% is based on an agreed-to allocation percentage that will remain static over the 18-year period at .0724%. It is estimated the City will receive between \$102,000 and \$145,850 over this period, depending on the base calculation and incentive payments for which the State qualifies.

Use of the funds received under this Settlement are restricted to the approved purposes identified under the OneOhio Memorandum of Understanding. in accordance with Ohio Revised Code Section 5705.09(F), a separate fund must be established for these resources to be used for the purposes identified in the MOU.

The Administration is currently evaluating the MOU to determine the best use of these funds in compliance with the MOU and will bring forward a request for appropriations to use the funds at a later date. In the meantime, in order to appropriately track these funds, the Department of Finance is requesting an Ordinance to establish a new fund for the settlement receipts.

Legislation Needed: Ordinance

Emergency/Waiver: N/A Vendor Name & Address: N/A