

**SB-24-14848 - Supplemental Appropriation to the Fiscal 2025 Adopted Budget**

**ACTION REQUESTED:**

The Board is requested to approve a \$14,643,000 Supplemental Appropriation to the Fiscal 2025 Adopted Budget. Period of agreement is: 7/1/2024 to 6/30/2025

**AMOUNT AND SOURCE OF FUNDS:**

Transaction Amount: \$ 0.00

Project Fund	Amount
6000-CCA0001512	\$ 270,000.00
Additional staffing the Mayor's Office of Recovery Programs to support grant administration	
6000-RC0269	-\$ 14,643,000.00
6000-CCA000166	\$ 2,000,000.00
Health-Substance Use Disorder	
6000-CCA000373	\$ 100,000.00
Law-Transactions	
6000-CCA001515	\$ 143,000.00
Restitution Advisory Board	
6000-CCA001514	\$ 1,630,000.00
Staff and contractual costs to support oversight of opioid restitution funds	
6000-CCA000192	\$ 500,000.00
Health-Administration (Health Facilities)	
6000-CCA001513	\$ 10,000,000.00
Grant funding for organizations named in settlements	

**BACKGROUND/EXPLANATION:**

The proposed Board action seeks to approve a \$14,643,000 supplemental appropriation to the Fiscal 2025 Adopted Budget. This action appropriates a portion of funds received through litigation efforts with pharmaceutical manufacturers and distributors. The items recommended for funding through this action include:

1. Administrative and oversight costs associated with overseeing these funds: \$2,143,000
2. Partial funding for non-profit organizations named in individual settlement agreements: \$10,000,000
3. Funding for the Health Department to scale up opioid response efforts: \$2,500,000

**Recommendations by Agency & Service:**

1. Mayor's Office of Recovery Programming-Opioid Restitution Fund Administration (Funding Recommendation: \$270,000). Funds will be used to create additional positions to oversee grants awarded through the fund.
2. Mayor's Office of Recovery Programming-Named Organizations (Funding Recommendation: \$10,000,000). Partial grant funding for non-profit organizations named

- in settlement agreements.
3. **Mayoralty-Opioid Restitution Administration** (Funding Recommendation: \$1,773,000). Funding to create additional positions to provide direction and guidance regarding the City's opioid response, establishment of the Restitution Advisory Board, contractual support to establish a trust fund for litigation proceeds, and community engagement.
  4. **Law-Transactions** (Funding Recommendation: \$100,000). Funding to create two additional positions to oversee contract agreements with grant organizations
  5. **Health-Administration** (Funding Recommendation: \$500,000). Planning cost for a replacement facility for the Westside clinic.
  6. **Health-Substance Use Disorder** (Funding Recommendation: \$2,000,000). Staffing and support costs for opioid response and recovery strategies.

Funds received from the opioid litigation are being deposited into a restricted special revenue fund. Starting in Fiscal 2026, the annual Ordinance of Estimates will include appropriations from this fund. The Mayor's Executive Order establishing the Opioid Restitution Fund is guiding the use of this funding.

Upon approval by the Board of Estimates, this action will be introduced for consideration and approval by the City Council.

<b>EMPLOY</b>	<b>LIVING WAGE:</b>	<b>LOCAL HIRING:</b>	<b>PREVAILING WAGE:</b>
<b>BALTIMORE:</b>			
N/A	N/A	N/A	N/A

**COUNCIL DISTRICT:** Citywide

**ENDORSEMENTS:**

Finance (BBMR) has reviewed and approved for funds.