LEGISLATURE OF NEBRASKA

ONE HUNDRED EIGHTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1355

FINAL READING

Introduced by Vargas, 7; Aguilar, 35; Cavanaugh, M., 6; Dorn, 30; Fredrickson, 20.

Read first time January 17, 2024

Committee: Health and Human Services

A BILL FOR AN ACT relating to public health and welfare; to amend section 1 2 Nebraska, 81-5,153, Reissue Revised Statutes of and sections 3 38-1201, 38-1225, 71-2485, 71-2486, 71-2487, 71-2488, 71-2489, 71-2490, and 81-3119, Revised Statutes Cumulative Supplement, 2022; 4 to provide for release of certain patient data by an emergency 5 medical service; to restate the purpose and findings of the Opioid 6 7 Prevention and Treatment Act; to define terms; to create, rename, and provide for additional uses and distribution of funds; to 8 provide for aid programs; to provide for research, support and 9 training for first responders, and staff to carry out the Overdose 10 Fatality Review Teams Act; to harmonize provisions; to provide 11 operative dates; to repeal the original sections; and to declare an 12 emergency. 13

14 Be it enacted by the people of the State of Nebraska,

-1-

Section 1. Section 38-1201, Revised Statutes Cumulative Supplement,
 2022, is amended to read:

3 38-1201 Sections 38-1201 to 38-1237 and section 3 of this act shall
4 be known and may be cited as the Emergency Medical Services Practice Act.
5 Sec. 2. Section 38-1225, Revised Statutes Cumulative Supplement,
6 2022, is amended to read:

7 38-1225 (1) No patient data received or recorded by an emergency medical service or an emergency care provider shall be divulged, made 8 public, or released by an emergency medical service or an emergency care 9 provider, except that patient data may be released (a) for purposes of 10 treatment, payment, and other health care operations as defined and 11 12 permitted under the federal Health Insurance Portability and Accountability Act of 1996, as such act existed on January 1, 2024, (b) 13 as required by section 3 of this act 2018, or (c) as otherwise permitted 14 by law. Such data shall be provided to the department for public health 15 purposes pursuant to rules and regulations of the department. For 16 17 purposes of this section, patient data means any data received or recorded as part of the records maintenance requirements of the Emergency 18 Medical Services Practice Act. 19

(2) Patient data received by the department shall be confidential 20 with release only (a) in aggregate data reports created by the department 21 22 on a periodic basis or at the request of an individual, (b) as casespecific data to approved researchers for specific research projects, (c) 23 24 as protected health information to a public health authority, as such 25 terms are defined under the federal Health Insurance Portability and Accountability Act of 1996, as such act existed on January 1, 2024 2018, 26 and (d) as protected health information, as defined under the federal 27 Health Insurance Portability and Accountability Act of 1996, as such act 28 existed on January 1, 2024 2018, to an emergency medical service, to an 29 emergency care provider, or to a licensed health care facility for 30 purposes of treatment. A record may be shared with the emergency medical 31

-2-

service or emergency care provider that reported that specific record.
 Approved researchers shall maintain the confidentiality of the data, and
 researchers shall be approved in the same manner as described in section
 81-666. Aggregate reports shall be public documents.

5 (3) No civil or criminal liability of any kind or character for 6 damages or other relief or penalty shall arise or be enforced against any 7 person or organization by reason of having provided patient data pursuant 8 to this section.

9 Sec. 3. (1) An emergency medical service that treats and releases, 10 or transports to a medical facility, an individual experiencing a 11 suspected overdose or an actual overdose shall report the incident to the 12 department. A report of an overdose made under this section shall include 13 the information required by the department for occurrences requiring a 14 response to perceived individual need for medical care.

15 (2) An emergency medical service that reports an overdose under this
 16 section shall make best efforts to submit the report within seventy-two
 17 hours after responding to the incident.

(3) When the department receives a report pursuant to subsection (1)
 of this section, it shall report such information using the Washington/
 Baltimore High Intensity Drug Trafficking Area Overdose Mapping and
 Application Program or other similar secure access information technology
 platform.

(4) Overdose information reported pursuant to subsection (1) or (3)
 of this section shall not be (a) used for a criminal investigation or
 prosecution or (b) obtained by a law enforcement officer as part of a
 criminal investigation or prosecution.

Sec. 4. Section 71-2485, Revised Statutes Cumulative Supplement,
28 2022, is amended to read:

71-2485 Sections 71-2485 to 71-2490 and sections 7 and 11 to 15 of
 <u>this act</u> shall be known and may be cited as the Opioid Prevention and
 Treatment Act.

-3-

1 Sec. 5. Section 71-2486, Revised Statutes Cumulative Supplement, 2 2022, is amended to read:

3 71-2486 The purpose of the Opioid Prevention and Treatment Act is to 4 provide for the use of dedicated revenue for opioid-disorder-related 5 treatment, and prevention, and remediation and research regarding opioid 6 treatment, prevention, and remediation, in accordance with the terms of 7 any verdict, judgment, compromise, or settlement that is the source of 8 such revenue.

9 Sec. 6. Section 71-2487, Revised Statutes Cumulative Supplement,
10 2022, is amended to read:

11 71-2487 The Legislature finds that:

12 (1) There is an opioid epidemic occurring in the United States, and
13 Nebraska has been impacted;

14 (2) The opioid epidemic in Nebraska is a serious public health
 15 crisis stemming from the rapid increase in the use of prescription and
 16 nonprescription opioid drugs;

17 (3) (2) Many states are recovering funds for the management of
 18 opioid addiction within their borders;

(4) (3) Coordination surrounding and managing opioid addiction and
 related disorders is critical to the health and safety of all Nebraskans;

(5) (4) Funding for prevention and treatment of opioid addiction and
 related disorders, including those that are co-occurring with other
 mental health and substance use disorders, is needed in Nebraska;

(6) (5) Law enforcement agencies in the State of Nebraska are
 dealing with the effects of the opioid epidemic daily and are in need of
 resources for training, education, and interdiction;

27 <u>(7)</u> (6) There is a need to enhance the network of professionals who 28 provide treatment for opioid addiction and related disorders, including 29 co-occurring mental health disorders and other co-occurring substance use 30 disorders;

31

(8) (7) There is a need for education of medical professionals,

-4-

including training on proper prescription practices and best practices
 for tapering patients off of prescribed opioids for medical use;

3 <u>(9)</u> (8) Incarcerated individuals in the Nebraska correctional system 4 and other vulnerable populations with opioid use disorder need access to 5 resources that will help address addiction; and

6 (10) (9) The health and safety of all Nebraskans will be improved by
 7 the abatement of opioid remediation addiction in the State of Nebraska.

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Sec. 7. For purposes of the Opioid Prevention and Treatment Act:

9 (1) Division means the Division of Behavioral Health of the
 10 Department of Health and Human Services;

11 (2) Local public health department means a local public health 12 department as defined in section 71-1626;

<u>(3) Opiate or opioid means any drug or other substance having an</u>
 <u>addiction-forming or addiction-sustaining liability similar to morphine</u>
 <u>or being capable of conversion into a drug having such addiction-forming</u>
 <u>or addiction-sustaining liability;</u>

17 (4) Opioid epidemic means the serious public health crisis stemming
 18 from the rapid increase in the use of prescription and nonprescription
 19 opioid drugs;

20 (5) Opioid remediation means care, treatment, and other programs and 21 expenditures designed to (a) address the misuse and abuse of opioid 22 products, (b) treat or mitigate opioid use or related disorders, (c) 23 mitigate other effects of the opioid epidemic, including the effects on 24 those injured as a result of the opioid epidemic, (d) support treatment 25 of any co-occurring substance use disorder or mental health condition; 26 and

27 (6) Regional behavioral health authority means an authority
28 established pursuant to section 71-808.

Sec. 8. Section 71-2488, Revised Statutes Cumulative Supplement,
2022, is amended to read:

31 71-2488 (1) Any funds appropriated from the Opioid Prevention and

-5-

<u>Treatment Cash Fund or the Opioid Treatment Infrastructure Cash Fund or</u>
 distributed <u>from the Nebraska Opioid Recovery Trust Fund</u> under the Opioid
 Prevention and Treatment Act shall not be considered ongoing entitlements
 or an obligation on the part of the State of Nebraska.

5 (2) Any funds appropriated or distributed under the Opioid Prevention and Treatment Act act shall be spent in accordance with the 6 Opioid Prevention and Treatment Act and the terms of any verdict, 7 judgment, compromise, or settlement in or out of court, of any case or 8 9 controversy brought by the Attorney General pursuant to the Consumer 10 Protection Act or the Uniform Deceptive Trade Practices Act. If there is any conflict between the terms of any verdict, judgment, compromise, or 11 settlement and the Opioid Prevention and Treatment Act, the terms of the 12 13 verdict, judgment, compromise, or settlement shall prevail.

Sec. 9. Section 71-2489, Revised Statutes Cumulative Supplement,
2022, is amended to read:

71-2489 The regional behavioral health authorities and local public 16 17 health departments shall report on or before November 30 of each evennumbered year to the division regarding the use of funds distributed for 18 purposes of the Opioid Prevention and Treatment Act and the outcomes 19 achieved from the use of such funds. The division Department of Health 20 and Human Services shall report annually on or before December 15 to the 21 22 Legislature, the Governor, and the Attorney General regarding the use of 23 funds appropriated and distributed under the Opioid Prevention and 24 Treatment Act and the outcomes achieved from the use of such funds such 25 use. The reports submitted to the Legislature shall be submitted electronically. 26

27 Sec. 10. Section 71-2490, Revised Statutes Cumulative Supplement, 28 2022, is amended to read:

29 71-2490 (1) The Nebraska Opioid Recovery <u>Trust</u> Fund is created. The 30 fund shall include all recoveries received on behalf of the state by the 31 Department of Justice pursuant to the Consumer Protection Act or the

-6-

1 Uniform Deceptive Trade Practices Act related to the advertising of 2 opioids. The fund shall include any money, payments, or other things of value in the nature of civil damages or other payment, except criminal 3 4 penalties, whether such recovery is by way of verdict, judgment, 5 compromise, or settlement in or out of court, of any case or controversy pursuant to such acts. The Department of Justice shall remit any such 6 7 revenue to the State Treasurer for credit to the Nebraska Opioid Recovery Trust Fund. 8

9 (2) Any funds appropriated, expended, or distributed from the 10 Nebraska Opioid Recovery <u>Trust</u>Fund shall be spent in accordance with the 11 terms of any verdict, judgment, compromise, or settlement in or out of 12 court, of any case or controversy brought by the Attorney General 13 pursuant to the Consumer Protection Act or the Uniform Deceptive Trade 14 Practices Act.

15 (3) The <u>Nebraska Opioid Recovery Trust Fund</u> fund shall exclude funds 16 held in a trust capacity where specific benefits accrue to specific 17 individuals, organizations, political subdivisions, or governments. Such 18 excluded funds shall be deposited in the State Settlement Trust Fund 19 pursuant to section 59-1608.05.

20 (4)(a) Any money transferred from the Nebraska Opioid Recovery Trust
 21 Fund shall be expended in accordance with the terms and conditions of the
 22 litigation or settlement from which the money was received.

(b) The State Treasurer shall transfer the following amounts from
 the Nebraska Opioid Recovery Trust Fund on or after July 1, 2024, but
 before July 15, 2024, and on or after July 1 but before July 15 of each
 year thereafter:

(i) One million one hundred twenty-five thousand dollars to the
 Training Division Cash Fund to connect first responders to behavioral
 health services, supports, and training and for a statewide wellness
 learning plan that includes anonymous assessments, education, and
 awareness to promote resiliency development;

1 (ii) Four hundred thousand dollars to the Health and Human Services 2 Cash Fund for staff to carry out the Overdose Fatality Review Teams Act; 3 (iii) Three million dollars to the Opioid Prevention and Treatment 4 Cash Fund for purposes of the Opioid Prevention and Treatment Act; and (iv) An amount determined by the Legislature to the Opioid Treatment 5 6 Infrastructure Cash Fund. 7 (c) It is the intent of the Legislature that, of the total settlement funds received by the State of Nebraska and transferred from 8 9 the Nebraska Opioid Recovery Trust Fund to the Opioid Prevention and 10 Treatment Cash Fund and to the Opioid Treatment Infrastructure Cash Fund, twenty-five percent of such funds are transferred to the Opioid 11

Prevention and Treatment Cash Fund and seventy-five percent of such funds
 are transferred to the Opioid Treatment Infrastructure Cash Fund.

14 <u>(5)</u> (4) Any money in the Nebraska Opioid Recovery <u>Trust</u>Fund 15 available for investment shall be invested by the state investment 16 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska 17 State Funds Investment Act.

18 Sec. 11. <u>(1) The Opioid Prevention and Treatment Cash Fund is</u> 19 <u>created. The fund shall consist of transfers from the Nebraska Opioid</u> 20 <u>Recovery Trust Fund. No more than the amounts specified in this section</u> 21 <u>may be appropriated or transferred from the Opioid Prevention and</u> 22 <u>Treatment Cash Fund in any fiscal year.</u>

(2) Any money in the Opioid Prevention and Treatment Cash Fund
 available for investment shall be invested by the state investment
 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
 State Funds Investment Act.

27 (3) It is the intent of the Legislature to annually appropriate from
 28 the Opioid Prevention and Treatment Cash Fund beginning in FY2024-25
 29 three million dollars to the Department of Health and Human Services for
 30 disbursement by the division to regional behavioral health authorities
 31 for behavioral health regions established pursuant to section 71-807 for

1	opioid use prevention and opioid remediation under the Opioid Prevention
2	and Treatment Act as follows:
3	(a) Five and four-hundred-seventy-six thousandths percent to region
4	<u>1;</u>
5	<u>(b) Five and one-hundred-twelve thousandths percent to region 2;</u>
6	<u>(c) Ten and eight thousand nine hundred eighty-two ten-thousandths</u>
7	percent to region 3;
8	<u>(d) Eight and five thousand eight hundred thirty-three ten-</u>
9	thousandths percent to region 4;
10	<u>(e) Twenty-five and seven thousand four hundred twenty-one ten-</u>
11	thousandths percent to region 5; and
12	<u>(f) Forty-four and one thousand eight hundred sixty-nine ten-</u>
13	thousandths percent to region 6.
14	(4) The regional behavioral health authorities shall only spend such
15	disbursements for purposes identified in section 14 of this act.
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16	Sec. 12. <u>(1) The Opioid Treatment Infrastructure Cash Fund is</u>
	Sec. 12. <u>(1) The Opioid Treatment Infrastructure Cash Fund is</u> created. The fund shall consist of transfers from the Nebraska Opioid
16	
16 17	created. The fund shall consist of transfers from the Nebraska Opioid
16 17 18	created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund.
16 17 18 19	created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash
16 17 18 19 20	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public-</pre>
16 17 18 19 20 21	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in</pre>
16 17 18 19 20 21 22	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in opioid use prevention and opioid treatment infrastructure projects as</pre>
16 17 18 19 20 21 22 23	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund.</pre>
16 17 18 19 20 21 22 23 24	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in opioid use prevention and opioid treatment infrastructure projects as determined by the division, including capital construction and renovation. The administrative cost for distributing funds under this</pre>
16 17 18 19 20 21 22 23 24 25	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in opioid use prevention and opioid treatment infrastructure projects as determined by the division, including capital construction and renovation. The administrative cost for distributing funds under this section shall not exceed an amount equal to five percent of the amount</pre>
16 17 18 19 20 21 22 23 24 25 26	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in opioid use prevention and opioid treatment infrastructure projects as determined by the division, including capital construction and renovation. The administrative cost for distributing funds under this section shall not exceed an amount equal to five percent of the amount distributed.</pre>
16 17 18 19 20 21 22 23 24 25 26 27	<pre>created. The fund shall consist of transfers from the Nebraska Opioid Recovery Trust Fund. (2) The division shall use the Opioid Treatment Infrastructure Cash Fund as appropriated by the Legislature for local and state public- private partnerships for nonprofit and for-profit entities engaged in opioid use prevention and opioid treatment infrastructure projects as determined by the division, including capital construction and renovation. The administrative cost for distributing funds under this section shall not exceed an amount equal to five percent of the amount distributed. (3) Any money in the Opioid Treatment Infrastructure Cash Fund</pre>

31 Sec. 13. (1) The division shall equitably distribute aid as

-9-

1	appropriated by the Legislature to local public health departments:
2	<u>(a) To facilitate prevention efforts, including training on the use</u>
3	of overdose response, syringe access and education, and drug-checking
4	products;
5	(b) For education and training activities related to opioid use
6	prevention and opioid remediation; and
7	(c) For data tracking efforts related to the opioid epidemic.
8	<u>(2) Each local public health department may contract for services</u>
9	with hospitals, law enforcement, and community organizations for purposes
10	of subsection (1) of this section. Each local public health department
11	shall report to the division as provided in section 71-2489.
12	(3) It is the intent of the Legislature to appropriate at least five
13	hundred thousand dollars from the General Fund to the County Public
14	Health Aid Program for disbursement to local public health departments as
15	provided in section 71-1628.08 for opioid use prevention and opioid
16	remediation under the Opioid Prevention and Treatment Act. It is the
17	intent of the Legislature that funds appropriated for purposes of this
18	section are offset by a reduction in funds for Behavioral Health Aid for
19	<u>fiscal year 2024-25.</u>
20	Sec. 14. <u>(1) Each regional behavioral health authority shall use</u>
21	funds received pursuant to the Opioid Prevention and Treatment Act for:
22	(a) Opioid treatment and response;
23	(b) Data tracking related to the opioid epidemic;
24	(c) Supporting individual recovery and rehabilitation related to the
25	opioid epidemic; and
26	(d) Opioid use prevention and opioid remediation.
27	(2) Each regional behavioral health authority shall report to the
28	division as provided in section 71-2489.
29	(3) The division shall review the reports and require an authority
30	to return unobligated and unexpended funds for the prior biennium to the

31 <u>Opioid Prevention and Treatment Cash Fund.</u>

2024	2024
1	Sec. 15. (1) The Legislature intends to support opioid misuse
2	prevention research, opioid addiction research, and population, clinical,
3	translational, and basic science research proposals to decrease the
4	harmful impact of the opioid epidemic on Nebraska and carry out the
5	purposes of the Opioid Prevention and Treatment Act.
6	(2) It is the intent of the Legislature to annually appropriate two
7	hundred fifty thousand dollars from the General Fund to the Board of
8	Regents of the University of Nebraska for research at the University of
9	Nebraska Medical Center, which shall only be used for research on opioid
10	misuse prevention research, opioid addiction research, or population,
11	clinical, translational, and basic science research proposals to decrease
12	the harmful impact of the opioid epidemic on Nebraska. It is the intent
13	of the Legislature that funds appropriated for purposes of this section
14	are offset by a reduction in funds for Behavioral Health Aid for fiscal
15	<u>year 2024-25.</u>
16	Sec. 16. Section 81-5,153, Reissue Revised Statutes of Nebraska, is
17	amended to read:
18	81-5,153 (1) The Training Division Cash Fund is created. <u>The State</u>
19	Fire Marshal shall administer the fund.
20	(2) Money collected pursuant to section 81-5,152 shall be remitted
21	to the State Treasurer for credit to the fund. Such money in the The fund
22	shall be used for the purpose of administering the training program
23	established pursuant to sections 81-5,151 to 81-5,157, except that
24	transfers may be made from <u>such money in the</u> fund to the General Fund at
25	the direction of the Legislature.

<u>(3) Money transferred to the Training Division Cash Fund from the</u>
 <u>Nebraska Opioid Recovery Trust Fund shall be used to connect first</u>
 <u>responders to behavioral health services, supports, and training and for</u>
 <u>a statewide wellness learning plan that includes anonymous assessments,</u>
 <u>education, and awareness to promote resiliency development, in accordance</u>
 <u>with the terms and conditions of the litigation or settlement that is the</u>

1 <u>source of the money.</u>

2 <u>(4) Any money in the Training Division Cash Fund</u> The Training 3 Division Cash Fund shall be administered by the State Fire Marshal. Any 4 money in the fund available for investment shall be invested by the state 5 investment officer pursuant to the Nebraska Capital Expansion Act and the 6 Nebraska State Funds Investment Act.

Sec. 17. Section 81-3119, Revised Statutes Cumulative Supplement,
2022, is amended to read:

9 81-3119 <u>(1)</u> The Health and Human Services Cash Fund is created and 10 shall consist of funds from contracts, grants, gifts, or fees. <u>The fund</u> 11 <u>may also consist of transfers from the Nebraska Opioid Recovery Trust</u> 12 <u>Fund.</u>

(2) Any money transferred from the Nebraska Opioid Recovery Trust
 Fund shall be used for staff to carry out the Overdose Fatality Review
 Teams Act, in accordance with the terms and conditions of the litigation
 or settlement that is the source of the money. Any other money in the
 Health and Human Services Cash Fund may be transferred to the General
 Fund at the direction of the Legislature.

(3) Transfers may be made from the fund to the General Fund at the 19 20 direction of the Legislature. The State Treasurer shall transfer three hundred thousand dollars on or before July 15, 2015, from the Health and 21 22 Human Services Cash Fund to the Lead-Based Paint Hazard Control Cash 23 Fund. It is the intent of the Legislature that the transfer to the Lead-24 Based Paint Hazard Control Cash Fund shall be from funds credited to the 25 Medicaid Fraud Settlement Fund. Any money in the Health and Human Services Cash Fund available for investment shall be invested by the 26 27 state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. 28

29 Sec. 18. Sections 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 30 and 19 of this act become operative on July 1, 2024. The other sections 31 of this act become operative on their effective date.

-12-

Sec. 19. Original section 81-5,153, Reissue Revised Statutes of
 Nebraska, and sections 71-2485, 71-2486, 71-2487, 71-2488, 71-2489,
 71-2490, and 81-3119, Revised Statutes Cumulative Supplement, 2022, are
 repealed.

Sec. 20. Original sections 38-1201 and 38-1225, Revised Statutes
Cumulative Supplement, 2022, are repealed.

7 Sec. 21. Since an emergency exists, this act takes effect when8 passed and approved according to law.