



Agenda Item No: 1.d

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: April 15, 2025

Submitted by: Teri Knutson

From: Police Department

Subject:

Memorandum of Understanding (MOU) with Cities and HOPE Center of Orange County for National Opioid Settlement Funds

Financial Impact:

Fiscal Impact:

Expense: \$ 15,000 (910000-6290)

Revenue: \$151,924 (910000-4299)

Summary:

The National Opioid Settlement Funds are allocated to states for opioid crisis prevention, treatment and harm reduction. The State of California, in turn, has provided funds to cities and counties that have elected to participate in the settlements. Participants must comply with specific spending guidelines established by the National Settlement Agreements including that 50% of the funds be spent on what are considered High Impact Abatement Activities. The cities of Placentia, Brea, Buena Park and Fullerton are working with the HOPE Center of Orange on the use of these funds. This Agenda Report requests that the Placentia City Council approve the required Joint Agreement and appropriation of these funds.

Recommendation:

Recommended Action: It is recommended that the City Council take the following actions to:

1. Authorize the Interim City Administrator to execute an Agreement between the HOPE Center and the Cities of Placentia, Brea, Buena Park and Fullerton, for a three-year term using the respective cities' National Opioid Settlement Funds, including an expenditure of \$15,000 for Placentia's portion to fund one Street Outreach Case Manager position; and
2. Approve Resolution R-2025-12 amending the FY24/25 budget by adding an appropriation and revenue in the amount of \$151,924 for National Opioid Settlement funds received and expected to be received; and
3. Authorize the Interim City Administrator and/or his designee to execute all necessary documents, in a form approved by the City Attorney.

Strategic Plan Statement:

This item is consistent with the City Council approved Strategic Plan Goal 2, to Ensure that Public Safety Continues to be a High Priority.

Discussion:

The National Opioid Settlement (NOS) Funds are allocated to states for opioid crisis prevention, treatment and harm reduction. The State of California Department of Health Care Services is overseeing the distribution and monitoring of these funds, which are being given to cities and counties, known as "Participating Subdivisions." Use of the funds requires compliance with the specific spending guidelines of the National Settlement Agreements, as well as that 50% of the funds be used according to the Department of Health Services' designation of High Impact Abatement Activities.

The City of Placentia received \$19,263 in Fiscal Year 2023/2024 and is expected to receive \$132,661 in a future reporting period for Fiscal Year 2024/2025. The purpose of this Agenda Report is to request that the City Council enter into a Memorandum of Agreement (MOU) with the HOPE Center and the Cities of Brea, Buena Park and Fullerton, for the use of a portion of the funds to contract for one full-time Street Outreach Case Manager position. The term of the MOU is July 1, 2025, to June 30, 2028. The Case Manager position will focus on Medication-Assisted Treatment services, Opioid Use Disorder and Substance Use Disorder services to better address the needs of vulnerable populations in Placentia.

Additional cities may join the initiative through an amendment, subject to the consensus of all participating cities. If new cities opt-in, the funding formula will be recalculated, potentially reducing Placentia's financial contribution. The formula will be updated annually at the start of each fiscal year based on data collected and provided by the HOPE Center. While the MOU currently provides that City of Placentia's financial part is \$15,000, the MOU provides that services can be expanded.

Fiscal Impact Summary:Fiscal Impact:

It is recommended that the Placentia City Council approve a total appropriation of \$15,000 to the MOU with the HOPE Center. Future funds received will be recommended for expenditure in the City's annual budget processes. The receipt and use of National Opioid Settlement Funds are no cost to the City of Placentia.

Attachments

[HCOC MOA_FINAL_03-12-2025_EXECUTED HCOC.pdf](#)

[Resolution R-2025-12.docx](#)

[City of Placentia W/C Insurance](#)

[City of Brea W/C Insurance](#)

[City of Buena Park W/C Insurance](#)

[City of Fullerton W/C Insurance](#)