



CITY OF GRAND PRAIRIE COMMUNICATION

MEETING DATE: 12/17/2024

PRESENTER: Maleshia McGinnis, City Attorney

TITLE: Approve Current and Future Opioid Settlements Which are to be Distributed in Accordance with the Texas Term Sheet Adopted by Resolution 5244-2021, Including an Agreement with Kroger, and Authorize the Execution of Documents Relative to the Acceptance of Said Settlements

REVIEWING COMMITTEE: (Reviewed by the Public Safety, Health and Environment Committee on 12/09/2024)

ANALYSIS:

Texas, along with a broad coalition of states and subdivisions, has reached final agreements with the 12 companies to resolve legal claims for their role in the opioid crisis. Four agreements are with opioid manufacturers (Johnson & Johnson, Endo, Teva, and Allergan), three with major distributors (Amerisource Bergen, Cardinal Health, and McKesson), and four with pharmacies (Walmart, CVS, Walgreens and Kroger). The City has already participated in several of the settlements and adopted the Texas Term Sheet via Resolution 5244-2021 on December 14, 2021, which allocates how funds will be distributed. The City is seeking authorization to participate in newly proposed and future settlements, including the most recent settlement with Kroger. The City has until December 29, 2024 to agree to join the Kroger settlement. In accordance with the agreement, all funds received will be used for local education, treatment and prevention of opioid abuse.

FINANCIAL CONSIDERATION:

If approved, it is estimated the City would receive the Grand Prairie funds allocation reflected in the chart below and have access to the regional funds under the Opioid Counsel. Funds will be paid into an account specially designated for the uses indicated in the settlement, which have a focus on the treatment, education and prevention of opioid abuse.

Agreement	Grand Prairie	Payment Years	Dallas Region	Tarrant/Ellis Region
Janssen	\$117,276.16	1	\$15,321,674.42	\$15,101,919.35
Distributor*	\$509,646.41	18	\$66,659,834.77	\$65,703,748.90

Teva	\$58,591.38	15	\$7,509,295.55	\$7,401,591.54
Endo	\$23,380.82	1	\$3,186,873.13	\$3,141,164.58
Walmart	\$75,182.25	6	\$9,635,645.90	\$9,497,444.16
Walgreens	\$150,382.63	15	\$19,273,615.26	\$18,997,688.50
CVS	\$134,396.25	10	\$17,224,738.86	\$16,977,688.60
Allergan	\$59,794.68	7	\$7,668,515.60	\$7,553,599.62
Kroger	\$33,548.51	2	\$4,299,705.89	\$4,238,036.25
TOTAL	\$1,162,199.09		\$150,779,899.38	\$139,115,437.34

** Distributor Agreement includes Amerisource Bergen, Cardinal Health, and McKesson.*