

RESOLUTION NO. 2025-45

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GRASS
VALLEY APPROVING OPIOID SETTLEMENT AGREEMENT WITH
PURDUE PHARMA L.P. AND SACKLER FAMILY, AUTHORIZING
CITY MANAGER TO EXECUTED THE RELATED PARTICIPATION
AGREEMENTS, AND GRANTING AUTHORITY TO THE CITY
MANAGER TO EXECUTE AND ENTER INTO FUTURE
AGREEMENTS RELATED TO THE NATIONAL OPIOID
SETTLEMENTS

WHEREAS, on or about June 16, 2025, a proposed nationwide tentative settlement was reached between the plaintiffs in multi-district litigation and Purdue Pharma L.P. and its owners the Sackler family (collectively, “Purdue and Sackler”); and

WHEREAS, the United States is facing an ongoing public health crisis related to the use of opioids, resulting in the State of California and local governments spending billions of dollars each year to address the consequences of this crisis; and

WHEREAS, since 2017 state and local governments in the United States have pursued litigation against the manufacturers, distributors, and retailers of opioid pharmaceuticals in an effort to hold these parties financially responsible for the impact of the opioid epidemic and the resources used to address the crisis; and

WHEREAS, such litigation has resulted in settlements between the manufacturers, distributors, and retailers of opioid products and state and local governments; and

WHEREAS, a new settlement between Purdue and Sackler and state and local governments (the “Settlement”) has been proposed; and

WHEREAS, under the terms of the Settlement, Purdue and Sackler will pay \$7.4 billion over a 15-year period; and

WHEREAS, under the terms of Settlement, California state and local governments are scheduled to receive as much as \$440 million, some of which will be distributed to cities and counties; and

WHEREAS, although the City is not a party to this litigation, it may opt into the Settlement and receive its benefits in exchange for releasing its claims against Purdue and Sackler; and

WHEREAS, the more cities with populations greater than 10,000, such as the City, which opt into the agreement the more funds their respective counties and states are to receive under the Settlement; and

WHEREAS, opting into the settlement will allow the City to receive, or to transfer to the County, funds from the Settlement, which can be used to treat opioid use disorder and for related purposes; and

WHEREAS, the City wishes to agree to the material terms of the proposed Settlement; and

WHEREAS, jurisdictions must opt into the Settlement before September 30, 2025.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF GRASS VALLEY DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. RECITALS. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. APPROVAL OF PARTICIPATION IN NATIONAL OPIOID SETTLEMENT. The City Council hereby:

- a) Approves the Settlement with Purdue and Sackler on behalf of the City.
- b) Authorizes the City Manager to execute the related Participation Agreements and any and all documents ancillary thereto including allocating the City's funds to the County of Nevada.
- c) Grants the City Manager the authority to execute and enter into future agreements and any and all documents ancillary thereto, including allocation of funds to the County of Nevada, related to the Nationwide Opioid Settlements.

Section 3. RATIFICATION OF ACTIONS. All actions heretofore taken by the City Council and other appropriate public officers and agents of the City with respect to the matters contemplated under this Resolution are hereby ratified, confirmed and approved.

Section 4. SEVERABILITY CLAUSE. Should any section, clause, or provision of this Resolution be found invalid by a court of competent jurisdiction, that finding shall not affect the validity of the Resolution as a whole, or parts thereof, other than the part declared to be invalid.

Section 5. CERTIFICATION. The City Clerk shall certify to the passage and adoption of this Resolution and shall give notice of it if and as required by law.

Section 6. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

PASSED AND ADOPTED by the City Council of City of Grass Valley, this 26th day of Augst 2025, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Hilary Hodge, Mayor

ATTEST:

Taylor Whittingslow, City Clerk

APPROVED AS TO FORM:

David Ruderman, City Attorney