

# CITY OF LAKE FOREST PARK CITY COUNCIL AGENDA COVER SHEET

Meeting Date August 14, 2025

**Originating Department** Executive

Contact Person Phillip Hill, City Administrator

**Title** Approval of Resolution 25-2023/Authorizing the Mayor to execute the

Purdue Pharma/Sackler Family Washington State-Wide Opioid

Settlement Agreement and the Washington State-Wide Opiod Settlement

Agreement with eight manufacturers of generic opioids.

## **Legislative History**

• First Presentation/Action – April 28, 2022, Resolution 1845, executing the One Washington Memorandum of Understanding

- Second Presentation/Action September 8, 2022, Resolutions 1854 and 1855 executing the Allocation Agreement and Participation Forms
- Third Presentation/Action March 23, 2023, Resolution 23-1888 and 1889 executing the second Allocation Agreement and Participation Forms
- Fourth Presentation/Action April 25, 2024, Resolution 24-1951 executing the third settlement Participation Form
- Fifth Presentation/Action July 11, 2024, Resolution 24-1959 executing the fourth settlement Participation Form
- Sixth Presentation/Action August 14, 2025, Resolution 25-2023 executing the Purdue Pharma/Sackler Family and eight manufacturers of generic opioids settlement Allocation Agreement and Participation and Release Forms

#### **Attachments:**

- 1. Resolution 25-2023 Authorizing Execution of the Purdue Pharma/Sackler Family, and eight manufacturers of generic opioids Allocation Agreement and Participation and Release Forms;
- 2. Subdivision Participation and Release Forms for Purdue/Sackler Family (Shareholders); Alvogen; Anneal; Apotex; Hikma; Indivior; Mylan; Sun; Zydus (pdf 1 28);

Washington State Allocation Agreement Governing The Allocation Of Opioid Settlement Funds paid by Purdue Pharma and the eight manufacturers of generic opioids (pdf 29-78).

3. Chart of additional remediation uses for settlement funds

## **Executive Summary**

This agenda item seeks City Council authorization for the Mayor to execute the Allocation Agreement and the Participation and Release Forms for settlement with the Purdue Pharma/Sackler Family and eight manufacturers of generic opioids. As this is based on the original One Washington Memorandum of Understanding that the city entered into in 2022 and utilizes the same allocation formula and results in revenue to the city, the administration requests suspension of the three-touch rule to move this item forward.

# **Background**

Multiple states, counties, and cities throughout the nation have brought lawsuits over the last few years against various entities within the pharmaceutical supply chain who manufacture, distribute, and dispense prescription opioids (the "Opioid Distributors"). The State of Washington has now reached a settlement with another Opioid Distributor and eight manufacturers.

Washington cities and counties with populations over 10,000 can join these settlements, and if a sufficient number join, they will receive funds that must be spent on efforts to combat the opioid epidemic. The proceeds can only be used for approved purposes as outlined in the agreements, such as treatment for opioid use disorder ("OUD"), support for people in treatment and recovery, providing connections to care for people who have—or are at risk of developing—OUD, addressing the needs of persons with OUD in the criminal justice system, training, and research. There are items that these nine settlement agreements authorize funds can be spent on that were not included in prior settlement agreements. A chart with those items is included for your review. Local governments can spend the money directly or pool the money with other local governments on a regional basis.

The Allocation Agreement outlines how funds will be split between the State and eligible cities and counties. While the City could choose not to sign the Allocation Agreement, doing so may result in the City not receiving any of the settlement proceeds and could jeopardize the total amount received in the State of Washington.

#### **Fiscal & Policy Implications**

The City's execution of the Allocation Agreement and the Participation and Release Forms will guarantee that the City receives a portion of the settlement proceeds if the agreements are finalized.

The full settlement amount is for \$122.3M with the State of Washington, with the city of Lake Forest Park receiving 0.0525439124% of that total, or roughly \$304,097.89 payable over 15 years, if all eligible cities and counties join the settlement.

The balance of funds received by the city through various prior settlements at the end of 2026 will be roughly \$56,967. The administration provided Narcan and appropriate training through the police department for all city employees at a cost of approximately \$4,771 and Council made its first allocation to community partners from this fund in the 2025-2026 biennial budget, to Hopestream Community for \$20,000.

### **Staff Recommendation**

Suspend the three-touch rule and adopt Resolution 25-2023 authorizing the Mayor to execute the Allocation Agreement and the Participation and Release Forms related to the allocation and use of opioid litigation settlement proceeds from Purdue Pharma/Sackler Family, Alvogen, Anneal, Apotex, Hikma, Indivior, Mylan, Sun, and Zydus.