

AGENDA ITEM SUMMARY FORM

PROPOSED MEETING DATE: September 17, 2025

PREPARED BY: Scott Moore, City Manager

DEPARTMENT: Administration

AGENDA ITEM DESCRIPTION:

Consideration, discussion, and possible action regarding a Resolution authorizing the City Manager to execute documents as necessary to evidence the City Council's approval to opt into the Purdue Pharma L.P. & Sackler Family Opioid Settlement.

BACKGROUND/SUMMARY:

A proposed nationwide settlement agreement has been reached with Purdue (and certain of its affiliates) and the Sackler family concerning alleged misconduct related to opioids. The proposed settlement is being implemented in connection with Purdue's bankruptcy proceedings, and consists of, among other things, a settlement of Purdue's claims against the Sacklers and certain other parties (referred to as the "Estate Settlement"), and a settlement of direct claims against the Sacklers held by States, local governments and other creditors (the "Direct Settlement", and together with the Estate Settlement, the "Settlement"). The Settlement contemplates that the Sacklers will be paying an aggregate of \$6.5 billion in 16 payments over 15 years, including \$1.5 billion on the settlement's Effective Date (expected to be in 2026), though some amounts are subject to discounted prepayments. These amounts are in addition to amounts available from the Purdue estate including amounts available on the Effective Date (expected to be around \$900 million) and amounts that may be paid in the future. The Settlement also contains injunctive relief governing opioid dispensing practices and requires the successorin-interest of Purdue Pharma L.P. to implement safeguards to prevent diversion of prescription opioids, and also restrict certain Sacklers from directly or indirectly engaging in the manufacturing or sale of opioids, as detailed in the Settlement. The deadline for Cities to decide to join the settlement is September 30, 2025. Additional information regarding the Settlement can be found at: https://nationalopioidsettlement.com/purdue-sacklerssettlements/

LEGAL REVIEW: Yes, Paige Saenz, City Attorney

FISCAL IMPACT: No PRESENTATION: No ATTACHMENTS: Yes

Resolution No. 2025-36

STAFF RECOMMENDATION:

It is the City Staff's recommendation that the City Council approve Resolution No. 2025-36 authorizing the City Manager to execute documents as necessary to evidence the City Council's approval of the City Council's approval to opt into the Purdue Pharma L.P. & Sackler Family Opioid Settlement