RESOLUTION NO. R-2025-169

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS, AUTHORIZING PARTICIPATION WITH THE STATE OF TEXAS, THROUGH THE OFFICE OF THE ATTORNEY GENERAL, IN THE LATEST GLOBAL OPIOID SETTLEMENTS (INCLUDING PERDUE/SACKLER AND SECONDARY MANUFACTURER SETTLEMENTS), APPROVING SETTLEMENT PARTICIPATION & RELEASE FORMS SUBMISSION; AND AUTHORIZING THE CITY MANAGER TO EXECUTE ALL RELATED DOCUMENTS

WHEREAS, the City of Bastrop has obtained information indicating that drug manufacturers, certain generic opioid manufacturers, distributors, pharmacies, and related entities (collectively, "Defendants") engaged in marketing and/or distribution practices that have contributed to the opioid epidemic, resulting in addiction, overdose, and substantial public health and financial burdens on municipalities;

WHEREAS, the State of Texas, through its Office of the Attorney General, has entered into a series of global opioid settlement agreements with entities including Purdue Pharma and the Sackler family, as well as agreements with several generic opioid manufacturers (e.g., Alvogen, Amneal, Apotex, Hikma, Indivior, Mylan, Sun, Zydus), among others, to resolve many such claims.

WHEREAS, under the Texas Term Sheet and related agreements, political subdivisions (such as cities) may participate in these settlements by executing Subdivision Participation and Release Forms or equivalent documents, which enables them to receive their proportionate share of settlement proceeds allocated to subdivisions under state law.

WHEREAS, recent opioid settlements in Texas include a new \$720 million settlement with eight drug manufacturers (generic manufacturers) from which the State and its subdivisions may receive up to ~\$45.5 million, contingent on local governments opting in.

WHEREAS, the settlement with Purdue Pharma and the Sackler family allocates approximately \$286.58 million to Texas, contingent on subdivision participation, and there is a deadline (September 30, 2025) for subdivisions to execute the required Participation and Release Forms in order to qualify.

WHEREAS, the City of Bastrop previously joined earlier global opioid settlements, affirmed the Texas Opioid Abatement Fund Council structure, and adopted resolution(s) recognizing the Texas Term Sheet, and now desires to participate in the new and additional settlement opportunities to help offset the City's opioid-related expenditures and support remedial and prevention efforts in the community;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BASTROP, TEXAS:

SECTION 1. The City Council incorporates the foregoing recitals as findings and makes them part of this resolution for all purposes.

SECTION 2. The City hereby agrees to participate in the Purdue / Sackler Direct Settlement, as well as the Secondary Manufacturers (generic manufacturer) settlements, and any additional opioid settlement opportunities endorsed and negotiated by the State of Texas and the Office of the Attorney General, governed under the Texas Term Sheet and related rules.

SECTION 3. The City Manager is authorized to execute, on behalf of the City, the Subdivision Participation & Release Form(s) (or equivalent documents), including those required for:

- a. The Purdue / Sackler settlement (Governmental Entity Direct Settlement Agreement "GESA" or equivalent) pertaining to the Purdue Pharma / Sackler family;
- b. The Generic / Secondary Manufacturer settlements (Alvogen, Amneal, Apotex, Hikma, Indivior, Mylan, Sun, Zydus, etc.) under the Texas settlement regime;
- c. Any other necessary instruments, releases, and documentation required to effectuate participation in or receipt of settlement funds under those agreements.

<u>SECTION 4.</u> The City supports the allocation method for opioid settlement proceeds as set forth in the Texas Term Sheet, including that subdivisions which opt in receive their share of subdivision-allocated funds, and that use of these funds will conform with legal requirements (abatement, prevention, treatment, research, etc.).

<u>SECTION 5.</u> The City acknowledges that there is a deadline (as established by the State) for submitting the Participation and Release Forms — notably September 30, 2025 — and commits to meet all deadlines to ensure eligibility for settlement proceeds.

<u>SECTION 6.</u> The City finds that there is a substantial need to repay past opioid-related expenditures and to fund programs to abate opioid harms, including prevention, treatment, overdose response, data collection, and enforcing restrictions on marketing, in Bastrop and across Texas.

<u>SECTION 7.</u> The City Manager is hereby authorized and directed to take all actions necessary, and sign all required documents, to facilitate the City's participation in the aforementioned global and state settlements, including any future opioid settlement(s) negotiated by the Texas Attorney General that require subdivision participation.

SECTION 8. This Resolution shall be effective immediately upon its passage and shall remain in force until all required participation documents are submitted, or until further action by the Council, whichever occurs first.

DULY RESOLVED AND ADOPTED by the City Council of the City of Bastrop this 23rd day of September 2025.

APPROVED:

Ishmael Harris, Mayor

ATTEST:

Michael Muscarello, City Secretary

APPROVED AS TO FORM:

City Attorney
Denton Navarro Rocha Bernal & Zech, P.C.