



City Council Staff Report

Subject: Opioid Settlement Participation Agreements

Date: October 14, 2025

Submitted By: Elizabeth Sorg, Assistant to the City Manager
Andrew Keys, Assistant City Manager

Department: City Manager's Office

Recommendation:

Adopt a Resolution of the City Council of the City of Rocklin Approving Participation in Settlement of National Opioid Litigation with Purdue Pharma LP/Sackler Family, Alvogen, Amneal, Apotex, Hikma, Indivior, Mylan, Sun State, and Zydus; Appointing the City Manager as the City's Authorized Representative; and Authorizing the City Manager to Take All Reasonable and Necessary Actions.

Background:

The California Office of the Attorney General has signed on to nine additional opioid settlement agreements with the following entities:

- Purdue-Sackler Settlement - \$7.4 billion
- Secondary Manufacturers - \$720 million
 - Alvogen
 - Amneal
 - Apotex
 - Hikma
 - Indivior
 - Mylan
 - Sun State
 - Zydus

These settlements are collectively referred to as the Purdue/Sackler Settlement and the Secondary Manufacturers Settlement. California could receive up to \$440 million from the Purdue Sackler Settlement and \$70 million from the Secondary Manufacturers Settlement. Each City and County in California is entitled to sign onto the settlement agreement to receive a portion of the settlement funding. Eligible subdivisions within each state decide whether to participate in each settlement, including acceptance of any applicable state-subdivision agreement.

The California State Subdivision Agreement provides the framework for how the funds from the settlements may be distributed, allocated, and spent in California. Pursuant to that Agreement, funds received by the State of California will be divided into three funds:

- State fund 15%;
- California subdivision fund 15%; and
- California abatement accounts fund 70%.

The settlements require the funds to be used primarily for opioid abatement. The list of approved uses includes the following:

- Expanded training and increased distribution of Naloxone or other FDA-approved drug to reverse opioid overdoses;
- Medication-Assisted Treatment distribution and other opioid-related treatment;
- Specific services for pregnant and postpartum women;
- Expanding treatment for neonatal abstinence syndrome;
- Expansion of warm hand-off programs and recovery services;
- Treatment for incarcerated population;
- Prevention programs; and
- Expanding syringe service programs.

Pursuant to the California State Subdivision Agreement, no less than 50 percent of the funds must be used for one or more of the following identified High Impact Abatement Activities:

- Provision of matching funds or operating costs for substance use disorder facilities within the Behavioral Health Continuum Infrastructure Program;
- Creating new or expanded Substance Use Disorder (SUD) Treatment infrastructure;
- Addressing the needs of communities of color and vulnerable populations that are disproportionately impacted by SUD;
- Diversion of people with SUD from the justice system into treatment;
- and/or Interventions to prevent drug addiction in vulnerable youth.

The recommended action to approve participation in the settlement agreements allows the City to receive funds from the settlement. Once the City elects to participate, the City can decide to take the payments or to pass the payment along to Placer County if staff determine that the amount received does not offset the administrative burden to accept the payment. Signing onto the settlement agreements does not obligate the City to any specific program or use of funds at this time. However, funds must be used in compliance with the proposed Subdivision Settlement Agreements.

Fiscal Impact:

There is no direct fiscal impact to participate in the Settlement Agreements; should the City elect to receive settlement funding, there would be additional funding available to combat the impact of the opioid epidemic.

ATTACHMENTS:

1. [Resolution](#)
2. [Purdue-Sackler Settlement Participation Form](#)
3. [Secondary Manufacturers Settlement Participation Form](#)