

**GRANT COUNTY
BOARD OF COUNTY COMMISSIONERS
RESOLUTION NO. R-22-06**

**AUTHORIZING GRANT COUNTY TO ENTER INTO SETTLEMENT AGREEMENTS
WITH MCKESSON CORPORATION, CARDINAL HEALTH, INC.,
AMERISOURCEBERGEN CORPORATION, TO RESOLVE THE COUNTY'S
PENDING LITIGATION CONSOLIDATED AND CURRENTLY PENDING IN THE
NORTHERN DISTRICT OF OHIO, IN RE: OPIOID LITIGATION, MDL 2804, AND
AUTHORIZING THE COUNTY MANAGER TO EXECUTE ON BEHALF OF THE
COUNTY ALL DOCUMENTS NECESSARY OR PROPER TO EFFECTUATE THE
COUNTY'S PARTICIPATION IN THE SETTLEMENT AGREEMENTS**

WHEREAS, in Grant County, the County Board of Commissioners authorized the County to enter into an engagement agreement with Napoli Law (the "Law Firms") to pursue litigation against certain manufacturers, distributors, and retailers of opioid pharmaceuticals (the "Opioid Defendants") in an effort to hold the Opioid Defendants financially responsible for the impact on of the Opioid Epidemic on the County and resources necessary to combat the opioid epidemic;

WHEREAS, on behalf of the County, the Law Firms filed a lawsuit against the Opioid Defendants and have been litigating against the Opioid Defendants since that time;

WHEREAS, negotiations to settle claims against several of the Opioid Defendants, specifically McKesson Corporation, Cardinal Health, Inc., AmerisourceBergen Corporation (the "Settling Defendants") have been ongoing.

WHEREAS, negotiations with the Settling Defendants have resulted in proposed nationwide settlements to state and local government claims involved in the Litigation;

WHEREAS, copies of the proposed terms of that nationwide settlement have been set forth in the Distributors Master Settlement Agreement (collectively "Settlement Agreement");

WHEREAS, copies of the Settlement Agreement as well as summary of the main terms of the Settlement Agreement, the deadlines for submitting the Participation Agreement to the Settlement Agreement, the MDL Court's Order setting deadlines for any County who declines to enter into the Settlement Agreement, and the estimated timelines for settlement payments have been provided to the County;

WHEREAS, the if the County elects to become a Participating Subdivision in the Settlement Agreement, it will receive the benefits associated with the Settlement Agreement provided the County (a) approves the Settlement Agreement; (b) executes the Participation Agreement stating the Counties intention to be bound by the Settlement Agreement;

WHEREAS, the State of New Mexico ("the State") recently informed New Mexico local governments who are eligible to recover from the Settlement so long as the State of New Mexico

is a Participating State in the Settlement (“Local Governments”) that the State of New Mexico intended to become a Participating State in the Settlement with several of the Settling Defendants;

WHEREAS, the State’s participation in the Settlement now allows the Local Governments to also participate in the Settlements;

WHEREAS, the Local Governments must elect to participate in the Settlement by January 2, 2022 and execute the Participation Agreement to the Settlement by that date;

WHEREAS, it is anticipated that a memorandum of understanding detailing how the New Mexico portion of the proceeds of the Settlement will be allocated as between the State and Local Governments (“Allocation MOU”) will be reached in the coming weeks;

WHEREAS, the County desires to settle its claims against the Settling Defendants pending the execution of an acceptable Allocation MOU;

WHEREAS, the County desires to execute the Participation Agreement necessary to execute the Settlement and authorizes them to be held in escrow until the time an acceptable Allocation MOU is reached;

WHEREAS, participation in these Settlement does not affect the County’s claims against non-settling Defendants;

NOW, THEREFORE, BE IT RESOLVED: the County Board of Commissioners hereby approves and authorizes the County Manager to settle and release the County’s claims against the Settling Defendants upon the achievement of an acceptable Allocation MOU by taking the following measures:

1. The execution of the Participation Agreement to the Distributors Settlement Agreement to be held in escrow until an Allocation MOU is achieved.
2. The execution of an Escrow Agreement authorizing the County’s Settlement Participation Agreement to be held in escrow until such time as an acceptable Allocation MOU has been achieved.
2. Execution of an acceptable Allocation MOU setting forth how Settlement proceeds will be allocated between the State of New Mexico and the New Mexico Local Governments.
3. Ability to authorize release of the escrowed Participation Agreement by the Escrow Agent upon the achievement of an acceptable Allocation MOU.

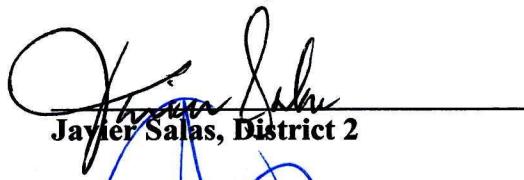
BE IT FURTHER RESOLVED that all actions heretofore taken by the Board of Commissioners and other appropriate public officers and agents of the County with respect to the matters contemplated under this Resolution are hereby ratified, confirmed and approved.

PASSED, APPROVED AND ADOPTED on this 13th day of January 2022.

**BOARD OF COUNTY COMMISSIONERS,
GRANT COUNTY, NEW MEXICO**



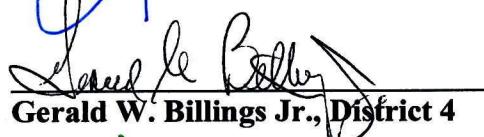
Chris M. Ponce, District 1



Javier Salas, District 2



Alicia Edwards, District 3



Gerald W. Billings Jr., District 4



Harry Browne, District 5

[SEAL]

Attest:



Marisa Castrillo

Marisa Castrillo, Clerk

