



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** April 13, 2026

SUBJECT: Approve Resolution No.2026-023, approving participation in the Remnant Defendants Settlement with Associated Pharmacies, Inc. (and American Associated Pharmacies), J M Smith Corporation, Louisiana Wholesale Drug Company, Inc., Morris and Dickson Co., North Carolina Mutual Wholesale Drug Company, Inc., and United Natural Foods, Inc. (including its subsidiaries SuperValu and Advantage Logistics).

PRESENTER: Trudy J. Lewis, Assistant City Manager

SUMMARY:

City Council is being asked to consider a resolution approving participation in the Remnant Defendants Settlement Agreement with Associated Pharmacies, Inc. (and American Associated Pharmacies), J M Smith Corporation, Louisiana Wholesale Drug Company, Inc., Morris and Dickson Co., North Carolina Mutual Wholesale Drug Company, Inc., and United Natural Foods, Inc. (including its subsidiaries SuperValu and Advantage Logistics) (“Six Remnant Defendants”). The purpose of the settlement is to help abate and alleviate the impacts of the opioid epidemic throughout the United States.

GENERAL DESCRIPTION:

The City has received official notice regarding participation eligibility in the proposed Remnant Defendants Settlement involving the Six Remnant Defendants. This settlement is being entered into to resolve ongoing litigation between states and the Six Remnant Defendants.

The Remnant Defendants Settlement provides for the combined payment of \$97,625,000.00 in cash for purposes of abating the opioid epidemic. The settlement will result in a one-time settlement payment to each eligible entity participating in the settlement. The City of North Richland Hills estimated anticipated payment is approximately \$697,846.30, based upon the allocation percentage in the Plan of Allocation included in the Settlement Agreement.

The Settlement funds must be used for the Core Strategies and Approved Uses set forth in the Remnant Defendants Settlement Agreement. The approved uses include a wide variety of strategies for prevention and treatment used to fight the opioid crisis, including expansion of training for first responders, coverage for uninsured individuals, preventative



education for school-based and youth-focused programs, and treatment and recovery support services for the use of opioids and other illicit drugs.

In order to participate, an eligible entity, including the City of North Richland Hills, must opt-in to the Settlement and sign and return the *Combined Subdivision Participation and Release Form* to the Claims Administrator no later than May 4, 2026.

RECOMMENDATION:

Approve Resolution No. 2026-023.