

CHIPPEWA COUNTY BOARD OF COMMISSIONERS

RESOLUTION AUTHORIZING ENTRY OF PARTICIPATION AGREEMENTS IN PARTIAL SETTLEMENT OF THE NATIONAL PRESCRIPTION OPIATE LITIGATION AND ENTRY OF STATE LOCAL GOVERNMENT INTRASTATE AGREEMENT CONCERNING ALLOCATION OF SETTLEMENT PROCEEDS

RESOLUTION 2025-16

At a regular meeting of the Chippewa County Board of Commissioners, Chippewa County, Sault Ste. Marie, Michigan, held at the Chippewa County Building, 325 Court Street, Sault Ste. Marie, MI 49783 on August 14, 2025, at 4:30 p.m.

PRESENT: Jim Martin, Scott Shackleton, Justin Knepper, Damon Lieurance and Jim Traynor

ABSENT: None

The following resolution was offered by Commissioner Lieurance, supported by Commissioner Knepper;

WHEREAS, the Chippewa County filed a lawsuit to address the public nuisance that is the Opioid Epidemic;

AND WHEREAS the following entities:

1. Alvogen Inc.
2. Amneal Pharmaceuticals, Inc.
3. Apotex Inc.
4. Hikma Pharmaceuticals USA, Inc.
5. Indivior Inc.
6. Mylan Pharmaceuticals Inc.
7. Sun Pharmaceutical Industries, Inc. and
8. Zydus Pharmaceuticals, Inc.

("Settling Defendants") have negotiated proposed national settlement agreements ("Proposed Settlements") with the State Attorneys General, and a Plaintiff Executive Committee-designated negotiating committee that represents approximately 4,000 local governments that have brought lawsuits similar to Chippewa County's lawsuit;

AND WHEREAS the Proposed Settlements contain significant equitable and monetary relief, including:

1. An agreement to pay (a) \$18,680,162 in a single year by Alvogen Inc.; (b) \$71,751,010 over ten years by Amneal Pharmaceuticals, Inc.; (c) \$63,682,369 in a single year by Apotex Inc.; (d) \$95,818,293 over one to four years by Hikma Pharmaceuticals USA, Inc.; (e) \$38,022,450 over four years by Indivior Inc.; (f) \$284,447,916 over nine years by Mylan Pharmaceuticals Inc.; (g) \$30,992,087 over one to four years by Sun Pharmaceutical Industries, Inc.; and (h) \$14,859,220 in a single year by Zydus Pharmaceuticals, Inc. The bulk of each of these payments will be dedicated to funding abatement and prevention strategies associated with the opioids public nuisance;
2. In addition to these abatement payments, several of the settlements allow states to receive free pharmaceutical products or cash in lieu of this product.
3. Additionally, seven of the companies (not including Indivior) are prohibited from promoting or marketing opioids and opioid products, making or selling any product that contains more than 40 mg of oxycodone per pill, and are required to put in place a monitoring and reporting system for suspicious orders.
4. Indivior has agreed to not manufacture or sell opioid products for the next 10 years, but it will be able to continue marketing and selling medications to treat opioid use disorder.

AND WHEREAS Chippewa County previously executed Participation Agreements for the Distributor and Janssen Settlements, as well as the Teva, Allergan, CVS, Walmart, and Walgreens Settlements, which have conferred and continue to confer valuable benefits;

AND WHEREAS Chippewa County desires to enter into an allocation method which allocates settlement funds from the Settling Defendants on a 50/50 basis to:

1. Local Governments who have elected to participate in the settlements with the Settling Defendants; and
2. the State of Michigan.

NOW THEREFORE, Chippewa County authorizes the execution of Participation Agreements for the Master Settlement Agreements with: (1) Alvogen Inc.; (2) Amneal Pharmaceuticals, Inc.; (3) Apotex Inc.; (4) Hikma Pharmaceuticals USA, Inc.; (5) Indivior Inc.; (6) Mylan Pharmaceuticals Inc.; (7) Sun Pharmaceutical Industries, Inc.; and (8) Zydus Pharmaceuticals, Inc., each of which are listed and available to the public at <https://nationalopioidsettlement.com/additional->

settlements/. Specimen copies of the material terms of the participation agreements are attached in one combined PDF as Exhibit A to this resolution.

Chippewa County also authorizes the execution of a new Michigan State-Subdivision Agreement for Allocation of Opioid Settlement Agreements substantially similar to the proposed agreement attached as Exhibit B to this resolution.

Adopted this 14th day of August 2025

A VOTE WAS TAKEN AS FOLLOWS

AYES: Jim Martin, Scott Shackleton, Justin Knepper, Damon Lieurance and Jim Traynor

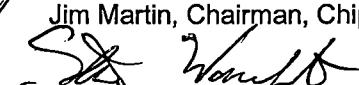
NAYS: None

ABSENT: None

RESOLUTION DECLARED ADOPTED



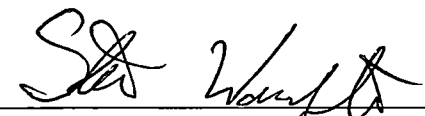
Jim Martin, Chairman, Chippewa County Board of Commissioners



Steven Woodgate, County Clerk

STATE OF MICHIGAN)
COUNTY OF CHIPPEWA) ss.

I hereby certify that the foregoing is a true and complete copy of the resolution adopted by the County Board of Commissioners of Chippewa County at a regular meeting held on the date first stated above, and I further certify that public notice of such meeting was given as provided by law.



Steven Woodgate, County Clerk