[Settlement of Unlitigated Claims against The Kroger Co. - City to Receive Approximately \$1,300,000 to \$3,400,000 Over 11 Years]

Resolution authorizing settlement of unlitigated claims on behalf of the City and County of San Francisco and the People of the State of California against The Kroger Co. for abatement funds in the range of \$1,300,000 to \$3,400,000 to be paid over 11 years; the claims relate to The Kroger Co.'s allegedly improper and unlawful dispensing of prescription opioids at its pharmacies, which contributed to the epidemic of opioid abuse and misuse and caused a public nuisance.

WHEREAS, The Kroger Co. and several States have agreed to a national settlement agreement that resolves numerous governments' claims against The Kroger Co. for its allegedly improper and unlawful dispensing of prescription opioids at its pharmacies, which contributed to the epidemic of opioid abuse and misuse and caused a public nuisance; and

WHEREAS, San Francisco has not filed a lawsuit against The Kroger Co., but may participate in the The Kroger Co. national settlement agreement by releasing potential claims against The Kroger Co. relating to its dispensing of prescription opioids in exchange for payments totaling approximately \$1,300,000 to \$3,400,000; and

WHEREAS, The City Attorney has recommended settlement by releasing potential claims against The Kroger Co. relating to its dispensing of prescription opioids in exchange for the payment of abatement funds from The Kroger Co. to San Francisco, in an amount estimated to be approximately \$1,300,000 to \$3,400,000 over the next 11 years: now, therefore, be it

RESOLVED, That pursuant to Charter, Section 6.102(5), and Administrative Code, Section 10.24(b), the Board of Supervisors hereby authorizes the City Attorney to settle potential claims against The Kroger Co. relating to its dispensing of prescription opioids by the

payment of abatement funds from The Kroger Co. to San Francisco, in an amount estimated to be approximately \$1,300,000 to \$3,400,000 over the next 11 years.

RECOMMENDED: APPROVED: City Attorney's Office **DAVID CHIU** City Attorney /s/ DAVID CHIU <u>/s/</u> SARA J. EISENBERG Chief of Complex and Affirmative Litigation City Attorney n:\cpu\li2023\190034\01657182.docx



City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Resolution

File Number: 240628 Date Passed: July 30, 2024

Resolution authorizing settlement of unlitigated claims on behalf of the City and County of San Francisco and the People of the State of California against The Kroger Co. for abatement funds in the range of \$1,300,000 to \$3,400,000 to be paid over 11 years; the claims relate to The Kroger Co.'s allegedly improper and unlawful dispensing of prescription opioids at its pharmacies, which contributed to the epidemic of opioid abuse and misuse and caused a public nuisance.

July 18, 2024 Government Audit and Oversight Committee - RECOMMENDED..

July 30, 2024 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen,

Safai and Stefani Excused: 1 - Walton

File No. 240628

I hereby certify that the foregoing Resolution was ADOPTED on 7/30/2024 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

London N. Breed Mayor

Date Approved