## **BOARD OF LEGISLATORS**

## COUNTY OF WESTCHESTER

Your Committee is in receipt of a proposed Act, which, if enacted by your Honorable Board, would authorize the authorize the retention of the law firm of Napoli Shkolnik PLLC to be of counsel to the County Attorney in an action on behalf of the County of Westchester against certain generic pharmaceutical companies and others who fixed prices, allocated markets, and engaged in antitrust violations, which resulted in the overpayment for generic drugs by Westchester County.

Another piece of proposed legislation has been simultaneously submitted to your Honorable Board. That legislation, if passed, would authorize the County Attorney to join the County of Westchester as plaintiff in an action against certain generic pharmaceutical companies and others who fixed prices, allocated markets, and engaged in antitrust violations, which resulted in the overpayment for generic drugs by the County.

The County Attorney has informed Your Committee that the Law Department does not have the resources necessary to commence and maintain such a large, complex action.

Consequently, by submission of this proposed legislation, authorization is being sought to retain the law firm of Napoli Shkolnik PLLC to be of counsel to the County Attorney in this matter.

Napoli Shkolnik PLLC has already been retained by 14 other New York counties — including Nassau — to represent them in this action.

The Law Department has been informed by Napoli Shkolnik PLLC that they will be compensated on a contingency fee basis, the terms of which are as follows:

Counsel shall be paid on a contingency fee basis under which Counsel shall receive:

v. 7.5% of pre-complaint recovery;

- vi. 15% of recovery after ruling on a motion to dismiss;
- vii. 20% of recovery after close of pretrial discovery; and
- viii. 25% of recovery after a ruling on summary judgment.

Your Committee has carefully considered the subject matter and the attached act and recommends retaining the law firm of Napoli Shkolnik PLLC to be of counsel to the County Attorney in an action against generic pharmaceutical companies with regard to the inflated pricing of generic pharmaceuticals in Westchester County.

An affirmative vote of a majority of the Board is required to pass this legislation.

Dated: White Plains, New York

April 21, 2021

Law & Major Contracts

Budget & Appropriations

Dated: April 21, 2021

White Plains, New York

The following members attended the meeting remotely, as per Governor Cuomo's Executive Order 202.1 and approved this item out of Committee with an affirmative vote. Their electronic signature was authorized and is below

**COMMITTEES ON** 

Many Jane Skinsky Reth Walter
Colin J. State Mellin Catherine F. Parker

Law & Major Contracts

**Budget & Appropriations** 

## ACT NO. 61 - 2021

AN ACT authorizing the retention of the law firm of Napoli Shkolnik PLLC to be of counsel to the County Attorney in an action on behalf of the County of Westchester against certain generic pharmaceutical companies and others who fixed prices, allocated markets, and engaged in antitrust violations, which resulted in the overpayment for generic drugs by Westchester County.

BE IT ENACTED by the County Board of Legislators of the County of Westchester as follows:

- § 1. The law firm of Napoli Shkolnik PLLC is retained to be of counsel to the County

  Attorney in an action on behalf of the County of Westchester against certain generic

  pharmaceutical companies and others who fixed prices, allocated markets, and engaged in antitrust
  violations, which resulted in the overpayment for generic drugs by Westchester County.
- § 2. The County Attorney or his designee is hereby authorized and empowered to undertake such legal proceedings and prepare all documents necessary or desirable to accomplish the purpose of this Act.
  - § 3. This Act shall take effect immediately.

## **FISCAL IMPACT STATEMENT**

SUBJECT:	Napoli Shkolnik PLLC	NO FISCAL IMPACT PROJECTED		
OPERATING BUDGET IMPACT  To Be Completed by Submitting Department and Reviewed by Budget				
SECTION A - FUND				
X GENERAL FUND	AIRPORT FUND	SPECIAL DISTRICTS FUND		
SECTION B - EXPENSES AND REVENUES				
Total Current Year E	xpense \$ -	_		
Total Current Year R	evenue TBD	-		
Source of Funds (che	eck one): Current Appropriations	Transfer of Existing Appropriations		
Additional Appropriations X Other (explain)				
Identify Accounts: TBD- Law firm to be paid on a contingency basis.				
Potential Related O <sub>l</sub> Describe:	perating Budget Expenses:	Annual Amount \$0		
	perating Budget Revenues:	Annual Amount TBD		
Describe:	An act authorizing the retention of the	firm Napoli Shkolnik to be of counsel to		
the County Attorney in an action on behalf of the County against certain generic pharmaceutical				
companies which resulted in the overpayment for generic drugs by Westchester County.				
Anticipated Savings to County and/or Impact on Department Operations:				
<b>Current Year:</b>	N/A			
Next Four Years: N/A				
Prepared by:	Patricia Haggerty			
Title:	Sr. Budget Analyst	Reviewed By:		
Department:	Budget	Budget Director		
Date:	April 7, 2021	Date:		

STATE OF NEW YORK	)	
	)	SS
WESTCHESTER COUNTY	)	

I HEREBY CERTIFY that I have compared the foregoing Act, Act No. 61 - 2021, with the original on file in my office, and that the same is a correct transcript therefrom, and of the whole, of the said original Act, which was duly adopted by the County Board of Legislators, of the County of Westchester on April 26, 2021, and approved by the County Executive on April 29, 2021.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Corporate Seal of said County Board of Legislators on this 5<sup>th</sup> day of May, 2021.

Malika Vanderberg

The Clerk of the Westchester County
Board of Legislators

County of Westchester, New York

