

### Monsanto Class Action Settlement Funds

# Background / Funding Recommendations

County Administrator's Office August 28, 2025

#### Background



- Monsanto manufactured PCBs between 1930s 1977
- Class action initiated by City of Long Beach
- Municipalities asserted that caused various impairments to the environment, including water bodies
  - Pollutants present at sites/public properties/stormwater/water bodies
- Seeking compensatory damages/injunctive-equitable relief

#### Background



- \$550 million settlement
- Lake County eligible as a NPDES county MS4 permittee with urbanized, unincorporated boundaries within a watershed that contains a water body impaired by PCBs
- As a result, the County received a \$7.5 million allocation, the maximum allowed under the settlement
  - Settlement states this is "intended to compensate Settlement Class Members for restitution and remediation including mitigation of contaminated property, stormwater and/or stormwater systems..."
  - Settlement does not impose restrictions on use

#### Background



- Lake County received and appropriated the funds on November 7, 2023 without an intended use
- Staff researched options, and benchmarked other communities
  - Other communities using for stormwater infrastructure, environmental uses, educational initiatives, reserves
- Review of Strategic Plan

#### Recommendations



- Reserve \$2 million for superfund site cleanup and costs related to site preparation for economic development opportunities
- Reserve \$5.5 million
  - Staff will come back with proposed process and plan at a future discussion



## Questions / Discussion