

**A RESOLUTION BY THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE  
TO DIRECT THE EXPENDITURE OF OPIOID SETTLEMENT FUNDS**

**WHEREAS** the City of Fayetteville has joined national settlement agreements with companies engaged in the manufacturing, distribution, and dispensing of opioids, including settlements with drug distributors Cardinal, McKesson, and AmerisourceBergen, and the drug maker Johnson & Johnson and its subsidiary Janssen Pharmaceuticals;

**WHEREAS** the allocation, use, and reporting of funds stemming from these national settlement agreements and certain bankruptcy resolutions (“Opioid Settlement Funds”) are governed by the Memorandum of Agreement Between the State of North Carolina and Local Governments on Proceeds Relating to the Settlement of Opioid Litigation (“MOA”);

**WHEREAS** the City of Fayetteville has received Opioid Settlement Funds pursuant to these national settlement agreements and deposited the Opioid Settlement Funds in a separate special revenue fund as required by section D of the MOA;

**WHEREAS** section E.6 of the MOA states:

E.6. Process for drawing from special revenue funds.

- a. Budget item or resolution required. Opioid Settlement Funds can be used for a purpose when the Governing Body includes in its budget or passes a separate resolution authorizing the expenditure of a stated amount of Opioid Settlement Funds for that purpose or those purposes during a specified period of time.
- b. Budget item or resolution details. The budget or resolution should (i) indicate that it is an authorization for expenditure of opioid settlement funds; (ii) state the specific strategy or strategies the county or municipality intends to fund pursuant to Option A or Option B, using the item letter and/or number in Exhibit A or Exhibit B to identify each funded strategy, and (iii) state the amount dedicated to each strategy for a stated period of time.

**NOW, THEREFORE BE IT RESOLVED**, in alignment with the NC MOA, the City of Fayetteville authorizes the expenditure of opioid settlement funds as follows:

1. First strategy authorized: Law Enforcement Assisted Diversion (LEAD)
  - a. Name of strategy: Criminal Justice Diversion Programs
  - b. Strategy is included in Exhibit A.
  - c. Item letter and/or number in Exhibit A to the MOA: 10.
  - d. Amount authorized for this strategy: \$104,000
  - e. Period of time during which expenditure may take place:  
Start date July 1, 2025 through End date June 30, 2026
  - f. Description of the program, project, or activity: Law Enforcement Assisted Diversion (LEAD) Specialist will partner with community alliances to support recovery support services, recovery housing, employment-related services, early intervention, and re-entry services.
  - g. Provider: North Carolina Harm Reduction Coalition

The total dollar amount of Opioid Settlement Funds appropriated across the above named and authorized strategies is \$104,000.

Adopted this the 23rd day of June, 2025.

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MITCH COLVIN, Mayor  
Fayetteville City Council

ATTEST:

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JENNIFER AYRE  
City Clerk