December 11, 2002

Commissioner Mike Lovely City of Lake City 195 South Main Street Lake City, Tennessee 37769

Re: Recreation Advertisements

Dear Commissioner Lovely

You have asked if the city can sell advertisements at recreation facilities and if the revenue can be held in a special fund for recreation purpose? Yes, the city can sell advertisements at recreation facilities. There are no provisions for holding the revenue in a special fund for recreation purposes. It must be received into the city's general fund. The board could by ordinance designate that an amount of money from the general fund equal to the amount of money received from advertisement revenues be designated for recreation purposes.

Respectfully Yours

Ron Darden Municipal Management Consultant