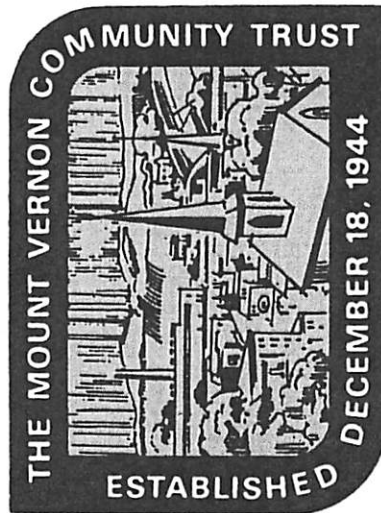


***Mount Vernon
Community Trust***

SERVING ALL OF KNOX COUNTY

***35th Annual Report
1979***



THE MOUNT VERNON COMMUNITY TRUST



J. GORDON BONE

In Recognition . . . This Annual Report is dedicated to J. Gordon Bone, who served the Trust since its inception; first as an officer of the trustee bank; and later as a member and chairman of the Distribution Committee.

What it is....

It is a charitable fund made up of numerous gifts placed with the Trustee at different times by individuals, families, corporations, and service groups to serve permanently the educational, charitable, health, and welfare needs of the community.

How it works....

These gifts are in the keeping of the Trustee Bank, (The First-Knox National Bank), which invests them for safety of principal and income and certifies quarterly to the Distribution Committee the amount available for distribution as directed by the donors. In the absence of such direction, the amounts available are disbursed at the discretion of the Committee in accordance with the purpose of the Trust.

Why it works....

Since the Cleveland Foundation was established in 1914, many such charitable trusts have proven their value in communities throughout the country. The plan is attractive to donors since gifts of property, such as stocks and bonds, are accepted at full market value on date of transfer, free of any capital gains or federal income taxes. The plan is flexible so that a donor can be certain his fund will be used effectively, even though conditions change. If a cause or purpose selected by the donor becomes obsolete, ceases to exist, merges with others, or no longer requires financial aid, the fund is then used for the support of activities in a field similar to the one mentioned by the donor.

Who it works for....

It works for the donor by safe-guarding the principal and disbursing the income of this gift long after his decease and by winning for him a certain immortality in the memory of friends, neighbors, and specific beneficiaries.

It works for the people of the community, all of whom are benefited by gifts for civic improvements.

Gifts can be channeled through the Trust to educational, charitable, and benevolent organizations not only throughout the United States but anywhere in the world.

Suggested forms of bequest to the Mount Vernon Community Trust

Property of any kind may be given to any bank or trust company, having fiduciary powers, in trust for The Mount Vernon Community Trust. The following forms of bequest are suggested:

Bequest for General Purposes

I give and bequeath to _____
(name of bank) in trust for The Mount Vernon Community Trust, the sum of _____
Dollars (\$_____) for the purposes and upon conditions named in that certain Resolution and Declaration of Trust of December 18, 1944, creating The Mount Vernon Community Trust, recorded in Vol. 1, at Pages 521-530 of the Miscellaneous Records of the Recorder of Knox County, Ohio.

Bequest for Specific Purposes

Add to the above:

Provided, however, that the net income therefrom (or principal) shall be devoted to the support of _____
(name of particular charitable institution or object) _____
until such time as The Mount Vernon Community Trust may otherwise direct in the manner provided in the said resolution and Declaration of Trust.

Memorial Bequest

Add to the above:

It is my desire that the foregoing gift be known as the _____
MEMORIAL FUND.

THE DISTRIBUTION COMMITTEE FOR 1979

Frederick N. Lorey, Chairman

Appointed by the joint action of the Knox County Judge of the Court of Common Pleas and the Judge of the Probate Court. Succeeded J. Gordon Bone, Deceased.

Dale E. Foster

Appointed by The Knox County Savings Bank

Dr. Richard L. Smythe

Appointed by the City Council

Donald E. Steele

Appointed by the Directors of The Mount Vernon Area Chamber of Commerce

J. Robert Purdy

Appointed by The First-Knox National Bank

James J. Cullers, Secretary

Elected by the Distribution Committee

Others who have served

Distribution Committee:

Beatty B. Williams, Clyde G. Conley, Bert W. Martin, Thomas McDowell, E. L. Miller, O. W. Stanley, Stanley E. Johnson, Jr., John W. Rudin, C. R. Jones, J. Abbott Herron, J. W. Rudin, Jr., Dr. John C. Drake, and J. Gordon Bone

Secretary:

Charles M. Zerkowitz and Fred Barry, Jr.

Members and the Secretary serve without compensation

TRUSTEE-

The First-Knox National Bank, Mount Vernon, Ohio

William A. Stroud, *President*

Herbert L. Belden, *Vice President and Trust Officer*

FINANCIAL STATEMENTS

Condensed Report of Condition as of December 31, 1979
Taken from Report of Examination
by Kenneth E. Dennis, C.P.A.

FORWARD

The 35th year of The Mount Vernon Community Trust saw activity at a high level, both in funds distributed and in new additions to the principal.

Grants during 1979 totaled \$165,465.38, of which \$112,225.32 was distributed from designated and restricted funds in accordance with the wishes of the donors, and \$53,240.06 from unrestricted funds.

Additions to the principal included a \$10,000 bequest from the estate of Belinda Beam as a memorial to her parents, Frank L. and Anna L. Beam; and a percentage of the residual estate of Anna E. Cromley, the amount of which is yet to be determined. In addition, the Maplehurst property, the gift of Lawrence F. Williams, was sold for \$80,500, with a net proceeds of the sale to be added to the unrestricted funds of the Trust.

Disbursements included a \$35,000 final payment of the \$100,000 grant from unrestricted funds of the Trust to the Jacket Backers project of a new athletic stadium for Mount Vernon High School; \$5,000 to help establish a Licensed Practical Nurse school in the Knox County Joint Vocational School; \$4,000 to the Knox County Art Guild; \$3,333 to the Kenyon School; \$916 to the Knox County Symphony; and \$1,000 to a medical school scholarship. In addition, the Distribution Committee authorized \$4,200 toward a proposed renovation of the Knox County Courthouse tower clock.

Continued growth of the Trust by gifts from the living and from corporations and businesses, and through bequests under wills will enable it to continue as an increasingly beneficial force in our community.

The past year has also been marked by the deaths of two men active in the operation of the Trust. On June 3, 1979, death came to J. Gordon Bone, chairman of the Distribution Committee for 13 years. On January 17, 1980, Dr. John C. Drake succumbed to illness which had prompted his resignation from the Distribution Committee two years earlier. Both gentlemen had contributed much to the successful operation of the Trust, and they will be sorely missed.

Faithfully
The Distribution Committee

Principal and Receipts

Unexpended Balances	\$ 1,859,153.61
Income from General Funds	83,486.82
Income from Special Funds	92,024.26
Net Gain from Security Transactions	7,265.04
New Principal (See "Schedule A" for details)	<u>79,057.73</u>
	\$ 2,120,987.46

Disbursements:

(See "Schedule B" for details)

From Designated and Restricted Funds	\$ 112,225.32
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From Unrestricted Funds	<u>53,240.06</u>
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Total Disbursements	<u>165,465.38</u>
	<u>\$1,955,522.08</u>

Schedule A - Principal Acquired During 1979

Designated:

Booster Stadium Fund	\$ 31,692.73
J. V. Fearn Memorial Fund	4,314.00
H. Grant Heckler Memorial Fund ...	290.00
Walter T. Starr Memorial Fund	1,000.00
Regina & Richard Smythe Fund	161.00
Belinda Beam Estate - Frank & Anna Beam Memorial Fund	10,000.00
K. Allin Kahrl - Fred W. Kahrl Fund.	500.00
First Federal Savings & Loan Association - First Federal Savings & Loan Association Fund .	<u>1,000.00</u>
	\$ 48,957.73

Unrestricted:

Zelkowitz, Barry & Cullers - In Memory of J. Gordon Bone	100.00
Anna Cromley Estate	<u>30,000.00</u>
	\$ 30,100.00
Total New Principal	\$ 79,057.73

**SCHEDULE B - Grants and Disbursments during
1979 as Authorized by the Distribution Committee**

From Designated and Restricted Funds

PAID FROM INCOME

Kenyon College-Gordon & Roberta Chalmers Library Fund	\$7,000.00
Mina Clark-Garfield & Mazie Colgin Memorial Fund	5,348.25
Knox County Heart Association- Debes Heart Fund	1,584.77
First Congregational Church- Howard S. Tarr Fund	164.92
First Congregational Church- First Congregational Church- Building Fund	135.31
Knox County Treasurer-R/E Tax- Gelsanliter Family Scholarship Fund	336.50
Smith's-Repairs to parking lot- Gelsanliter Family Scholarship Fund	75.00
Heart of Ohio Girl Scout Council- Alice Jewell Memorial Fund	54.35
St. Paul's Episcopal Church- F. William Kahrl Memorial Fund	73.50
Mt. Vernon Public Library- Ethel Hare Lyman Memorial Fund	378.92
Knox County Chapter American Red Cross- James K. Lyman Memorial Fund	14.82
St. Paul's Episcopal Church- Arthur E. & Grace E. Rawlinson Memorial Fund	912.58
Hannah Browning Home- Arthur E. & Grace E. Rawlinson Memorial Fund	912.58
First Congregational Church- Walter T. Starr Memorial Fund	98.57

SCHEDULE B (Continued)

First Congregational Church- Zenno E. & Mae S. Taylor Fund	3,383.85
Hannah Browning Home- Mae S. Taylor Fund	728.14
Y.M.C.A. - Mae S. Taylor Fund	1,686.65
Mount Vernon Community Trust- Zenno E. & Mae S. Taylor Fund	13,519.93
Hannah Browning Home- Amy F. Williams Memorial Fund	300.00
First Congregational Church- Amy F. Williams Memorial Fund	300.00
Salvation Army- Amy F. Williams Memorial Fund	500.00
Y.M.C.A. - Amy F. Williams Memorial Fund	1,500.00
Mount Vernon Public Library- B. B. Williams Library Fund	2,117.62
Mount Vernon Community Trust- Lawrence F. & Ruby Williams Fund	7,340.30
Mount Vernon Community Trust- Beatty B. Williams (N.Y.C.) Fund	1,723.16
United Community Fund- Beatty B. Williams (N.Y.C.) Fund	1,723.16
First Congregational Church- Beatty B. Williams (N.Y.C.) Fund	1,723.17
National Board of Y.M.C.A.- Beatty B. Williams (N.Y.C.) Fund	1,723.17
International Board of Y.M.C.A.- Beatty B. Williams (N.Y.C.) Fund	1,723.17
Mount Vernon Community Trust- Edith Hindley Williams Fund	648.10

SCHEDULE B (Continued)**Y.M.C.A. - Beatty B. Williams**

Community Endowment Fund	9,242.36
Mount Vernon Community Trust- Charles M. & Helen E. Zelkowitz Fund	437.27
Residential Homes- Sanderson Salisbury Fund	816.31
Residential Homes	683.69
Knox County Art Guild	4,000.00
Mt. Vernon Corporation	281.42
First Congregational Church	212.62
Ohio Eastern Star Home- Ellen Heckler Fund	202.50
Gay Street Methodist Church- H. Grant Heckler Fund	337.50
Knox County Cancer Society- Rose M. Blair Fund	128.45
Knox County Heart Association Rose M. Blair Fund	128.45
St. Paul's Episcopal Church- Fletcher Devin Fund	68.17
Knox County J.V.S.	5,000.00
Jacket Backers, Inc.- Booster Stadium Fund	27,078.96
Bethany Children's Home- F. B. & Gertrude J. Herendeen Fund	194.00
Jewell Realty- Lawrence F. & Ruby Williams Fund ..	5,683.13
TOTAL PAID FROM INCOME ..	\$112,225.32

PAID FROM UNRESTRICTED FUNDS

Knox County Treasurer - R/E Tax	170.08
Bryans Home Repair- Miscellaneous Services	464.50
Marion Shuster- Mowing Lawn	1,100.00
Shar Products-Knox County Symphony ...	960.00
Baughner's Inc.- Plantings on Public Square	315.70

SCHEDULE B (Continued)**Coyne Printing, Inc-**

550 Annual Reports	483.00
Baker, Hostetler & Patterson- Services Rendered	351.89
Treasurer State of Ohio- Filing Fee -- Charitable Trust	100.00
Kahrl & Co.- Insurance Premium - Maplehurst	68.00
Jacket Backers, Inc. & First-Knox National Bank- Balance of Pledge	35,000.00
Kenyon College- Payment on Pledge for Kenyon Review	3,333.33
The Kincaid Co.- Appraisal of Maplehurst	275.00
Grover H. Detmer- Boundary Survey-Maplehurst	250.00
John Gerlach & Co.- 1978 Accounting & Tax Service	950.00
First-Knox National Bank- Reimburse for Folders	7.03
Dennis, Miller & Associates- 1978 Tax Service	35.00
First-Knox National Bank - 1978 Fees ..	9,376.53

	\$ 53,240.06
TOTAL PAID FROM UNRESTRICTED FUNDS ..	\$ 165,465.38
BALANCE	\$1,955,522.08

SCHEDULE C - Principal and Income as of December 31, 1979

Total Unrestricted Funds \$641,735.53

Restricted Funds

Frank L. & Anna L. Beam Memorial Fund	10,000.00
Alice M. Beecher Memorial Fund	3,235.98
H. L. Beecher Fund	525.00

SCHEDULE C (Continued)

Charles F. Colville	
Memorial Fund.....	1,000.00
Mr. & Mrs. Frank L.	
Fairchild Memorial Fund.....	1,500.00
First Federal Savings & Loan	
Association in Memorial of	
J. W. Rudin, Sr.....	5,000.00
Fred W. Kahrl Fund.....	1,000.00
Knox County Savings Bank Fund.....	4,000.00
Lamb Glass Company Fund.....	5,000.00
R. M. Lamb Fund.....	1,000.00
The Mount Vernon	
Bridge Company Fund.....	7,500.00
Pond Motor Sales, Inc. Fund.....	400.00
J. W. Rudin, Sr. Fund.....	2,000.00
J. W. Rudin, Jr. Fund.....	1,000.00
W. M. Rudin Fund.....	1,000.00
The Rudin Company Fund.....	10,000.00
John W. Rudin, Sr. Memorial Fund....	170.00
Annie Sommerville Scholarship Fund..	1,000.00
Mrs. Walter Sperry & Family Fund....	2,808.00
Fred A. Surlas Fund.....	1,500.00
Harry Stodtbech Fund.....	1,000.00
Z. E. Taylor & Mae S. Taylor Fund...	12,000.00
Claude F. Turben Fund.....	1,000.00
Arthur C. & Adah B. Wolfe	
Memorial Fund.....	<u>20,000.00</u>
TOTAL RESTRICTED FUNDS.....	\$ 93,638.98

Designated Funds

Character Building Activities Fund....	2,500.00
Clyde G. Conley Memorial Fund.....	278.00
Cooper-Bessemer Corporation	
Scholarship Funds.....	500.00
First Congregational Church Fund....	3,150.00
First Federal Savings	
& Loan Association Fund.....	10,000.00
Headington Family	
Memorial Fund.....	1,000.00

SCHEDULE C (Continued)

Ellen Mill Heckler	
Memorial Fund.....	3,000.00
H. Grant Heckler Fund.....	5,000.00
William G. & Jennie Johnson	
Memorial Fund.....	425.44
Knox County Cancer Society Fund.....	1,903.80
Knox County Heart	
Association Fund.....	1,903.81
Knox County Historical	
Society Fund.....	5,631.22
Mount Vernon Livestock	
Co-Operative Association Fund.....	2,074.55
Mount Vernon Theater-	
Guild Fund.....	262.56
Fred R. and Edna E. Osborn	
Memorial Fund.....	1,000.00
Sanderson-Salisbury	
Memorial Fund.....	4,000.00
St. Paul's Episcopal	
Church Fund.....	1,010.00
Student Scholarship Loan Fund.....	<u>500.00</u>
TOTAL DESIGNATED FUNDS.....	\$ 44,139.38

Special Funds

Booster Stadium Fund.....	7,339.73
Gordon & Roberta Chalmers	
Library Fund.....	64,687.11
Garfield & Mazie Colgin	
Memorial Fund.....	73,212.05
Debes Heart Fund.....	23,989.23
J. V. Fearn Memorial Fund.....	4,421.23
First Congregational Church	
Fund-Tarr.....	2,625.61
First Congregational Church	
Building Fund.....	2,237.57
Gelsanliter Family	
Scholarship Fund.....	21,500.00
F. B. & Gertrude	
Herendeen Fund.....	200.00

SPECIAL FUNDS (Continued)

H. Grant Heckler Memorial Fund	290.00
Alice Jewell Memorial Fund	801.40
F. William Kahrl Memorial Fund	1,000.00
Ethel Hare Lyman Memorial Fund	5,191.95
James. K. Lyman Memorial Fund	265.83
Arthur & Grace Rawlinson Memorial Fund	28,791.58
Walter T. Starr Memorial Fund	2,570.41
Regina & Richard Smythe Fund	3,013.74
Zenno & Mae S. Taylor Fund Fund f/b/o The First Congregational Church	51,138.80
Mae S. Taylor Fund f/b/o Hannah Browning Home	11,055.68
Mae S. Taylor Fund f/b/o Mount Vernon Y.M.C.A.	25,493.23
Zenno & Mae S. Taylor Fund	198,762.87
Amy F. Williams Memorial Fund	92,398.34
Beatty B. Williams Library Fund	35,886.57
Lawrence Fairchild Williams & Ruby C. Williams Memorial Fund in Memory of Amy Fairchild Williams	92,359.86
Lawrence F. & Ruby Williams Fund-Maplehurst	74,581.91
Beatty B. Williams (N.Y.C.) Fund	140,235.92
Edith Hindley Williams Fund	7,069.63
Beatty B. Williams Community Endowment Fund	99,843.16

SPECIAL FUNDS (Continued)

Charles M. Zelkowitz Memorial Fund	5,000.00
Charles M. & Helen E. Zelkowitz Fund	<u>5,868.82</u>
TOTAL SPECIAL FUNDS	\$ 1,081,832.23
TOTAL PRINCIPAL	\$ 1,861,346.12
Income Cash -- General Fund	28,955.53
Income Cash -- Special Funds	<u>65,220.43</u>
	<u>\$ 94,175.96</u>
Unexpended Balance December 31, 1979	\$1,955,522.08

OTHERS WHO HAVE MADE CONTRIBUTIONS TO THE TRUST OVER THE YEARS

Ralph P. Atlas
Lucy E. Beckley
Big Bear Store
J. Gordon Bone
W. R. Bouton
C. Monroe Bovard
Ralph L. & Doris Boyer
James E. Brown
Edmund F. Budd
A. M. Buxton
Thomas J. Caie
Oscar E. Carlin
Lucia W. Capron
Clyde G. Conley
Lillian Conley
Citizens Building Loan &
Savings Association
Continental Can Co.
Cooper-Bessemer Corp.
Cooper-Bessemer Employees'
Charities
Ethel Cooper
Mrs. L. Tate Cromley
George T. Culbertson, Jr.
Cora D. Debes
James H. Debes
Jennie J. Debes
George E. Deeley
Grover H. Detmer
Fletcher M. Devin
Dr. John C. Drake
John Ewing
C. Floyd & Margaret Ellis
I. W. Ferguson
The First-Knox National Bank
of Mount Vernon
Foster's Pharmacy
Dennis L. Gallogly
Hewitt A. Gehres
George Gelsanliter
Gelsanlitters, Inc.
C. W. Gilchrist
Hyman Goldberg
Paul E. Goulding
William G. Gower
Gregg Manufacturing Co.
Heckler Drug, Inc.
J. Abbott & Mary Herron
Dr. R. H. Hoecker
Hotel Curtis
Houbler Oldsmobile-Cadillac Co.
Ralph M. Jewell
Stanley E. Johnson, Jr.
S. E. & Dorothy Johnson, Sr.
K. Allin Kahl
Kincaid Buick Co.
George Kingsberry
Mark C. Kinney
M. Curtis Kinney
Knox County Community Fund

Knox County Guernsey Calf Club
Knox County Medical Society
T. O. Kuivinen
Rhea H. Larson
H. D. & Priscella Lescalleet
Peter & Alexandria Letz
David Leventhall
Lawrence C. Lewis
Frederick N. & Genevieve Lorey
Rev. J. Dayton McCormick
Maude McCreary
Manufacturing Printers Co.
Bert W. Martin
Lorenzo D. Mathews, Jr.
Curt H. Meltzer
Eugene L. Miller
William L. Moore
William Mosholder
Mount Vernon High School -
Class of 1907
Northwestern Elevator & Mill Co.
Ohio Cumberland Gas Co.
Arthur J. Packard, Jr.
Packard Hotels
PPG Industries Foundation
Pittsburgh Plate Glass Co.
Fred A. Pond
William E. Pond
Dr. Gordon H. Pumphrey
Purdy Sand & Gravel Co.
Dorothy S. Reed
Republican Publishing Co.
J. S. Ringwalt Co.
Ralph C. Ringwalt Estate
John W. & Grace Rudin
Anna M. Salisbury
Charles W. Salisbury
Margaret Scarbrough
Fred D. Seibold
Helen C. Sevitts
Shellmar Products Co.
Robert W. & Doris Simpson
Mrs. Charles M. Stamp
Edward Starr
Robert Steinbrink
Helen D. Strong
Fred A. Surlas
Mrs. Zenno E. Taylor
James W. Tighe & Son
Timken Roller Bearing Co.
Frank J. VanVoorhis
W. Kay Walker
Paul A. Warner
Harold Weidner
Dr. Robert L. Westerheide
Florence L. Westlake
Charles L. White
Wise Jewelers, Inc.
Jack T. Zeller

DENNIS, MILLER AND ASSOCIATES CERTIFIED PUBLIC ACCOUNTANTS

KENNETH E. DENNIS
WILLIAM R. MILLER

204 - 206 SOUTH HULSBERRY ST.
MOUNT VERNON, OHIO 43050
414-297-1781

Mr. Fred Lorey, Chairman
The Mount Vernon Community Trust
Mount Vernon, Ohio

We have examined the statement of investments of the Mount Vernon Community Trust (an Ohio non-profit organization) as of December 31, 1979 and the related statement of receipts and disbursements for the year then ended. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary.

In our opinion, the above statements present fairly the financial position of the Mount Vernon Community Trust at December 31, 1979 and the receipts and disbursements of the Trust for the year then ended, in conformity with generally accepted accounting principles applied on a consistent basis.

Dennis, Miller & Associates

Mount Vernon, Ohio
May 4, 1980