THE DISTRIBUTION COMMITTEE

Beatty B. Williams, Chairman
   Appointed by The First-Knox National Bank
Clyde G. Conley
   Appointed by The Knox County Savings Bank
John W. Rudin
   Appointed by the City Council
E. L. Miller
   Appointed by the Directors of The Mount Vernon
   Area Chamber of Commerce
Dr. John C. Drake*
   Appointed by the joint action of the Knox County
   Judge of the Court of Common Pleas and the
   Judge of the Probate Court
Charles M. Zelkowitz, Secretary
   Elected by Distribution Committee

Members serve without compensation for terms of five years
or until their successors are appointed and qualified.
   The Secretary is elected by The Distribution Committee
and serves without compensation.

*The resignation of Mr. Paul Schaughency as a member of The
   Distribution Committee, owing to his change of residence, was
   regretfully accepted and Dr. John C. Drake was appointed to
   succeed him.
THE MOUNT VERNON COMMUNITY TRUST

Our purpose is well expressed in the words of former President Elliot of Harvard University: "That finest luxury, the doing of some perpetual good in the world".

The Mount Vernon Community Trust is a benevolent enterprise made possible by numerous gifts placed with the Trustee at different times by individuals, families, corporations, and other groups to serve permanently the educational, charitable, health and welfare needs of the community.

An endowment fund, comprised of these gifts, is carefully invested for safety of principal and income by the Trustee Bank, which certifies quarterly to the Distribution Committee the income and other funds available for distribution as directed by the donors. In the absence of such direction, the amounts available are distributed at the discretion of the Committee in accordance with the purposes of the Trust.

The plan is attractive to donors because of the qualified and stable character of the Trustee Bank and the advantages taxwise under the present system of graduated Federal Income taxes. All gifts of this kind are exempt for income tax purposes and gifts of stocks and bonds are accepted and credited at full market value on date of transfer, free of any tax on capital gains. 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.

The plan also benefits the donor by safeguarding the principal and disbursing the income of his gift after his decease and by winning for him a certain immortality in the grateful memory of friends, neighbors, and specific beneficiaries. All people in the community are benefited by gifts for civic improvements.

Gifts also can be conveyed through the Trust to public educational and charitable organizations throughout the United States and anywhere in the world.

To Donors and Friends of
The Mount Vernon Community Trust:

It is a pleasure to report to you another year of growth in 1959 as shown by comparing operating figures for the past three years, as follows:

<table>
<thead>
<tr>
<th></th>
<th>1957</th>
<th>1958</th>
<th>1959</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income</td>
<td>$137,862.37</td>
<td>$174,448.05</td>
<td>$199,838.20</td>
</tr>
<tr>
<td>*Total Receipts during year</td>
<td>51,442.17</td>
<td>44,202.44</td>
<td>54,055.62</td>
</tr>
<tr>
<td>Disbursements during year</td>
<td>14,836.49</td>
<td>18,812.29</td>
<td>11,619.69</td>
</tr>
</tbody>
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*Include cash and securities received into the Principal Fund and net income therefrom.

After disbursements of $11,619.69 during 1959 and total disbursements of $548,567.36 since its founding in 1944, the book value of principal assets on December 31, 1959, was $242,274.13 and the market value was $291,770.63.

While no major project was under way last year, such as the Public Library, Mercy Hospital, or Salvation Army Citadel, we believe you will be impressed by the value of our grants-in-aid in the fields of education, philanthropy, and civic improvement. The program of scholarships to the college level has been especially significant since it not only benefits the recipients but greatly enhances their capacity for service in the years to come.

The annual disbursements from income and also from certain principal funds when so directed by donors make the build-up of the principal (i.e. income producing fund) a slow process. We earnestly hope, therefore, that this year may be notable for the number of new funds to be established and for increases from donors into funds already established.

One does not have to be wealthy to participate in this benevolent enterprise. A gift of $10.00 will receive the same careful handling as $100.00, $1,000.00, or more, since all gifts are combined and invested for safety of principal and income, to be used as directed by donors or, in the absence of such direction, at the discretion of our Committee. If, upon careful thought, you should establish a fund in your own name or that of some relative or friend, living or deceased, you can be assured of inward satisfaction during your lifetime and in the knowledge that your expression of concern for others will be perpetuated through the years after your decease.

The friendly acceptance and use of this foundation trust has been gratifying to the members of your Distribution Committee and the Officers and Directors of the Trustee Bank and we join in expressing our thanks to all who have contributed or helped in any way to further the uses of the Trust in its services to the community.

You are invited to discuss your plans with a member of the Distribution Committee, its Secretary, or an officer of the Trustee Bank, who will be glad to give you full information and counsel.

THE DISTRIBUTION COMMITTEE

Clyde G. Conley  Dr. John C. Drake
John W. Rudin  B. B. Williams,
E. L. Miller  Chairman

May 24, 1960.
INCOME AND DISBURSEMENTS FOR 1959

Total Principal, Income and Profits, January 1, 1959 .......................... $199,838.20
Income General Funds ................................................. 9,052.33
Income Special Funds ................................................. 2,338.05

New Principal:
James K. Lyman Estate ............................................. 5,000.00
Oscar Carlin .......................................................... 100.00
Charles F. Colville Memorial Fund ........................... 1,000.00
First-Knox National Bank for Kenyon
    College Building Fund ........................................ 2,500.00
Knox County Savings Bank ........................................ 869.08
Mrs. Zeno E. Taylor ................................................. 1,500.00
John W. Rudin ....................................................... 1,000.00
J. Gordon Bone ...................................................... 2,300.00
The Cooper-Bessemer Corp. for the Beatty B.
    Williams Public Library Fund .............................. 10,000.00
The First Congregational Church Building Fund ............. 14,588.55
Rose E. Blair Estate .............................................. 3,807.61

42,665.24

$211,228.58

Loss Disbursements Authorized
by the Distribution Committee

Paid from Principal in accordance with wishes of the Donors:
Pilgrim Hills Conference Building .......................... 1,000.00
Berea College, Kentucky ........................................ 500.00
Knox County Council for Mentally Retarded .............. 100.00
United Community Fund, Mount Vernon .................. 600.00
Oberlin College Alumni Fund .................................. 300.00
First Congregational Church .................................. 2,100.00
Mulberry Street Methodist Church ......................... 250.00
George Williams College, Chicago ..................... 500.00
Y. M. C. A. World Service .................................... 300.00
Ohio-West Virginia Area Council of Y.M.C.A. ........... 250.00

5,900.00

Paid from Income and Profits in accordance with wishes of Donors:
Heart of Ohio Girl Scout Council ......................... 40.05
Mount Vernon Public Library ............................... 132.98
Kenyon College Library ....................................... 729.60
Hannah Browning Home ......................................... 100.00
First Congregational Church ................................. 100.00
Salvation Army .................................................. 100.00

1,202.65

Paid from Income and Profits from Unrestricted funds:
United Community Fund ........................................ 1,000.00
National Council of Community Funds ................. 25.00
Knox County Council for Mentally Retarded .......... 500.00
Mount Vernon Area Development Program,
    Chamber of Commerce ...................................... 1,500.00
Ohio University, Scholarship for Barbara Jacquet .... 300.00
Notre Dame College, Scholarship for
    Lorle Porter ............................................... 300.00
Miami University, Scholarship for Robert Bader .... 400.00
Trustees Fees and Expenses ............................... 489.56
Transfer Tax .................................................. 2.50

4,517.06

Total Disbursed .................................................. 11,619.69

Total Principal, Income and Profits December 31, 1959 $242,274.13

PRINCIPAL — DECEMBER 31, 1959

Total Principal ................................................... $199,673.22
Balance, Income Account ...................................... 32,983.87
Balance, Profits on Securities sold ....................... 9,617.04

$242,274.13

LAWRENCE C. LEWIS
Public Accountant
Lewis Building, Mount Vernon, Ohio

Member of
National Society
Public Accountants
Society of Ohio

June 10, 1960

Mr. Beatty B. Williams, Chairman
The Mount Vernon Community Trust
Mount Vernon, Ohio

Dear Mr. Williams:

We have audited the books and records of The Mount Vernon Community Trust for
the year ended December 31, 1959.

Our examination was made in accordance with generally accepted auditing standards
and included such tests of the accounting methods and such other auditing procedures
as we deemed necessary.

We inspected the Bonds, Stock Certificates, Mortgages and other securities held by
the Trust.

In our opinion the accompanying statements fairly present the financial position of
The Mount Vernon Community Trust as of December 31, 1959. We wish to thank
you for this opportunity of being of service to you.

Very truly yours,

[Signature]

[Name]
ASSETS

With principal value of the funds held by the Trustee Bank at book or carrying value as of December 31, 1959.

RESTRICTED FUNDS

American Red Cross Fund
Established by the will of James K. Lyman. The income to be paid to The American Red Cross $ 1,000.00

American Cancer Society and American Heart Association Fund
These two agencies to share equally in this fund received from the Rose E. Blair Estate $ 3,807.61

Gordon and Roberta Chalmers Library Fund
Established anonymously as a tribute to Gordon and Roberta Chalmers for their contribution in the field of higher education. The income is paid to Kenyon College for the purchase of library books $ 5,025.00

Character Building Activities Fund
Established anonymously. The income is used for character building activities in the Mount Vernon Schools $ 2,500.00

City Planning Survey Fund
Established by Clyde G. Conley $ 800.00

The Cooper-Bessemer Corporation Scholarship Fund
Used for assisting applicants on a basis of sound character, scholarship, leadership, and need in supplementing their education on the college level $ 2,500.00

First Congregational Church Building Fund
Established by anonymous donors $14,588.55

First Presbyterian Church Building Fund
Opened with an anonymous gift to be used for a new church building $ 2,800.00

Alice Jewell Girl Scout Fund
Established in the name of Alice Jewell. The income is used for sending Girl Scouts to summer camps $ 766.40

Kenyon College and First Presbyterian Church Building Fund
Established by J. Gordon Bone $ 2,300.00

Kenyon College Building Fund
Established by The First-Knox National Bank $ 2,500.00

Ethel Hare Lyman Memorial Library Fund
Established in memory of Ethel Hare Lyman by her husband, James K. Lyman. The income is paid to the Mount Vernon Public Library for the purchase of new books $ 2,000.00

Mount Vernon Livestock Cooperative Association Fund
Established by the Mount Vernon Livestock Cooperative Association. The income is used for 4-H Clubs and Future Farmers of America Clubs $ 2,074.55

Amy Fairchild Williams Memorial Fund
This fund was established by friends wishing to honor the memory of Amy Fairchild Williams. The income is distributed to the First Congregational Church, Salvation Army, and Hannah Browning Home, which were her favorite religious and benevolent organizations $ 8,611.30

B. B. Williams Charities Fund
This is a revolving fund established by B. B. Williams into which contributions are made annually and allocated to several educational and charitable organizations $ 6,948.84

Beaty B. Williams Public Library Fund
Established by The Cooper-Bessemer Corporation $10,000.00

Y. M. C. A. Building Fund
Established by an anonymous donor $ 500.00
The following funds of The Mount Vernon Community Trust are unrestricted as to purpose, but are restricted to the use of income only:

- Alice M. Beecher Memorial Fund: $3,255.98
- H. L. Beecher Fund: 525.00
- First Federal Savings and Loan Association Fund: 2,000.00
- Fred W. Kahrl Fund: 500.00
- The Lamb Glass Company Fund: 5,000.00
- R. M. Lamb Fund: 1,000.00
- The Mount Vernon Bridge Co. Fund: 7,500.00
- Pond Motor Sales, Inc., Fund: 200.00
- J. W. Rudin, Jr., Fund: 1,000.00
- W. M. Rudin Fund: 1,000.00
- The Rudin Company Fund: 10,000.00
- Harry Strodtbeck Fund: 1,000.00

The following funds of The Mount Vernon Community Trust are completely unrestricted:

- W. R. Bouton Fund: $940.74
- Oscar E. Carlin Fund: 1,200.00
- Charles F. Colville Memorial Fund: 1,000.00
- C. G. Conley Fund: 1,000.00
- Lillian Conley Fund: 213.14
- Lucia W. Capron Fund: 200.00
- The First-Knox National Bank of Mount Vernon Fund: 4,000.00
- M. C. Kinney Fund: 500.00
- Knox County Community Fund: 554.66
- The Knox County Savings Bank Fund: 1,000.00
- James K. Lyman Memorial Fund: 4,000.00
- Bert W. Martin Fund: 1,400.00
- Republican Publishing Co. Fund: 1,000.00
- J. W. Rudin Fund: 2,000.00
- Zeno E. and Mae S. Taylor Fund: 2,000.00
- B. B. Williams Fund: 1,280.00
- L. F. Williams and Ruby Williams Fund: 10,381.25
- The Manufacturing Printers Co. Fund: 1,220.00
- The Cooper-Bessemer Corporation Fund: 70,000.00

**SUGGESTED FORMS OF BEQUESTS**

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 the 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.