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Accountant

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The Kentucky Society of Certified Public Accountants

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Leroy E. Gardner

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Kelley Elected To AICPA Council

Mr. *Carl N. Kelley* has been elected to membership for a three-year term on the Council of the American Institute of CPAs.

Mr. Kelley is a partner in the firm of James R. Meany & Associates in Bowling Green, with whom he has been associated since receiving his Kentucky CPA certificate in 1951.

He was the recipient of the Kentucky Society's award for receiving the highest grades in passing all parts of the November 1950 CPA examination on the first attempt and served as president of the Kentucky Society in 1969.

Mr. Kelley will be installed at the AICPA Council Meeting on September 30 in Denver, Colo.

The Education and Memorial Foundation of the Kentucky Society of CPAs has been in existence since 1961. This foundation was organized to receive contributions from interested persons and to provide assistance to worthy students to obtain an accounting education.

Although the foundation has been in existence all these years, a total of only \$4,000 has been accumulated from gifts and grants. Until now no scholarships have been awarded from the funds of the foundation.

As reported elsewhere on these pages however, the foundation has now taken the first important step of using its funds for their intended purpose.

About a year ago, the trustees of the foundation set up a scholarship program. The program was designed to make grants of \$250.00 each to five Kentucky high school seniors to attend Kentucky colleges. Grants are based on scholarship and other factors which demonstrate that the candidate has an unusual potential for contribution to the profession and the community. The \$250.00 scholarship is renewable for a second year, depending on the performance of the candidate. Thus, the program will possibly utilize a total of \$2,500.00 of the available funds over the two-year period.

For the first scholarships, 42 applications were received. Screening and selection has been completed and five high school seniors have been selected.

The trustees of the foundation believe that the granting of these scholarships at this time is an important step even though it commits a significant part of the funds of the foundation. The granting of these scholarships should serve to publicize the foundation and thus encourage additional contributions. Also, it serves the very important purpose of familiarizing many outstanding high school students (and their guidance counselors) with the promising careers in public accounting.

I would like to urge all CPAs to keep in mind the foundation and its very worthwhile program and to make contributions whenever possible. Many CPAs have begun the practice of making a memorial contribution to the foundation in lieu of sending flowers on certain occasions. The foundation sends an acknowledgment letter to the person or family in whose honor the donation is made.

More contributions are urgently needed to continue the present scholarship program. Let's make possible the continuation of these scholarships on an annual basis!

Professional Development

Unaudited Financial Statements—Oct. 13 at Holiday Inn-Brownsboro, Northeast. This is the third time this course has been offered this year and it is already over-subscribed. Members wishing to attend the course should let the Society Office know now so that some plans can be made to make the course available.

Workshop on Individual Income Tax Returns—Oct. 26-27 at Executive Inn, Louisville. The year's workshop will focus attention on the many important changes and new concepts introduced by the Revenue Act of 1971. Registration information is being sent to Society members with this issue.

Management Services Seminar—Nov. 17 at Rodeway Inn-Airport, Louisville. Mr. J. W. Storm, Alexander Grant & Company, New Orleans, La., will present a two-hour seminar from 3 to 5 P.M. for all Society members interested in the opportunities available in the field of management services. No registration fee will be charged and the seminar will end in time to allow members to attend the Society's dinner meeting at Executive Inn that night.

Published by
**THE KENTUCKY SOCIETY
 OF CERTIFIED
 PUBLIC ACCOUNTANTS**

310 West Liberty, Louisville, Ky. 40202

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CPA REVIEW COURSES

Eastern Kentucky University has announced the schedule of review courses for the November 1972 CPA examination. These are "on-campus" courses which require a full day's attention. Classes will be held from 8 A.M. to 12 Noon each day with the afternoons available for individual study. A discussion period will be held from 7 P.M. to 9 P.M. each evening.

The registration fee will be \$40.00 per session except for the two weeks of Practice which will be \$75.00.

Candidates for the CPA examination desiring to enroll in any of the courses should contact Mr. Messmer, P. O. Box 783, Eastern Kentucky University, Richmond, Ky. 40475. Course dates are:—Law—9/25-29; Auditing—10/2-6; Theory—10/9-13; Practice—10/16-27.

**KENTUCKY SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS
 STATEMENT OF INCOME AND EXPENSE —
 April 30, 1972 and April 30, 1971**

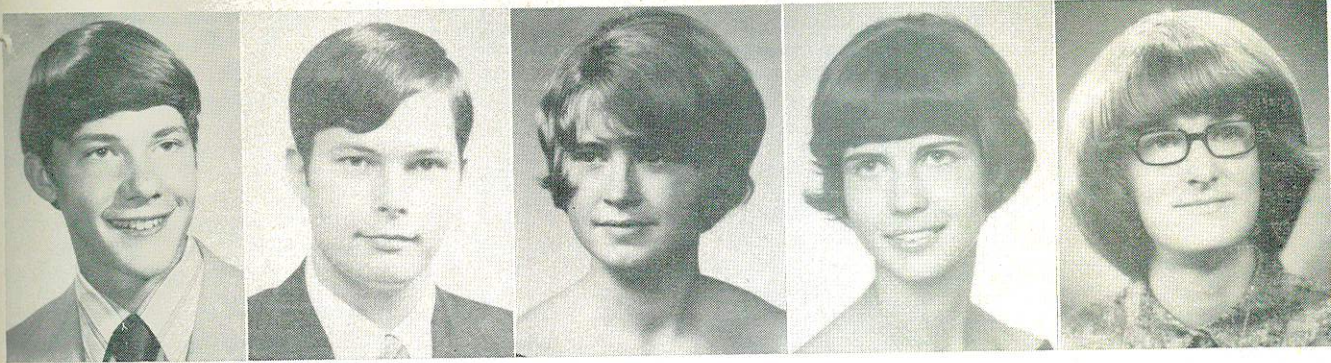
	Year Ended 4/30	
	1972	1971
INCOME		
Membership dues	\$35,734	\$32,788
Application fees	540	405
Interest income	1,324	1,369
Professional development, net of expenses amounting to \$14,488 in 1972 and \$14,130 in 1971	3,498	4,148
Miscellaneous income	996	892
Total Income	\$42,092	\$39,602
EXPENSE		
Salaries	\$16,180	\$13,489
Contributions to Retirement Fund	5,000	5,000
Travel — officers	2,881	3,691
Legislative committee	1,754	302
Publication, The Kentucky Accountant	2,413	1,974
Printing and other publications	1,455	712
Postage	3,942	3,002
Meetings	1,308	1,111
Committees	649	241
Office supplies and expense	1,791	1,699
Rent	1,460	1,462
Field trips	497	931
Telephone	537	396
Taxes	1,032	665
Public relations	372	195
Insurance	597	574
Certificates and awards	137	127
Dues and subscriptions	342	304
Data processing	444	—
Library	37	113
Furniture and equipment	695	304
Total Expense	\$43,523	\$36,292
NET INCOME (LOSS)	\$(1,431)	\$ 3,310

BALANCE SHEET — April 30, 1972 and April 30, 1971

ASSETS		
Cash	\$ 1,087	\$ 4,970
Investments (at cost, which approximates market)		
Certificates of Deposit	19,000	4,000
U.S. Treasury Bills	—	9,819
Accounts receivable	633	84
Accrued interest receivable	352	64
Prepaid Expenses		
Insurance	88	138
Annual Meeting	226	386
TOTAL ASSETS	\$21,386	\$19,461
LIABILITIES		
Accounts payable	\$ 357	\$ 46
Note payable	5,000	—
Advance Registrations		
Annual Meeting	550	2,198
Professional development courses	450	757
Total Liabilities	\$ 6,357	\$ 3,001
FUND BALANCE		
Fund Balance — Beginning of Year	\$16,460	\$13,150
Net Income (Loss)	(1,431)	3,310
Fund Balance — End of Year	\$15,029	\$16,460
TOTAL LIABILITIES AND FUND BALANCE	\$21,386	\$19,461

The above Statement of Income and Expense and Balance Sheet were taken from the Audit of the Society made by Compton, Kottke & Brown. The complete audit report is available in the Society Office to anyone wishing to see it.

SCHOLARSHIP WINNERS ANNOUNCED BY EDUCATION AND MEMORIAL FOUNDATION



The Kentucky Society of CPAs through its Education and Memorial Foundation has awarded five scholarships to outstanding students who are enrolled as freshmen this year in Kentucky colleges or universities. Each student is pursuing a course of study leading to an accounting degree. Details of the Society's scholarship program are explained in this issue's President's Message.

The scholarship winners, shown above from left to right, are:

Robert Gutmann, 5346 Westhall Avenue, Louisville. Robert is a graduate of Doss High School in Louisville and is enrolled at Bellarmine College.

Barry Lynn Magedanz, 332 Taylor Drive, Lexington. Barry graduated from Lafayette Senior High in Lexington and is now attending the University of Kentucky.

Emily M. Sanders, Route 7, Frankfort. Emily graduated from Franklin County High in Frankfort and chose Eastern Kentucky University for her college studies.

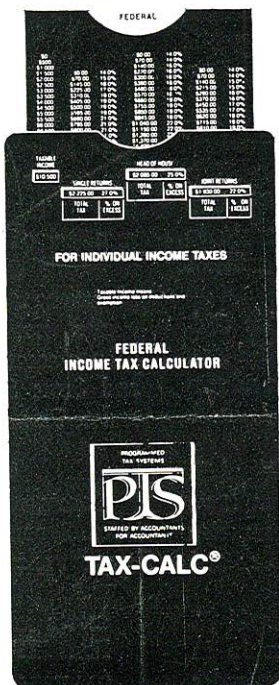
Cynthia M. Snider, 7616 Buena Vista Court, Louisville. Cynthia is a graduate of Moore High School in Louisville and is attending Murray State University.

Wanda J. Thompson, 1867 Bellefonte Drive, Lexington. Wanda graduated from Tates Creek Senior High in Lexington and is enrolled at the University of Kentucky.

The Kentucky Accountant takes this opportunity to congratulate the winners on behalf of all the Society members who made these scholarships possible, and to wish them *bon voyage* as they begin their journey toward an accounting career.

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- DISTRICT OF COLUMBIA
- FLORIDA (Miami, Ft. Lauderdale)
- GEORGIA (Atlanta)
- ILLINOIS (Chicago)
- KANSAS (Kansas City)
- KENTUCKY (Louisville)
- MARYLAND (Baltimore)
- MASSACHUSETTS (Boston, Worcester)
- MICHIGAN (Entire State)
- MISSOURI (Entire State)
- NEW JERSEY (Entire State)
- NEW YORK (Entire State)
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- SOUTH CAROLINA (Richard and Lexington)
- VIRGINIA (Arlington, Alexandria)
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Meet The New Members

Joey B. Bailey, a native of Louisville, is a graduate of the University of Kentucky. He is controller for the Louisville Home Federal Savings & Loan Association, Louisville.

Larry D. Barnett, born in Detroit, Michigan, is a graduate of the University of Kentucky. He is a partner in the CPA firm, Allen & Associates, Paducah.

James M. Collins, III was born in Maysville, and graduated from Xavier University. He is on the staff of Ernst & Ernst in Cincinnati, Ohio.

James Donald Hinton, born in Hardinsburg, Ky., is a graduate of the University of Notre Dame. He is presently serving in the US Air Force Audit Agency, Myrtle Beach, South Carolina.

Stephen C. Huntsberger was born in Massillon, Ohio, and graduated from Eastern Kentucky University. He is an Assistant Professor at Morehead State University.

Joe McDonald, born in Hart County, Kentucky, is a graduate of Western Kentucky University. He is on the staff of Ernst & Ernst, Louisville.

Kenneth E. Ruby, born in Louisville, is a graduate of Western Kentucky University. He is controller for Owensboro Daviess County Hospital, Owensboro.

R. Gregg Schulte was born in Bellevue, Ky., and graduated from the University of Kentucky. He is an Assistant Professor of Accounting at Northern Kentucky State College, Highland Heights, Ky.

Tax Guides Offered

"The Citizens Fidelity Bank and Trust Company will provide a copy of the U.S. Master Tax Guide for 1973 to all accountants practicing accountancy in Jefferson County. We must receive a *written request from you by October 1* at which time we will place our order for the Tax Guide limited to those accountants who have made their request in writing to us. We cannot handle phone requests.

"Please write Mr. Donald McDonald, Vice President and Trust Officer, P. O. Box 1140, Louisville 40201."

Around The State

David A. Sugg has been named to serve as a vice-chairman of the 1972 United Way of the Bluegrass Campaign.

Jack T. Cloyd has withdrawn from the firm of Amick, Webb and Helm and has opened an office for the practice of public accounting in the Chapelle Building in Corbin, Ky.

The Bluegrass Chapter of the 1972 United Way has appointed Charles E. Coyle as their audit vice-chairman for the year's campaign.

Larry F. Tonkel, formerly associated with Convenient Industries of America, has been named Executive Vice President of Remco Construction, Inc., Louisville.

David L. Gleason, formerly in the Louisville office of Ernst & Ernst, has accepted a position in the accounting department of the Courier-Journal & Louisville Times.

Irvin C. Rueff, formerly with Mitchell & Whelan, Louisville, has opened an office at 425 Bauer Avenue, Louisville, for the practice of public accounting.

Firms And Firm Changes

Joseph A. Cook II and Joe William Taylor have formed a partnership in Bowling Green, Ky. under the name of Cook and Taylor:

Henry A. Cox and M. Durbin Oldham, partners of Cox & Oldham, Louisville, have announced the admission of Charles E. Bartlett and John A. Wilson, III as partners.

William E. Darragh, III, Garland H. Barr, III and David L. Fister have formed a partnership and will practice under the name of Darragh, Barr and Fister in Lexington.

George H. Helton and Harold R. Butler have formed a partnership in Paintsville, Ky. and will practice under the name of Helton & Butler, PSC.

Joseph C. Von Lehman, Sr. and his son, Joseph C. Von Lehman, Jr. have formed a partnership and will practice under the name of Von Lehman & Von Lehman in Ft. Mitchell, Ky.

James C. Pollard of Lexington and John E. Tobe of Louisville were recently admitted as partners by Alexander Grant & Company.

State Board News

The State Board of Accountancy met on August 25 and September 8 at the State Board offices in Louisville. The Board cancelled, for non-payment of permit fees, the registrations and permits to practice of the following individuals.

Certified Public Accountants

Edna Mae Andrews, Cert. 917

Claude E. Hupp, Cert. 166

Charles R. Smith, Cert. 827

Public Accountants

Edward H. Miller, Regis. 398

Walter A. Nichol, Regis. 382

The Board authorized the issuance of certificates by waiver of examination to the following: John J. Archdeacon, Falcon Coal Company, Inc., Hazard; Jerry E. Boggs, Schuette & Taylor, Paducah; Walter W. Breidenbach, Lybrand, Ross Bros. & Montgomery, Louisville; B. Russell Cox, Adams, Davis & Wolfe, Ashland; William M. Larkin, Monroe Shine & Co., New Albany, Ind.; and Roy J. Spaulding, Haskins & Sells, Louisville.

The Board also authorized the issuance of certificates to those candidates who were successful in completing the May 1972 or a previous examination and have now completed their experience requirement. The majority of the successful candidates received their certificates at the September dinner meeting of the Society and will be listed in the October issue of *The Kentucky Accountant*. Those who received certificates other than at the dinner meeting are: Robert L. Elliott and Scott S. Skinner, both of Alexander Grant & Company, Louisville.

OPPORTUNITY

Commercial bank seeks CPA, 2 to 7 years experience, to work with corporate credit administration. Salary open and commensurate with experience. Write Box "D", The Kentucky Accountant.

Harold D. Lanham, an individual practitioner in Harrodsburg, has opened a branch office in Danville, Ky.

Robert F. Linton and Caleb B. Cooley, partners of Linton and Company, Pikeville, have announced the opening of a branch office in Martin, Ky. Mr. Cooley will be in charge of the branch office.