

Retirement plans can save taxes for self-employed

Cut your income taxes while providing for your retirement. If you are a farmer or other self-employed person, you can accomplish both of these things by putting part of this year's income into a deferred-income retirement plan, approved by the Internal Revenue Service. You will not have to pay 1974 income taxes on the money which you put into such a plan this year, explains Charles

L. Moore, Sr., Extension farm management specialist at the University of Kentucky College of Agriculture. After you retire and begin to draw money out of the plan, you will have to pay taxes on the money. However, the tax rate during your retirement years is likely to be much lower. More points out that Congress passed a law this year increasing the amount of tax-deductible income which can be put into approved deferred-income retirement plans by self-employed persons. Under the old law passed in 1952 and commonly called the Keogh Act, eligible persons could put up to 15 percent of each year's income, but not more than \$1,500, into such a plan. The new law, known as the 1974 Pension Reform Act, allows a contribution of as much as 15 percent of each year's income, with the maximum raised to \$7,500.

The average age of Kentucky farmers is in the mid-50's, and 1974 net farm income is the highest ever except for last year," says Moore. "Thus, a deferred-income retirement plan should prove very beneficial to many farmers in Kentucky."

Moore says most tax consultants and insurance companies have pre-approved basic retirement plans available for those who do not have a plan. Those who already have a plan need to have it reviewed because of the new 1974 law.

Beginning in 1975, a self-employed individual who does not wish to participate in a regular approved retirement plan will have the option of opening a retirement bank account and deducting up to \$7,500 in contributions to the account each year on his income tax returns.

"Even though a retirement plan provides some current tax advantages for the self-employed, I feel the most important reason for having such a plan is to provide for retirement," says Moore.



Peace in the New Year

Quiet as snow, still as a starry night... serenity is yours for the New Year and all the rest of your life.

Dee Jay Auto Parts



A Cheery Greeting

We hope the New Year houses hope and happiness for you and all your family. Let's look forward to the challenges each new day offers us.

Nicholas Feeder Supply

Million dollars goes begging

Nearly 60,000 former Army reservists have a share in \$1.1 million but the Army doesn't know how to reach them.

Army officials said the former reservists earned the money for drills and training attended during the Oct. 1 through Dec. 31, 1972 timeframe. The Army wants to mail checks for this lack pay before Christmas. So far only a little more than 1,000 have applied for their money. The checks vary from \$15 to \$36.

Former reservists who trained during the 1972 period should write to the Army area in which their old unit is located. Commander, First U.S. Army, ATTN: AFKC-PAR, Ft. Meade, Md. 20752.

Commander, Fifth U.S. Army, ATTN: AFKC-PAR, Fort Sam Houston, Tex. 78234.

Commander, Sixth U.S. Army, ATTN: AFKC-PAR, Presidio of San Francisco, Calif. 94132.

In the event a reservist retired, was discharged or died since the 1972 period, claims from the former reservist or his survivors should be addressed to—Commander, U.S. Army

Reserve Components, Personnel and Administration Center, Attn: AGUZ-TAD-DIP, 6700 Page Blvd., St. Louis, Mo. 63132.



Nicholas Bar Assoc.

To All...
A HAPPY NEW YEAR
It's about to chime in again... a bright New Year! We hope you greet it with loved ones and look forward to its many promising tomorrows.

Cynthiana Motor Co.

In Bullitt county an old cemetery created a mystery. There were no headstones to indicate persons buried there, but conjectures led to the belief it was graveyard for victims of a cholera epidemic or soldiers killed during the Civil War.



Happy New Year
May our memories of the past be pleasant, all our dreams of the future come true!

D & A Grocery
We give Top Value Stamps

GREETINGS of the NEW YEAR

The old year draws to a close—and our thoughts turn to all the kind people who helped to make it a good one. We wish you each a New Year full of happiness, contentment, good fortune and good cheer. May peace and serenity bless your lives!

Eastern Ky. P. C. A.

PROGRESS IN THE NEW YEAR

Let's try for a New Year that's brighter and better because we all pull together for the really important things... like peace, prosperity, brotherhood, respect and trust.

We can do it!

in 1975

Mathers Shearer

Thanks for making us **No. 1**

Kentucky Group Banks

\$140,000 New Car Giveaway

6
1975 Cadillac Sedan deVilles

17 CADILLAC FINALISTS TO BE DRAWN EACH WEEK!

Each week for the next six weeks, 17 persons — one from each Kentucky Group Bank — will be chosen by drawing to compete in a final round drawing for a new 1975 Cadillac Sedan de Ville. There will be six such final round drawings, each limited to 17 contestants, and a Cadillac winner will be selected from each of these drawings.

The 1975 Ford Gran Torino winners will be selected in 17 separate drawings.

All winners will be drawn and announced at 4 p.m. on Sunday, February 16, on Channel 27, WKYT-TV, Lexington, Kentucky.

17
1975 Ford Gran Torinos

FREE

- OFFICIAL RULES**
1. Hand-print your name, address and phone number on an official entry form which you can obtain at any Kentucky Group Bank.
 2. Deposit entry form at any Kentucky Group Bank by February 8, 1975.
 3. You need not be a customer of any Kentucky Group Bank to enter, no purchase is necessary and you may enter once each day.
 4. Only Kentucky residents over 18 years of age by December 1, 1974, are eligible to enter.
 5. Winners will be selected in drawings conducted at 4 p.m. on Sunday, February 16, 1975, during a television broadcast on WKYT-TV, Channel 27, Lexington, Kentucky. You need not be present at the drawing to win. Odds of winning will be determined by number of entries in each drawing. Decisions of the judges will be final and binding on all contestants.
 6. All prizes will be awarded and only one prize will be awarded per individual. No cash will be awarded in lieu of prize. Liability for federal, state or other taxes is winner's responsibility, and this program is void where prohibited by law.
 7. No employee or director of any Kentucky Group Bank, WKYT-TV or Bank Management Associates, or any member of his immediate family, is eligible to enter.



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| Carlisle..... First National Bank | London..... Central Bank & Trust | Sadlettsville..... First National Bank & Trust |
| Clay City..... Powell County Bank | Manchester..... First State Bank | Somerset..... Citizens National Bank |
| Cordell..... Carbon District Bank & Trust | Morefield..... First National Bank | Stanton..... Powell County Bank |
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| Frenchburg..... Traders National Bank | Morehead..... First National Bank | Williamsburg..... Bank of Williamsburg |
| Georgetown First National Bank & Trust | Owenton..... First Farmers Bank & Trust | Winmore..... First National Bank & Trust |
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