She Watchman and Southron.

COTTON

ference

GROWERS'

ASSOCIATION

Agricultural Con-

THE SUMTER WATCHMAN, Established April, 1850.

BRIGHT

Sumter, S. C., Saturday, January 28, 1922

VOL. LII. NO. 48

THE TRUE SOUTHRON, Established June 1, 1866.

IN EGYPT PEOPLE STAND?

CONSOLIDATED AUG. 2, 1881.



Republicans Helpless to Relieve Situation

By WALLACE BASSFORD,

(Special News Correspondent)

incessant, productive work." With all the farmers and farm leaders those frank admissions going over have to do in this conference is to Republicans can ask for re-election cake and then go home." next fall at the hands of those "suffering from idleness or ruin,"

No one in Washington who obthe Associated Press report as to to a cut and dried and well backed dustry is without the aid of fi-Harding's acutude on the naming

is helpless to relieve.

maker Charges that There is a Cut and Dried Program the Public

Washington, Jan. 24 .- The National Agricultural Conference

Dayton, Ohio, Jan. 25 .- James which was opened here yesterday with an address by President M. Cox, Democratic candidate for Cillett appears to have at last tails this afternoon when the com- told Demo- ing the National Agricultural Con- told the agricultural Con- told the agricultural Con- told the agricultural conference ing relative to the differences on hundred and ninety persons being be a bonus it must be provided. given up the belief that the Re- mittees appointed at the first ses- crats sathered here at a Jackson publican party can produce pros- sion held their first meetings. The Day banquet, that their party perity by the mere fact of its being morning was given over to an open stands just where it did "when the in power. He has written a dismal session marked by addresses by Eu-gene Meyer, Jr., managing direc- for the next fight." Public opinwall to his constituents up at tor of the War Finance Corpora- ion, he declared, has "steadily Springfield, Mass. After promising tion: G. F. Warren, of Ithaca, N. borne the destiny of America near-

them a new Federal building, which Y., who has just completed a study er each day to the seat of the appears to have been promised for of European conditions; Wesley League of Nations at Geneva." some rears, he uses these truthful C. Mitchell, New York economist. In his first public address since but gloomy sentences: "I receive and Herbert Myrick, of Spring- the campaign of 1920. Mr. Cox asmany expressions of disappoint- field, Mass., editor of Farm and sailed the policies of the present ment with the work of Congress. Home. Another open session is administration, 'condemning the This is quite natural. Some of our to be held tomorrow morning. work of the Washington armament legislation, notably the tax bill, has The first signs of differences in conference, declaring that America excited great disapproval. I do the conference appeared after the had refused to accept world leadnot pretend that I have supported defeat today of a motion by J. S. ership and that financial depres-all that we have done. On the con- Warnamaker, of South Carolina, sion was due to the "treachery of sition The industrial depression | defeated on the ground that the the leaders of their party in the

THE PEOPLE

GETTING WISE

TO LODGISM

intensifies the criticism of . Con- committees already appointed were making of policy _ _ _ have progress. Men suffering from idleness expected to consider resolutions. faned Republican history by foror ruin look to us to save them; Mr. Wannamaker issued a form- saking the soul of Abraham Linnothing can bring prosperity again al statement later, attacking the coln for the spleen of Henry Cabot except self-denying economy and conference and declaring "about Lodge." Mr. Cox said in part:

"As I interpret properties, the the country in cold 'ype from the shake hands with the president, defeated candidate for the presiman who heads the present Con- meet some official dignitaries and dency should hold to the unspoken gress, it is difficult to see how the partake of a little ice cream and word until time has brought the unmistakable evidence of payment "Selection of committees has or default by those in power on been made in such a manner." campaign pledges

which the Speaker admits has party Mr. Wannamaker said, "as to sug-" "Almost a full year has elapsed gest that those responsible for and very properly can we apply an such service are either totally ig- analysis of its developments. The screes events has any doubt that delegates or have lent themselves national prospective. Willing in-

dictment Against Says Products Must Marketing Before Republican Party Be Sold More Grad-For Treachery to ually

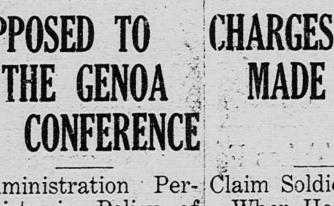
COTTON

Washington, Jan. 24 .- Eugene, Washington, Jan. 25. - Carl riculture and the cotton growing ers, which handled fifty million was prepared for it by the experts, rection. states may view the future hope- dollars worth of cotton this sea- after the committee had digested fully. He said they must recog- son, apparently will become per- the measure. As a matter of fact. Dr. Moffatt Dies nize the fecussity of selling pro- manent institutions. saying that what seems to have occurred is this, the association provided for the The bill was prepared by tax exducts more gradually.

FUTURE

orderly marketing of the crop and perts and the ways and means com-Chicago, Jan. 25 .- A crime wave shortening the route between mittee understood that it was, to all Columbia, Jan. 25 .- Dr. J. S. broke here last night. One man producers and spinner." was shot and wounded, probably Governor Parker, of Louisiana, of the federal law, except as to the ago president of Erskine College, fatally, two jewelry stores were advocated opening export markets rates, and it was only the rates Due West, S. C., but who has since

were called out.



mand

Correspondent Claims J. Scottowe Wanna- Gov. Cox Brings In- Director of War Fi- Carl Williams Dis- Present Law is, Ex- British Troops Quell Secretary Mellon Renance Corporation cusses Cooperative cept For Rates, Revolution in Cairo iterates Opposition Practically a Duplicate of Present Federal Law

OBSTACLES

INCOME TAX

BILL MEETS

Killing One Hundred and Wounding a Thousand

INSURRECTION

BREAKS OUT

to Soldier Bonus and Explains Why the Burden is Too Great

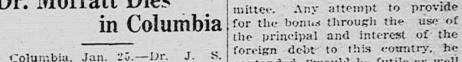
the principal and interest of the

Mr. Mellon's letter was in re-

HOW MICH MORE

TAXES CAN THE

Columbia, Jan. 25-"What is London, Jan. 26.-It is reported Washington, Jan. 24 .- Treasury Meyer, managing director of the Williams, president of the Ameri- itall about?" is the question that unofficially that fresh disorders opposition to a soldier bonus rewar finance corporation, address- can Cotton Growers' Exchange, a great many people are now ask- have occurred in Caio, Egypt, one mains unchanged, but if there is to have been a material help to ag- keting Associations of cotton grow- has passed the income tax bill that British troops guelled the insur- taxes imposed by existing laws. Secretary Mellon declared tonight in a letter to Chairman Fordney of the house ways and means committee. Any attempt to provide

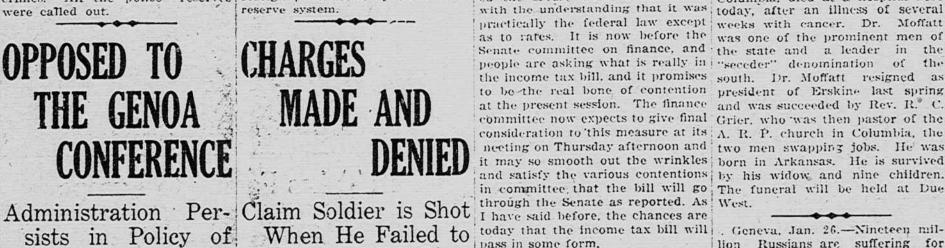


intents and purposes, a duplicate Moffatt, who was until a few weeks contended, "would be futile as well as unwise.'

robbed, and there were twenty- to American producers through that were seriously considered by been pastor of the Associate Re- sponse to a request from Mr. Fordeight holdups and a score of minor extension of long time credits to the committee. The bill then pass- formed Presbyterian church of ney for an expression of the views crimes. All the police reserves foreign purchasers, by the federal ed the House without discussion. Columbia, died at a hospital here of the secretary and the treasury with the understanding that it was today, after an illness of several department on the government practically the federal law except weeks with cancer. Dr. Moffatt financial outlook for the coming year and a half and for sugges-Senate committee on finance, and the state and a leader in the tions as to legislation. Submitpeople are asking what is really in "seccder" denomination of the ting detailed estimates of governthe income tax bill, and it promises south. Dr. Moffatt resigned as ment receipts and expenditures for to be the real bone of contention president of Erskine last spring the fiscal years, 1922 and 1923 and at the present session. The finance and was succeeded by Rev. R.º C. the treasury plan for refunding committee now expects to give final Grier, who was then pastor of the the short dated debt. Mr. Mellon consideration to this measure at its A. R. P. church in Columbia, the dec.ared no allowance had been neeting on Thursday afternoon and two men swapping jobs. He was made for any extraordinary expenit may so smooth out the wrinkles born in Arkansas. He is survived ditures for a soldiers' bonus, which and satisfy the various contentions by his widow and nine children. would cost on the most conservain committee that the bill will go The funeral will be held at Due tive estimates, he said, probably not less than \$\$50,000.000 in the

first two years.

"The figures," he contended, "show there will be no available will die unless succored. Dr. 8. surplus but more probably a derefunding operations which the treasury has to conduct it would be involved in the bonus through new



I have said before, the chances are pass in some form. Holding Aloof from Keep Up With Com- The issue at the moment is the want of food and fifteen million vate of taxation.

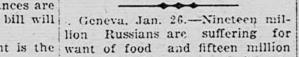
Shoals Now Up to

Congress

Washington, Jan. 26 .- It is indi- Washington, Jan. 25 .- Charges plain all of the details and natcated in official circles that the that Colonel Paul Malone, stationed urally a newspaper article that un- 000 profit mark is reached the dangerous in the extreme to at-United States is not in favor, of at Camp Benning, Ga., shot and dertakes to explain the essential \$2,000 exemption is absorbed and tempt to finance the expenditures necessarily be brief no longer applies.

as to rates. It is now before the was one of the prominent men of

through the Senate as reported. As West,



The bill before the General As- Nasen told the League of Nations ficit, and that with the enormous sembly takes 15,000 words to ex- | relief committee.

oi a "dirt farmer" on the Federal Reserve Board was correct. Unquestionably, in their view. . the president went up in the air when the group of progressive senators statement to the effect that it was used to the stiff back-bone of such was the purpose." Cleveland, Roosevelt and Wilson, this rapid caving-in tendency of afternoon were held behind closed standing.

same.

While Senator Penrose carefully assignments. provided in his will that there ing made of his estate, he overin Washington, partly in ten-thousand dollar bills, mere loose chance recalls that at the time of the out to provide for commodity loans given. very ill. Now his physician comes was unconscious for hours, then came to himself and asked what was going on at the convention. Upon his secretary informing him the handling of this paper through tion dy our government of the that the convention was deadlocked, he replied: "Tell 'em to throw millions of patriotic men and women who grew up in the Republican party, some of whom were for General Wood, some for Lowden or Senator Johnson, who have fondly open market. imagined that they were having something to do with the nomination of a candidate when they went to the primaries and cast their ballots. Under the boss-ridden party of today they have no more to do

if they lived in New Guinea. Penrose, big boss of the lesser bosses, just told them what to do, and he. in turn, was told what was wanted by the Mellon-Dupont outfit, Once

in a while the people still rise up in their might and do something, the threatened influenza and pneuproving htat they still have the power-for instance, the dry laws hoe that rusts in the shed-it prorote is up in arms. duces no crop.

The republicans are having the Republican party left a very understandings. The president gave trouble raising campaign funds. The business man who has no by seating Newberry. This man Mr. Lodge instantly corrected him money to put into his own business was indicted and convicted on a with the statement that the real is a poor subject for the campaign felonious charge and escaped be- meaning was in the unwritten word solicitor. There is little relief cause the Supreme Court found -in the understandings between from the necessarily high war that the law specified "election." the representatives - which Mr. taxes, which the republicans all while the bribery charged was Lodge had refrained from mentionvoted for but which they are un-l committed in a "primary election." able, for some reason, to lessen ap- He escaped by the saving grace of men. Just when nations seemed preciably. Freight rates remain one word! What a splendid vin- committed to open diplomacy, Mr. very high and trade languishes, dicatien! His family should adopt Lodge in the name of America, rewhile Congress fritters away its a coat of arms bearing a ten dollar time trying to enact an anti- bill rampant, standing triumphant old. lynching bill to coddle the negro over the remains of a tin lizzie voter, though the best constitu- passant, with the motto in letters treaty that it recognizes the prin- cizing the acts of the administrational lawyers on the Republican of gold: "By one word."

side admit that the Supreme Court will make short work of the law when it finally gets to them, for it is absolutely subversive of that provision of the organic law which it folks who have seen twice. Most folks who have seen twice. Most folks who have seen twice. This treater of the organic law which it is absolutely subversive of the twice. Most folks who have seen twice. This treater of the organic law which it is absolutely subversive of the twice. This treater of the organic law which it is absolutely subversive of the twice. This treater of the organic law which it is absolutely subversive of the twice. Most folks who have seen twice. This treater of the organic law which it is absolutely subversive of the twice. This treater of the organic law which it is absolutely subversive of the twice. This treater of the organic law which it is absolutely subversive of the twice. Most folks who have seen twice for the treater of the organic law which it is absolutely subversive of the twice. This treater of the organic law which it is absolutely subversive of the twice. The treater of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the organic law which it is absolutely subversive of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first two years of the lows bill argue that the first Under the Federal Act the forcement, there would be raised would be about \$3,300,000,000, of gives the police powers to the Gene would decline to kiss him other groups. This treaty creates that "although defeated by his serand includes the excess profit. But if the amendments suggested by \$1,000,000,000 if an unexpectedly states. The men who have furnish-ed campaign funds in the past are is happening to his party? In the the profits made for 1922 the tax- the Taxpayers' Association be large number of veterans should TO BE PASSED able without the excess profit. In- adopted the net proceeds would choose cash. The minimum cost and are sitting as judges of a Con- it almost disappeared—but that is treaty sets up a new enterprise that the Jackson Day rally, held in Washington, Jan. 25.—After the comes from corporations for 1922, be about \$100,000-evidently a he placed at about \$1,560,000,900 getting poor return for their money recent election in New York City the merging of purpose. This "ry gress that satisfies nobody. Its the common history of new parties: may lead to other like projects. The League of Nations assembles representative be more at s from gave assurance of a permanent to pay a flat income tax of 12 1-2. are visible in stunted industry, low or third attempt, they fade away: all nations deserving of name. If every section of the state and tariff bill which will be passed at per cent on all profits over \$2,000. The income tax bill is still be- 000,000. If all the veterans should prices for farm products and mil- They can not live on hope alone. the present pact, after mature re- many from other states,

scheme to prevent the forward- nancial credits. Countries solvent looking farmer representatives if not rich in natural resources, are from bringing any good whatever in idleness and misery. The reacfrom out of the conference." tion, true to prophecy, is upon us He was "confident," he con- and every community is affected. made the request but by the next tinued, that it was "the purpose The echoing cry of 'America first' day he saw the poor politics in his of those responsible for the con- is a mockery to human intelligence curt refusal, and then inspire a ference to destroy the farm bloc." as unhappy experience tells us that "The president's address in we are a part of the whole world all a mistake that he had been op- opening the conference," he con- in soul, by the will of Almighty posed. To those who have grown tinued "indicated very clearly that God, and in practicalities by the

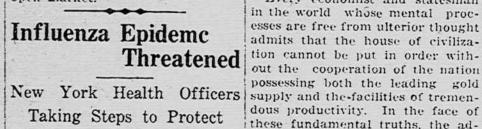
logic of nature's laws-Republican The committe- meetings this dictum to the contrary notwith-

the president is not conducive to doors. It was expected they "Farm products have diminished confidence in the strength of the would be occupied chiefly today in price much below the labor cost o'clock when fire was detected in executive. From time out of mind with organization, and, perhaps, of production: vast inventories of the front portion of J. M. Parker's we have admired the man who was preliminary surveys of the work as- shop and mill have followed the store. A strong wind was blowing. reputed to carry the "fist of steel signed to them. Twelve emajor downward trend until thousands of As the town has no means of fight- covering the proposed lease and in the silken glove," but no one committees and their chairmen farmers and business concerns are ing fire the flames soon spread to purchase of the government's niloves the president whose fist of were appointed yesterday, and these hopelessly insolvent. Only the re- G. C. Cusaac's grocery store, and trate and water power projects at this act there shall be levied, colmush is concealed in a giove of the were expected to divide themselves siliency of our banking system has the Singletary Drug company. The Muscle Shoals, Ala., was signed by lected and paid for each taxable

Probably one question in which main the same. There can be but from Cusaac's Grocery store. should be no inventory or account- the delegates are as a whole in- one final result of this situation. terested is that of commodity "And how needless it all has building is between \$22,000 and looked an item of \$226.000 in cash financing. One member of the been! When peace came Europe \$25,000: G. C. Cusaac's loss on which he had in a safe deposit box committee on agricultural credit needed rebuilding. America had stock. \$6,000: Singletary Drug comand insurance, which has this sub- the supplies. Europe required pany's loss on stock and building. ject under consideration, suggested credit. America had a prosperity \$20,000.

forward and tells how the big boss vide for the grading and inspection vietism. The distress in America be replaced at once. of commodities, endorsement of to the treachery of Lodgism. commodity paper presented by "The first essential thing to our

farmers by their local banks and prosperity is the formal recognithe Federal Farm Loan, Bank sys- fundamental cause of depression. A. Hutson will probably introduce ferences with delegation from the head of a family. Unmarried or tem, which would either discount Since this would carry acceptance a bill in the senate this week to agricultural meeting which called single persons carry an exemption the senate this would carry acceptance a bill in the senate this week to agricultural meeting which called single persons carry an exemption the it to Harding." And yet there are it through the federal reserve sys- of the theories of Woodrow Wilson, do away with the county rural po- to urge him to approve the pro- of \$1,000. Under the federal act tem or issue debentures against there is hope only for the belated lice system. It now costs the posal for purchae and lease of the the loans in the form of certificates relief that will come from the county more than \$14,000 for the Muscle Shoals property submit- \$4,000 pay 4 per cent. of indebtedness to be sold on the pressure of public opinion . . .



Public

officials are taking steps to prevent | circus.

-but power unused is like the lions unemployed. And the soldier, Japan prudence might suggest that

On top of all the other troubles, the extent of Mr. Lodge's secret bad taste in the country's mouth interpretation of the written word; ing when he addressed his country-

"In its behalf it is said of the

participation in the Genoa confer- killed a soldier, in France, because ence at the time set, but might he failed to keep up with the and touch the high spots. The heart consider a date for the discussion command were made and denied of the pending bill as passed by that the federal law collects a dif- treasury remains 'unchanged, but of the general European economic before the committee today. situation.

Ford Signs War Big Fire at Scranton Department Contract Isvalle vorman the net income bill, now before the senate commit-Three Buildings and Stocks of Acceptance of Bid For Lease Goods Burned Wednesday and Purchase of Muscle

Europe

Scranton, Jan. 25 .- Scranton suffered a very heavy loss by fire this

morning. The alarm given at 1

work out details of their various in all history. Inventories have pletely destroyed, with goods and war department by one of the individual, for the calendar year and for each calendar year there buildings are not, he asserted in diminished in value, but debts re- fixtures, except a small portion Ford engineers tonight, a few 1921 and each calendar year there-

the Detroit manufacturer.

Against Rural Police.

Shoals, Ala.'

rural police, and it is the idea of ted by Henry Ford. Every economist and statesman the new bill to curtail expenses. in the world whose mental proc- The new bill would give the mag- Death in White esses are free from ulterior thought strates a constable and save the admits that the house of civiliza- county a considerable amount.

possessing both the leading gold ica, it should be provided that face on the barroom floor should with selecting the candidate than New York Health Officers supply and the facilities of tremen- whenever America joins the League be a skull, with crossbones undous productivity. In the face of of Nations, then the Washington der it, these days," declares Geo. these fundamental truths, the ad- treaty shall be null and void . - - H. Blincoe, federal prohibition "Our faith in the official pro- agent.

"Death lurks in white corn li-New York, Jan. 25 .- City health resort to the noisy methods of a by the result of the election of that euor." he says. "It all contains year. We stand in our very fusel oil, one of the most deadly tracks, just where we were when poisons. First-run moonshine is monia epidemic which is incipient, the governments of the United the votes were counted. We have 'rank poison' yet the moonshiner not retreated a step. The flag still who makes the stuff-first shots' flies and we are ready for the next it is called by the legitimate distiller, doesn't trouble himself to dis-

Joining with the former Ohio til it again, but sells it as it is for Governor in critcizing the Hard- drinking purposes. ing administration were Senators, Double distillation and ageing in Pat Harrison, of Mississippi, and charred barrels for at least four Attlee Pomerene, of Ohio: Joseph years is necessary to remove the Attlee Pomerene, of Ohio, and Mrs. fusel oil, Mr. Elincoe says.

Gertrude Breslau Fuller, of Pitts- "No moonshine I have ever seen in my experience as a prohibition "The record of the Republican enforcement officer has been aged. administration during the last ten. The bootleggers' motto seems to be months is enough to arouse the ire "full speed ahead" and never safety

REDUCES SALARIES

tion of wages of officers and men tions.

points must

and 7, which read as follows:

taxable yearupon the net income bill, now before the senate commitof every inhobitnat a normal tax of tee, corporations areato be charged 3 per centum of the net income in a flat rate of 3 per cent on all proexcess of the credits provided in fits. A credit is here also allowed would make it any less an exsection 12: provided, that in the in section 30 of \$2,000, which is pense to be borne in the long run case of an individual taxed as a likewise absorbed when the procitizen or resident of the state of fit is in excess of \$25,000. The declared, taking up the proposal to South Carolina the rate upon the federal corporation tax is 12 1-2 use the foreign debt as a basis for

first \$4,000 of such excess amount per cent on corporation income, as against 3 per cent in the Fouth Detroit, Jan. 25 .- The contract shall be 2 per centum. "Sartax: That in addition to the Carolina bill, and 2 per cent in the

into a number fo subcommittees to averted the most destructive panic three brick buildings were com- Henry Ford and returned to the year upon the net income of every hours after it had been received, after, a surtax of 3 per centum of after. Under the propose amend- shape to sell to the public, while J. M. Parker's loss on stock and it was announced at the offices of the amount by which the net in- ment of the South Carolina Tax- to offer them with the guaranty come exceeds \$5,000."

> Weeks Would Complete Muscle this angle of the contention. Under the federal law the normal rate be provided for all years. The

Washington, Jan. 25 .- Secretary tax carries the same exemption as Taxpayers' Association, through Mr. of the government. saved from his salary. - Everyone a plan probably could be worked upon which credit could have been All parties will lose very heavily Weeks informed delegates to the under the proposed bill, that is. McLeod, made an important sugas buildings and stock were parti National Agriculture conference in \$2,500 for hte head of a family and gestion, by which it is proposed Chicago convention of 1920 he was running from six months to three "The distress in Russia is ally covered by insurance. It is session here today "that if there \$400 additional exemption for each of the that an amond years. His proposition would pro- chargeable to the terrors of So- understood that the buildings will were no Ford offer" he would "rec- dependent child under 18 years of and suggested by that an amendommend to congress the comple- age. There is no difference between ment of two paragraphs looking gotiations." tion of the Wilson dam at Muscle the federal law, the proposed state to the enforcement of the bill, law and that advocated by the which provides:

"Any taxpayer that makes an The statement was reiterated South Carolina Taxpayers' Associa-Orangeburg, Jan. 24.-Senator L. tonight by the secretary after con- tion as to the exemption for the income tax return to the state

the tax is 2 per cent. Under the proposal of the South one year, or both, together with \$187,000,000 for 1923. Not allow-Carolina Taxpayers' Association the the cost of prosecution.

out the cooperation of the nation flection, is to be accepted by Amer-possessing both the bedieve to be accepted by Amer-possessing by Amer-possess sociation proposes a 1 per cent able period provided in this act in and \$5,000,000 to be paid as the rate.

under the federal law the tax- turns on forms prescribed by the with Colombia, a total of \$112,able net income of \$4,000 to \$5,000 | Tax Commission. and upwards is taxed at the rate of 8 per cent normal tax. Under the plan of the taxpayes' associa- of returns and all of the details duced in the aggregate by about tion this net income would carry in the bill proposed by the South \$300,000,000 in the next two years. a rate of 1 per cent. A very material point of differ- ate, are practically identical and in ernment faces a heavy shrinkage of ence is in the surtax charge. The essential details are absolutely receipts. In view of the depresfederal law has an ascending scale identical with the federal statute, sion in business, he added, there is on taxable incomes over \$5,000, be-1. A material issue that is being grave duobt whether the estimates

ning up to as high as 65 per cent these few words of the pending budget can be realized. where the income exceeds \$1,000,- house bill: Under the proposed and pending be the calendar year 1921." House bill, a flat rate of 3 per cent is suggested, applying to all taxable incomes over \$5,000 by way of the surfax. Under the plan of the South Carolina Taxpayers' Association, ing the year 1921.

the surfax begins at one-half of 1 per cent and increases up to 4 per pending ways and means commit- now on.

It is important to understand borrowings. The position of the the House, and now before the ferent rate for the profits that if there is to be a soldier's bonus, Senate, is contained in sections 6 were made during the year 1921 it is clear that it must be provided from what it will collect during for through taxation and through "Normal tax: There shall be 1923 from the profits made in 1922. taxation in addition to the taxes

> On the other hand no judirect means of financing the bonus by the tax paver. Mr. Mellon

It is impossible, he naintained, in advance of funding arrangeformal tax imposed by section 6, of taxpayers' suggestion of amend- ments of estimate what may be collected on the foreign cebt in the The proposed house bill provides near future by way of principal that the flat rate of 3 per cent shall or interest. The obligations, which It will be illuminating to present cent provided in the house bill, the with the treasury's refunding opersuggestion is that a 2 per cent flat ation- and prove more expensive

than the sale of direct obligations "At the same time," he added, 'it would enormously complicate the international situation and certainly embarrass the funding ne-

It would accomplish nothing, Mr Mellon argued, to set aside the foreign debt for the payment of the

bonus, even it enough could be Discussing the financial outlook

other government authorities for of the government, Mr. Mellon Under the proposed House bill shall be fined not more than \$10,- indicated a deficit of over \$24,000,-000, or imprisoned not more than | 000 for 1922, and a deficit of over

ing for \$50,000,000 requested by Corn Liquor normal tax for the same amount "Any taxpayer may file with the the simpling board to be be ment of claims, \$7,000,005 to be "Any taxpayer may file with the the shipping board for the paylien of the state income tax re- 1923 installments under the treaty

> 000 000 The exemptions, deductions. To overcome these deficits, he excredits and allowances, the filing plained, expenditures must be re-Carolina house, now before the sen- while at the same time the govginning with 1 per cent and run- much discussed is contained in of receipts which appear in the

The overshadowing problem of "The first taxable year to be the treasury, Mr. Mellon declared called the taxable year 1921, shall was in the handling of the public debt, amounting at the end of the And throughout the proposed past year to \$23,438,984,351 of bill this strain is continued, which | which \$6,500,000,000 falls due looks towards the collection of an within the next 16 months. The income tax on incomes shown dur. refunding of this vast maturity, he asserted, would require the The income to the state under the treasury's constant attention from

cent to \$22,000 net annual in- tee income tax bill is estimated by How much additional taxation comes and there stops as to rate, its advocates at \$1,600,000. Some, would be necessary to pay a sol-This is one of the chief points not over-friendly to the bill, say at dier's bonus, Mr. Mellon declared, Washington, Jan. 25.-A reduc- of difference in the two proposi- the rates provided it ought to raise would be difficult to estimate but \$5,000,000. It was developed at on the basis of the McCumber bill

on shipping board vessels amount- Then in the matter of corporation the hearing that, with a strict en- it would appear that the total cost

nouncements of 1920 is unaffected

burgh.

and cause not only a blush of first. shame but of resentment to those of progressive and independent SHIPPING BOARD sorted to the diplomatic methods of principles," Senator Harrison de-. clared.

Senator Pomerene, besides criticiple of arbitration and gives pro- tion, particularly denounced the ac-

ministration at Washington is vainly trying to bring better times, by

"Of the present treaty between

States, Great Britain, France and judgment be reserved until we know what the treaty means and