# REMEDY SEEN IN GREDIT GURRENCY

Nation Needs Monetary System That Will Meet Demands of Business.

#### VIEWS OF CHARLES FOWLER

Chairman Congressional Banking Committee Tells How Expanding Currency Can Be Brought About. How It Works Elsewhere.

NEW YORK, Nov. 1.-That permanent relief from the present monetary stringency can only be had through a system of credit currency adequate to meet the requirements of trade and redeemable in gold coin, was the opinion expressed today by Representative Charles Fowler of New Jersey, chairman of the Banking and Currency Committee, which will at the coming session of Congress endeave to have a law passed providing for credit currency issued by the National banks. Mouthy Agitators Are Promptly Until such permanent relief is made possible by legislative enactment, Mr. Fowler asserted, the situation must be met by the issuance of clearing-house certificates cashiers' checks and due bills of business houses and manufacturers.

"The underlying business conditions." he said to the Associated Press, today, "are essentially sound, as evidenced by the increased earnings of railroads and the fact that the values of our agricultural products this year are \$500,000,000 more than last year (which was the highest year in our history), and are bringing to our people about \$7,000.000,000, but public confidence has been greatly shaken and credit seriously affected, therefore, every patriotic citizen from the President down. should do all in his power to restore that confidence which is essential to National

#### Money Tied Up in Industries.

is that there is scattered broadcast throughout the country, at the Mints, in the wheat, corn and cotton fields, in the pockets of the people, or locked up, about \$1.300,000,000 of the reserve money of the United States, most of which, under a proper condition, would be in the banks, serving as reserve. Temporary relief will be through the forced use of current credit in the form of clearing-house certificates, cashiers' checks and due bills of business houses and manufacturers during the next 90 days. The permanent cure must come through a system of credit currency expanding and contract-ing with the ordinary demands of the smaller trade, precisely as checks and drafts do in the broader field of com-

We have proceeded far enough into the present financial crisis to get a pretty clear perspective of the real situation. "First—The condition is now general." reaching every nook and corner of the

Country, "Second, if the gold certificates, the "Second, if the gold certificates, the United States notes and silver certificates, or the reserve money which the banks from the country have sent into the agricultural districts of all sections to settle up the year's business, I say, if these reserves now scattered broadcast over the land were in the banks where they properly belong there would have been no money name that Fall.

#### money panic this Fall. Expands With Reserve Fund.

"The proof of this assertion is conclusive. During the past four months there has been sent from the banks into the country districts approximately \$300,000,000 of currency. Of this amount \$250,000,000 approximately was reserve money, which, if it were now in the banks would serve as a basis of more than \$1,250,000,000 credits or loans and the present crisis would

"This result could have been accomplished without increasing our bank recounting serves to the extent of a single dollar, foremost. banks of the country to the extent of I people,

challenge any man to controvert this statement, and submit the following as absolutely conclusive proof of the asser-

"If the banks in which the \$250,000,000 had been deposited had been authorized as they should have been, to create bank note credits as well as bank book credits, and they had proceeded to convert this \$250,000,000 or bank book credits into banknote credits, the banks would not have been affected in any degree or in any way whatever, and the whole country would have been amply supplied with cu rency with which to transact all the Fall

# Method Is Simple.

"How could this have been done? Sim ply by authorizing each bank to issue cashler's checks, payable to bearer, which is a current credit, that is, credit that passes by mere delivery, requiring no indorsement. By this process the \$250,000,000 of bank book credits would have converted into bank-note credits could have been no change whatever in the situation. The bank debt is the same, the amount of the reserve is the same. It has been only a matter of book-

'An issue of credit currency adequate to meet the requirements of trade and purpose of blowing rock, currently redeemed in gold coin, is a A large portion of the

principle followed by every civilized country in the world except our own.
"Mark this: The banking power of the United States in 1859 was about five bilflons, and now exceeds sixteen billion dollars, or equal to the entire banking power of the world in 1890, which Mulhall placed at \$15,950,000,000. Today the bank-ing power of the entire world, outside of the United States, is only \$21,953,000,000 and of this amount 20 per cent, or more than \$4,000,000,000, is in cashiers' checks or current credits—that is, credit currency— and yet, while the United States has three-sevenths of the banking power of the entire world, it has not one single dol-lar of currency bank credit, although the the world's power has the advantage of \$4,000,000,000 current credits or credit currency. "On the same basis we are entitled to

have \$3,000,000,000 of currency credit or

Would Increase Bank Reserves.

"If this principle were broadly adopted in this country, as it should be, our bank reserves might be increased about 20 per some person or persons unknown. After cent and our banking Habilities remain practically the same.

Can any one give a single reason why we should use a check book to order and not use a current credit on the same bank in which we draw our checks? Is not the cashier's check just as good as our check ashes cast into the waters of the Colum-upon the same bank-indeed far better— when protected as it should be by a guar-faith. States Government many times more than ample to insure its redemption in gold

Hanan shoes keep our rest dry. Rosenthal's. Seventh and Washington. coin?

country could exchange one billion dol-lars of cashlers' checks for one billion of reserve money now floating around in the mines, wheat, corn and cotton fields, and this one billion dollars were auded to the one billion in the banks on July 1, 1967, our bank liabilities would be increased about 8 per cent, while our re-serve would be increased 100 per cent; and instead of our advantage reserve being about 10 per cent it would be 20 per cent and this end alone is sufficient to justify

#### Adopted by Other Countries.

"France has a credit currency issued by the Bank of France which is con-stantly expanding and contracting throughout the year at the rate of \$1.73

per capita or \$67,600,000. "The same ratio would give the United

States \$159,000,000 of credit currency.
"Canada has a credit currency issued by the banks that expands and contracts

at the rate of \$3.29 per capita every Fall,

VOTE NOT TO DRAW MONEY

FROM CHICAGO BANKS.

Squelched in Exciting Ses-

sion of Federation.

CHICAGO, Nov. 3 .- (Special.) -- Confi-

lence in the soundness and integrity of

expressed by practically unanimous vote

ists and mouthy agitators were promptly

vote followed immediately on motion by

Secretary Nockels that any union hav-

should institute receivership proceedings

if cash payments were refused for any

check properly drawn and signed. Im-

"You had better go carefully on this

subject," shouted George J. Thompson, of the Cigar Makers' Union. "We don't

want to start any panic. The banks are

sound and they are doing the right thing

in refusing to allow money to be drawn

ndiscriminately and put out of circula-

"We must protect the banks to protect

ourselves," said J. M. Vail, of the Paper

Hangers' Union. "You fellows who are

shouting panic and want to see rioting

may get all you want of it If you start

Several other speeches were made

along the same lines, the conservatives

plainly telling the agitators that the banks were protecting the people against

their own folly and should be upheld and

were against the expression of confi-

KNOXVILLE, Tenn., Nov. 3.-In view

morning, leaped from the railing of the

Tennessee River bridge into the water, 100

feet below and was drowned before he

could be rescued. Pursued by two Deputy

Sheriffs, Davis climbed to the top of the

railing and pulling a pistol from his

pocket, fired five times in the air, scatter-

ing the crowd which was trying to

prevent him from suicide, and then,

unting one, two, three, jumped head remost. In his last words before leap-

ing Davis declared that he had killed 28

EXPLOSION KILLS SEVEN

(Continued from Page 1.)

heard about 4:30 at the camp. No thought

was given it, for blasts are of hourly or-

currence along the route of the new rail-

Coroner's Jury Fixes Blame on

Those Who Left Powder Mine.

GOLDENDALE, Wash., Nov. 2 - (Spe-

cial.)-County Attorney William T. Darch,

went to Hewitt's Landing, about five

miles below Lyle, to investigate the cause of the explosion at Cochran & Woldson's

Camp No. 1, on the North Bank road,

which resulted in the death of seven men on Friday of last week, reports that the

accident was caused by a Hindu work-

man striking an unexploded blast with

his pick while working on a drain ditch.

The charge exploded was one of a series

of coyote holes put in last July for the

A large portion of the rock bluff en

the right of way at that place was ex-

ploded by electricity, and it is thought

that this blast failed to explode by rea-

son of some defect in the wiring. A crew

of ten Hindus were working at the place

where the blast went off, and five of them were instantly killed, four being blown

into the Columbia River, their bodies not

being recovered. One of the remaining

five is seriously injured and the others are slightly injured. Charles Refed. a

Swede, the foreman, who had taken

charge of the crew that morning, was

blown about 100 yards by the force of the

explosion, and his body was terribly man-

gled. Henry Hunkelor, the car-repairer,

was also killed. Neither of them has familles, so far as known. Hunkelor is

said to have a sister residing at Spo-

the inquest the body of the Hindu which

was found was turned over to his .oun

trymen. His fingers and toenalls were

taken off, to be sent back to his native

country, and the body cremated and the

Rosenthals fit the feet.

kane.

who with the Sheriff and the Coroner

thanked for the splendid service. Only two votes in the great gathering

dence.

squelched by the conservatives.

mediately the storm broke.

'The same ratio would give the United States \$250,000,000 of credit currency. But we have it not."

Does Much to Restore "Scotland has a credit currency issued by the banks that expands and contracts twice a year at the rate of \$1.22 per capita or \$500,000. Confidence. The same ratio would give the United States about one billion dollars of credit currency, but we have not one cent of redit currency though we need it more

#### PLAN MONETARY REFORMS

Flow of Gold From Europe

Elastic Currency Found to Be Necessary - Bank Note Issue Is Likely-Trust Companies Need Sounder Working Basis.

NEW YORK, Nov. 3.-Last week was given over to the work of rehabilitation of financial conditions and much progress was made, although there remained many elements of disorder in the situaon, owing to the dislocation of exchange facilities in the money and commercial markets. This was inevitable from the shock of the preceding week's

events in New York. But the situation has been well in hand and success was met in limiting the range of the disturbance and in the initiation of measures to insure correct tion and settlement. Of these the mos vital was the large amount of gold se cured from foreign countries for importation now affoat toward New York. the banking institutions of Chicago was The gold engagements have reached the neighborhood of \$30,000,000, and this week of the Federation of Labor today in an this broad stream will flow into New

exciting session, during which the alarm- York banks. The feeling that this supply was er route has done much to fortify confidence, but the actual reviving effect on banking and money operations awaits the ing a checking account with any bank arrival of the gold. Meanwhile the example set by New York in the adoption of clearing-house certificates for the payment of the balances between the banks has been followed by the great centers and, safeguarded banks. Further important relief is looked for from the facilities extended by the Controller of the Currency for the increased bank-note circulation

#### Bonds to Back Up Notes.

The Government bonds are made avail able as security to take out additional bank notes and this will afford largely increased resources for supplying the urgent requirements for currency, which forms one of the severest trials of the situation.

The conditions which have had to be met in the recent crisis have given strong impetus to the movement fo providing increased currency, and are expected to induce early action by Congress to authorize new forms of banknote issue. The experience of the country in a period of high prosperity and
active business and industry and with
the banking position sound and solvent
in coming almost to a deadlock for lack
of means to make banking resources
quickly available for the needs of the
circulation, has made a deen impression irculation, has made a deep impression in inculcating the needs of an emergency irculation which can expand quickly in

In another direction, it is practically certain that measures of correction will be adopted for the trust comof 200 people, Jim Davis, a negro, who had shot two negro women early Sunday Here, again, the solvency of institu-tions did not avail to meet sudden de-mands of depositors without recourse to the banks for assistance, the assist ed proving the strain that precipitated the crisis.

# Strengthens Trust Companies.

The Clearing-House banks for sev-eral years have voiced their discontent with the trust companies' which was due to the great growth of these institutions and their under taking of purely banking functions in the acceptance of large deposits sub-ject to check and to payment on de-mand without obligations to maintain cash reserves in the proportion en-forced on the banks. Efforts of banks to cocree the trust companies in this regard led to the withdrawal several years ago of most of the trust companies from the privilege of clearing through the banks. Under the opera-tion of last year's New York state law. the trust companies had been obliged to accumulate a reserve of 15 per cent of their deposits, but of this only 5 DEATHS DUE TO CARELESSNESS' per cent was to be held in cash in their own vaults, 5 per cent being allowed to remain on deposit in the banks, where it figured, of course, in the reserve of those institutions, also, and 5 per cent was allowed to be in vested in designated securities. With on an emergency reserve in the banks demonstrated as it has been by recent events, the enforcement of additional reserve requirements that will separate trust companies either by central au-thority among themselves or in conwith the Clearing-House banks or by enactment, is expected to result as a consequence of present experience.

# Stock Market Active.

In the stock market, the disturbed financial conditions naturally found some reflection, and there was some clearing away of wreckage, such as is inevitable from a convulsion like that which swept the markets the week bewhich swept the markets the week be-fore. Operations were hampered by the obstructions to the working of the machinery of the money and exchange markets. In spite of these obstacles, however, there was buying for cash and for investment on a scale such as is not recalled by the oldest observers. This demand is for both home and foreign accounts. Principal interest from the standpoint of the stock market now turns to the outcome of events in the general situation.

#### THREE KILLED; SIX HURT Georgia Passenger Train Collides

With Freight - Wreck Burns. BIRMINGHAM, Ala., Nov. 3 .- Fast passenger train No. 3, on the Queen and Crescent, going at a high rate of speed, collided headon with a freight one mile south of Morganville this morning. Three men killed, nine seriously injured and about 20 passengers sustained more or less

C. B. SPENCER, engineer of Birming

BUD APPERSON, of Trenton, Ga. JOE YOUNG, negro freman. The more seriously injured:

H. W. Elliott, Jr., freight engineer, leg J. M. Tomlin, white fireman, bad bruises

John Street, mall clerk, bruised and cut Three coaches, mail, express and

Joe Young, negro fireman, cut and bruised. Ed Jackson, express messenger. W. A. Frierson, mull clerk, bruised and

second class passenger, were all burned. All the mail and express mat-er was entirely consumed. The passenger train was over an hour behind time and it is said by officials that they were running more than 70 miles an hour as the track at this point is exceptionally fine. Re-sponsibility for the wreck has not yet

THREE DEAD IN MARYLAND

been determined.

Freight Trains Come Together on the Baltimore & Ohio.

CUMBERLAND, Md., Nov. 3.-Two men were killed, a third is missing and one man was injured as the result of a wreck today when an extra westbound freight train on the Baltimore & collided with another fast freight on the Cranberry grade, near McMillan, W. Va., about 70 miles west of here. The dead are:

JACOB W. GERLACH, brakeman. E. HAMIL, brakeman The missing man is Martin J. Fal-lon, an engineer of Piedmont, W. Va., supposed to be under the wreck.

ABOUT 3000 ARRIVE IN SPO-KANE AT ONE TIME.

Come From East -Under Colonist Rates and Wait Till Last Day Before Leaving, Hence the Jam.

SPOKANE, Wash., Nov. 3 .- (Special.) -Nearly 3000 homescekers, bound for every part of the Pacific Northwest, arrived in Spokane today by the various roads. They are traveling on tickets sold in the East under the colonist rates, which expired October 31, and the army of today is made up of those who walted until the last day

of grace to begin their journey.

Train No. 3 on the Northern Pacific consisted of 25 coaches filled to the steps. It traveled in two sections. Twelve hundred souls, railroad officials estimate, were inside the coaches. When the colonists alighted at Spokane to stretch their weary limbs, the big depot was unable to hold the

Traveling men from St. Paul, who witnessed the embarking at that point on October 21, say several hundred on October 31, say several hundred were left behind. They fought to get inside the gate and train officials were compelled to carry children from the cars in order to force the parents to get off and make room for those remaining. Portland, Seattle and Tacoms are the destinations of hundred of these colonists, who seem to be prosperous and not lacking refine

#### RIDDLE HIM WITH BULLETS

Louisiana Town Aroused by Killing of Policeman by Negro.

TALLADEGA, La., Nov. 2.—As a result of the murder of Tom Thompson, assistant chief of police, here last night, Fred Singleton, a negro, was riddled with bul-lets by a posse early today. In the shooting, Policeman Otwell, a member of shooting, Foliceman Otwell, a member of the posse, was shot in the leg. Single-ton's body was brought to Talladega this afternoon and there was great excite-ment. Two other negroes implicated in the killing of Thompson were caught and placed in the jail at Talladega for safe keening.

Thompson's murder was peculiarly troctous. He had arrested three crap-booters who told him they knew where a hig crap game was in progress and di-rected the officer to the chemical plant. When the officer arrived there, he was fired upon simultaneously from several It is feared that the intense feeling may

result in further trouble.

# DYNAMITE SQUAD PROMPT

New York Sappers Corps Answers "Three Fives" in Quick Time.

NEW YORK, Nov. 3.—After walting 20-odd years for their "three fives" the "dynamite squad" of the fire department responded today to a test call and in regulation time was on hand with ammunition enough to have blown up the city. The dynamite squad The dynamite squad, or more properly the sappers corps, was organized in the early %0. The members are lieutenants or assistant foremen in 92 fire houses in Manhattan and the Bronx. The 2 are marshalled in four battalions. duties of the corps are to dynamite building, when necessity arises to thus stay a conflagration such as visited Baltimore and San Francisco. Their services in their capacity have never been required. today Chief Croker decided to test ir efficiency. He pulled the dynamite their efficiency. He pulled the dynamite alarm from a downtown box and in six minutes the first man, coming two miles by subway express, saluted his chief. At the heels of the first were the others, and not a man on duty failed to respond.
"Not bad," commented Chief Croker.

# CRUISER BUFFALO SPOKEN

Has Been Doing Patrol Duty in Bering Sea Waters.

NORTH HEAD, Wash., Nov. 3 .- (Spedal.)-The United States cruiser Buffalo. which has been doing special duty in Bering Sea with the Revenue Service for the past two months, was communicated with by wireless this evening off Vancouver Island.

The Buffalo sailed from Bremerton Navy Yard in August with rush orders to proceed to Bering Sea to help the regular revenue cutters patrol the restricted waters against poachers.

The entire fleet of cutters was kept busy throughout the season, preventing numerous Japanese fishermen from doing serious damage inside the limits.

# SEC. GARFIELD TO ATTEND

President's Cabinet to Be Represented at Baltimore Convention.

WASHINGTON, Nov. 3.-Secretary of the Interior Garfield, Gifford Pinchot, Chief of the Forestry Service, and F. H. Newell, Director of the Government Rec-Newell, Director of the Government Reclamation Service, are expected to attend the Congress of the National Drainage Association at Baltimore, November 25 and 27. The meeting will be in the McCoy Hall of Johns Hopkins University.

Senator Flint, of California, author of the general drainage bill, will advocate the adoption of that measure by the Congress. Most of the Governors of the been appointed delegates to the congress.

# What Does a Woman Want to Know About a Corset?

First of all, whether it has beautiful lineslines according to Paris. Women have been alike ever since Eve-Beauty is so absolutely essential to their happiness and success in life that they very wisely try for it.

Next, is it a Corset likely to suit her particular type?

Third, is it comfortable? Fourth, does it wear well? Fifth, is it expensive?

> What We Want Her to **Know About**

"La Vida" and "W.B." Corsets

That they follow the Paris changes as the barom-

eter follows the weather. That there are over thirty different models of these two world-famous Corsets to suit at least as many figures.

That comfort is a matter of meeting a Corset adapted to her figure-and our expert fitters attend to that.

That "La Vida" Corsets are stayed with genuine whalebone and are equal to an imported Corset costing twice as much.

"La Vida" Corsets cost from \$5.50 to \$10.50 - equal to foreign Corsets costing twice as much - mostly import duties.

'W. B." Corsets cost from \$1.00 upward-yet they have style features not found as yet on any other low-priced Corset.

Lipman, Wolfe & Co.

# BOYCOTT FAILS IN HELENA

PRINTERS DECIDE TO QUIT THE STATE FEDERATION.

Other Labor Organizations Withdraw and Telephone Company Will Win Battle.

HELENA, Mont., Nov. 2 .- As a result of the boycott campaign which has been waged for several months by the Montana Federation of Labor against business houses and individtronizing the Rocky Mountain Telephone Company, four of the agest labor unions in Helena strongest have withdrawn from the state or-canization. Helena Typographical ganization. inion, No. 95, today decided to divorce from the organization, which during the past week has been deounced by the Independent, in a series of editorials, as an outlaw organiza commanded by "modern road

Howard O. Smith, secretary of the Federation, is a member of the Typo-graphical Union and the action of the orinters today takes away his member ship in the state body. Smith, wit Alexander Fairgrieve, president of the Federation, were recently enjoined by the Federal Court from continuing their boycott tactics, and since then the cooks and waiters, the bartenders and the teamsters have withdrawn from the organization, which now, on account of the disfavor with which its is threatened with disruption.

BIG MAJORITY FAVORS STRIKE

English Railway Employes Are Ready to Stop Work at Call. LONDON, Nov. 3.-At a meeting of

railroad men held tonight at Bert Hall and attended by deputations from all parts of the United Kingdom, Richard

Bell, M. P., general secretary of the Amalgamated Society of Rallway Serv-ants, and leader of the strike movement, announced the result of the ballot taken among members of the society on the question of a strike. Mr. Bell said the society had 976,943 members at the end of September and that many of the men who had joined recently joined in the ballot. He announced that 88,134 pa-pers had been returned, of which 76,925 were in favor of striking, while 8773 were opposed to so doing. The remain-der of the ballots were spoiled, but a majority of these were in favor of strik

Continuing, Mr. Bell said that the exwell satisfied with this result, but it had resolved that no further reference should be made to the situation pending the in-terview November 6 between Lloyd-George, president of the Board of Trade. and representatives of the society. He put into operation, but he was satisfied that if it became necessary to take the step, the men would stand by their

The meeting passed a resolution heartlly pledging its support to any action the executive committee might deem neces-

# DEPOT IS BROKEN INTO

Thieves Go Through Parcel Room at South Bend, Wash.

SOUTH BEND, Wash, Nov. 3 .- (Special.)—The baggage room of the Northern Pacific depot was broken into sometime during Saturday night by sneakthleves, who looted the parcels stored there.

The room was turned topsy turvy and three trunks had been carried across the railroad track and the contents strewn about. road safe, which contained nothing but the robbers as a souvenir, as it has not been found. The amount of dam-age cannot be ascertained, as the trunks have not been identified and consequently it is not known what was stolen. Eat Government-inspected meat. \* troubles have caused him much worry,

GREEK CAUGHT WHILE TRYING TO STOP A LEAK.

Companion Also Buried, but Is Dug Out Alive - Thought He Will Recover-Greek Popular.

KILLED IN DITCH CAVE-IN

night at 11 o'clock, while George Pautopulos and a man named White were ditch about a mile below town, the bank caved in, burying them beneath several

Pantopulos was killed and White severely injured.

They were not found until the day force of ditch-walkers went to work at 6 o'clock Sunday morning. In response to a telean inquest was not necessary, and the funeral of Pantopulos was held Sunday from the Methodist Church and the re-mains interred in the I. O. O. F. Ceme-

Pantopulos was a Greek, and very popular with his associates. He left property valued at \$2500, which will go to his wife and children in Greece. White was taken to the Hotel Echo and placed in care of Dr. Dorn. Hopes are entertained for his recovery.

Theater Manager Shoots Himself.

PHILADELPHIA, Nov. 3.-Gustavus Wegefarth, leases and manager of the opera-house, and president of a company which is erecting the new William Fern Theater in this city, attempted suicide at his home today. Mr. Wegefarth, with his son, were entertining friends at his home, when he left the party and went to his bedroom and shot himself. The members of the party found him lying on the floor with three bullet wounds in his head. He was taken to a hospital where an operation was performed and it is said he has a possible chance of re-

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