Merger Takes Away Incentive to Fight for Traffic as in Former Times.

RATES RAISED INDIRECTLY

Cincinnati Shippers and Railroad Men Testify-Union Pacific Road Could Dictate if Independent of the Southern Pacific.

CINCINNATI. Feb. 16.—The se CINCINNATI. Feb. 16.—The second day of the hearing in this city of the Government's suit to probe into the alleged merger of the Union and Southern Pacific Talironds opened with the taking of testimony of more witnesses.

A. P. Gothies, a former railroad freight agent and traffic manager of the control of freight agent and traffic manager of large manufacturing concerns, but now a member of the Ohio Ralirond Com-mission, testified that he had noticed differences in the aggressiveness of competition for business between the Bouthern and Union Pacific since the union of their agencies, but he thought the agents were often inclined to fa-ver their "first love in railroad routes." In his counien, the independence of the Union Pacific would at this time make Union Pacific would at this time make it possible for that road to dictate to all others as to rates, but on cross-examination he said he did not know of any specific cases of that sort, that he had not "heard of any particular scrapping between them as to rates." He admitted the strength of the direct Southern Pacific line from Ogden to San Francisco, but maintained that the Union Pacific sill would have the better of any rate war.

ter of any rate war.

Abraham Rheinstrom, a Cincinnati
shipper of California fruits and manufacshipper of California fruits and manufac-turer of liquors, testified to rate increases which he regarded as discriminatory against his firm, such increases being ac-complished by means of reclassification, but on cross-examination admitted that such changes were made by all transcon-tinental lines, although he had always understood that the Southern Pacific con-trolled the raise. trolled the rates.

RESUME CALHOUN TRIAL

Heney Expected to Be Able to Reappear in Graft Case.

SAN FRANCISCO, Feb. 10.-The trial SAN FRANCISCO, Feb. 19.—19. that of Patrick Calhoun, upon an indictment charging bribery, will be resumed to-morrow in Judge Lawlor's department of the Superior Court, and, unless Assistant District Attorney F. J. Hency is prevented by illness from attending the session, both sides will interpose their first in-stallment of peremptory challenges, whereby the 12 men now in the jury box

whereby the 12 men now in the jury box will be reduced in number to an extent that cannot be learned tenight.

Mr. Heney's absence from today's proceedings and the consequent positionement of challenges are attributed to nothing more alarming than a severe cold. His associates confidently expect him to resume his duties tomorrow morning, and it is probable that the day will dispers of the tenth special venire, of dispose of the tenth special venire, of which 19 talesmen were retained.

siderable interest attached today to a statement by Judge Lawlor, wherein be made known an opinion in regard to Mr. Heney's state of health, imparted to the court by one of the seconding to physicians. The doctor, according to Judge Lawlor, entertained a fear that Mr. Heney was still suffering from a form of nervousness, resulting from the shock sustained when he was shot down

Gullagher Again on Rack.

SAN FRANCISCO. Feb. 10.—The cross-examination of ex-Supervisor James I. Callingher occupied loday's session of the trial of Michael W. Coffey, accused of receiving a bribe. Carroll Cook, for the defence, read from Gallagher's testimony in previous graft trials in an attempt to make him contradict himself. Many of the questions were overruled upon objec-tion.

MUST RUN THROUGH TOWN

Southern Pacific Wants Franchise for Willsburg Cut-Off.

MILWAUKIE, Or., Fab. 16.—(Special.)— A representative of the Southern Pacific appeared before the Milwaukie City appeared before the Milwaukie City Council at its meeting Tuesday night, Mayor Streib presiding, and submitted for inspection a blue-print of the route of the proposed new line through Milwaukio to the site of the new bridge to be built across the Williamette River near Oswego. It was the first definite step toward obtaining a franchise through the town, for, though the company had an ordinance, tentatively, for a franchise, ne action had been taken. It was voted that the Mayor and members of the Council should go over the route.

A petition from property-owners in the

A petition from property-owners in the Lewelling tract, north of the present city boundary line, asking for annexa-tion to the city, was granted, and a vote will be held at the next city election in the Fall. Captain J. P. Shaw submitted a propheld at the next city election

esition for the erection of a local muni-cipal electric lighting plant. He said that local capital atood ready to put in a power plant to furnish lights, provided the people erect the poles and put up the wires. After discussion, the mat-ter was referred to the committee on

ENGINE DIVES OVER CLIFF

Snowplow Drops 360 Feet After Derailment in Drift.

DENVICE, Feb. 10.JWhile plowing through the heavy drifts at Baxter Pass, on the Unitah Railroad, an engine and spowplow struck a sharp curve on the down-grade and plunged down a 300-foot precipice, killing Engineer J. E. Line and fatally injuring a Greek sec-tion hand. Four other workmen, whose names are unknown, were seriously in-

Lane, who was a pioneer railroad man in this section and lived at Atchee, Utah, was still alive when taken from beneath his engine, but died without regaining

TRAINS MANY HOURS BEHIND

Storm in Middle West Paralyzes Traffic on All Roads.

ST. PAUL Feb. 10.—Trains on the reat Northern, Minneapolis & St.

Louis, Chicago Great Western, Rock Island, St. Paul, Minneapolis & Sault Ste. Marie and Northern Pacific Railroads were reported indefinitely late today because of storm conditions. At Bismarck. N. D., and Medicine Hat. Man. the mercury registered 22 degrees below zero, but other Canadian points showed much warmer temperatures. Owing to vesterday's storm, no tures. Owing to yesterday's storm, no livestock is being received at the South St. Paul stockyards.

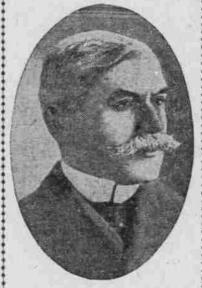
Thirty-six hours have elapsed since any report has been received regarding some trains on the Minnesota and lowa division of the St. Paul Railroad and the Watertown division of the Minneapolis & St. Louis Railway, owing the first that the wires are down to the fact that the wires are down on these two divisions. Railroad offi-cials fear they are stalled in snow-

DOES NOT WANT INSANE ASY-LUM LOCATED THERE.

Mass Meeting Held to Protest Against Removal of State Training-School.

CHEHALIS, Wash., Feb. 19 .- (Special.) -Chehalls citizens held a meeting last night to register a protest against the proposal of Acting-Governor Hay to re-

BARRY TO HAVE COMMAND AT VANCOUVER IF HE SO DESIRES.



General Thomas H. Barry.

OREGONIAN NEWS BUREAU, Washington, Feb. 10.—The War Department will not designate a new commander for the Depart-ment of the Columbia until Genment of the Columbia until Gen-eral Thomas H. Barry, now in Cuba, returns to this country, early in April. Some time ago General Barry expressed a desire for this command, but recently he informed the War Department he was undecided about the matter, and asked that the place be kept open for two months. Upon his open for two months. Upon his return he will announce his decision and, if it is his desire, he will probably be assigned to Vancouver Barracks. No other officer is now being considered for this position,

move the Washington State Training School from this city to some point it Eastern Washington, and to substitute in its place a hospital for the insane. posed change were adopted, and the Russian Parliament Considers Abol-

posed change were adopted, and the matter was referred to a committee to prepare in suitable shape to present to the Logislature or its committees.

A committee of 25 prominent citizens was appointed to go to Olympia and present the protest, and to make a showing as to why the institution should remain at this place. The school was located here early in the '90s. Public sentiment runs strong against its removal and ment runs strong against its removal and particularly Saturday night a committee of five was selected to canvass the situa-

of five was selected to canvass the start tion at Olympia, and the members of that committee are now in the capital.

The meeting last night adopted a reso-lution in effect that the control of the school here should be taken from the Board of Control, which has the manage-ment of the state institutions, and placed under the direction of the State Board of Education, in order that its work may be made more of an effective power for

good. Under the plan of Acting Governor Hay it is proposed to move the school to some point in the irrigated section east of the mountains, and build another state institution, the preliminary appropriation for which would be \$100,000 for land, \$150. 000 for buildings, and another total of \$8250 for stock, farm implements, etc., which is recognized as but the opening for other appropriations that would be called for later.

At the meeting last night, Mr. Hay was severely condemned by some of the speakers, and Senator Fishback, of this county, also came in for a share of the criticism, owing to the fact that he has indicated a disposition to support the pro-posed change. Representatives Leonard and Kenoyer, of Chehalis, have taken a decided stand against the proposed re-moval, and will act heartily in concord with the citizens' committee at Olympia.

BRYAN SCENTS NEW TAINT

Sees No Hope for Tariff Revision in

Present Congress. PENSACOLA, Fla., Feb. 10.-William J. Bryan, in a speech here last night,

"The country need not hope for a revision of the tariff at the hands of the present Congress. The reason is that the Republicans cannot afford to lower the tariff, for every man who has a schedule has contributed to their campaign fund and must be protected. It is true that the contributions to the National fund were published, but moneys received by the Congressional fund were so tainted that the Republicans dared not publish them, even after the election." "The country need not hope for a re

The Health Dept.

In your bodily system is looked after by millions of little soldlers in your blood - those corpuscles constantly fighting for you.

If this army is well fed and kept healthy and strong, by taking Hood's Sarsaparilla, it will destroy the uncountable horde of germ-enemies that are attacking you every moment of your life. Hood's Sarsaparilla will keep you free from or will cure you of scrofula, eczema, rheumatism, catarrh, anemia, that tired feeling and all such ailments.

California Shippers Get No Aid From Freight Bureau.

MAY BOYCOTT RAIL LINES

Action of Railroads in Holding to Advanced Rate Will Precipitate to Interstate

SAN FRANCISCO, Feb. 10,-Word san Francisco, Feb. 19.—Word was received from the transcontinental freight bureau today to the effect that it has refused to rescind the advance in freight rates on canned goods and dried fruits. A message received by the traffic bureau of the Merchants Extended that the tariff made of the traffic bureau of the sacremans Ex-change states that the tariff made ef-fective January I has thus been rati-fied and the protest of the California shippers turned down.

The next move of the local shippers will be an action before the United States Commerce Commission and a

general movement toward water transportation.

The rates on dried fruit, both domestic and for export, formerly stood at \$1 for shipment in boxes and \$1.20 for shipment in sacks. Both of these rates have been increased 10 cents. By the new schedule the old tariff on canned goods of 75 cents for domestic and 65 cents for export shipments has been increased 10 cents. It is estimated that shippers of canned fruit must pay nearly \$200,000 a year because of the added tax. Canned salmon shippers will suffer to a like extent.

general movement toward water trans

H. P. Diamond, secretary of the Dried Fruit Association, says that the dried fruit men will be forced to pay an an-nual tribute of \$360,000 because of the numi tribute of \$360,000 because of the increase, and that the total tax therefore levied on these industries by the transcontinental railroads by reason of the advance will amount to \$760,000 yearly.

NOTED TEACHER IS GONE

Levi C. Walker, County Surveyor of Washington County, Dies.

FOREST GROVE, Or., Feb. 10.-County Surveyor Levi C. Walker, son of Rev. Elkanah and Mary Walker, ploneers of 1838, and noted early-day missionaries, died from pneumonia here this morning, aged 59. He was born February 8, 1852. About 1871 he married Miss Bell Putnam at Amity, Or., with whom he taught at the Chemawa Indian School for several years. He taught also right after his years. He taught also right after his marriage at the Siletz Indian Agency. He graduated from Pacific University in 1873, and for two years, during the presidency of J. F. Ellis, taught mathematics and chemistry in that institution. He is said to have been one of the state's best mathematicians. He has been Surveyor of Washington County several times. Two years ago he carried out a surveying contract for the Government in Southern Oregon. He had been City Recorder of Oregon. He had been City Recorder of Forest Grove three times.

Mr. Walker is survived by a widow and five brotners and sisters-Cyrus H. Walker, of Albany, Or.; Samuel Walker, of Forest Grove; Rev. J. E. Walker, of Shaowu, China; Elda and Leva, teachers in the State University of Nebraska, at Lincoln. Neb. The two sisters are expected here tonight.

MAY QUIT DEATH PENALTY

ishment of Capital Punishment.

ST. PETERSBURG, Feb. 10.-The bill providing for the abolition of the death penalty in Russia which came up for dis-cussion today has been indefinitely tabled. While the debate was still in progress, President Khomyakoff received a petition asking him to intercede for 15 men condemned to death for attempting to break from jall at Irkutsk, and he addressed a personal letter to Premier Stolypin on the subject.

berry for the appointment of a committee to consider the reorganization of the Navy Department was adopted, the committee to consist of three Senators, three Representatives, three Rear-Ad-mirals and three eminent civilians to be

Harbingers of Spring

New Lingerie

New merchandise is being opened daily in all depts. The entire store is closing out odd lots at prices far

below January Sale prices, and is putting on a new, fresh array of faultless merchandise for Spring 1909

Inomam-Wolfe's

Butterick Fashions for Spring

New Wash Goods

Senate Adds Over Million to

House Total.

NEW REORGANIZATION PLAN

Twelve Men to Overhaul Depart-

ment-Evans to Be Vice-Admiral.

fornia Coast Proposed.

WASHINGTON. Feb. 10 .- Senator Hale, chairman of the committee on

navai affairs, today reported to the Senate the bill making appropriations for the support of the Navy. It carries \$136.-\$25,199, an increase of \$1,058,428 over the amount carried by the House bill.

No change was made in the item pro-viding for the construction of two 26.

New Naval Base

Butterick Patterns for March

New W. B. and La Vida Corsets

New Pongees and Foulards

appointed by the President. Make Evans Vice-Admiral.

Make Evans Vice-Admiral.

One of the Senate amendments creates the office of Vice-Admiral on the retired list, which, it is understood, is in the interest of Robley D. Evans.

Provision is made for the appointment of a commission by the Secretary of the Navy to investigate and report to Congress the advisability and necessity of establishing a naval base, including a navy-yard and repair station, on the California state coast. The commission is to prepare an estimate of the cost of some of the most important increases in appropriations. They are as follows:

Extend Coast Navy-Yards. Extend Coast Navy-Yards.

For the Mare Island Navy, Yard, \$224 .of which \$100,000 is for the impro ment in the channel and \$100,000 for ord-nance stores. For Puget Sound, \$237,000, to be used largely for the extension of the repair of ships at Bremerton Navythe repair of ships at Bremerton Navy-yard, and to carry out the order for placing marines back on ships, \$308,761. The committee restored to the bill the provision for the construction of three sub-surface boats. The provision limit-ing the price to be paid for any coller to \$100,000 was stricken out.

2000,000 was stricken out. Charged With Rifling Barns. PENDLETON, Or., Feb. 10.-(Special. quest of Umatilia County officers, on the near Pilot Rock, the buggy from the charge of stealing a horse, buggy and barn of one, the horse from barness from three different ranchers the harness from a third-

New Tailored Suits and Millinery

New Embroideries

New Three-Piece Dresses

New Dress Goods

New Tailored-Made Waists

New Hosiery

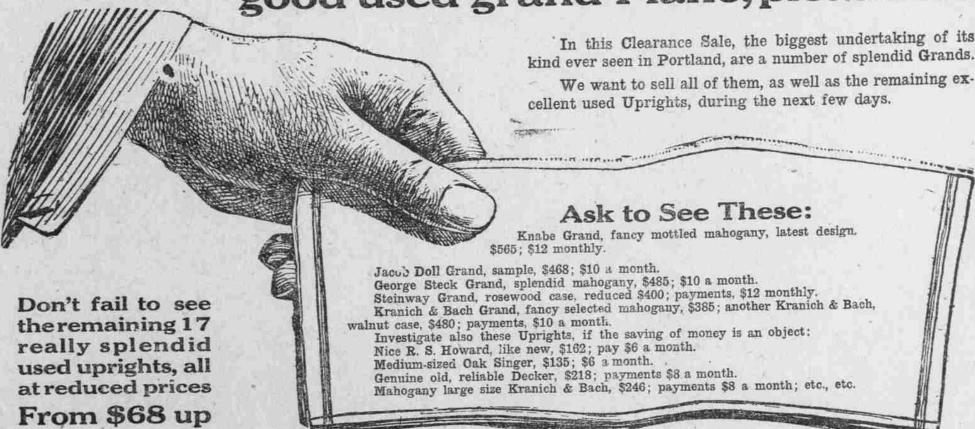


SEALSKIN, OTTER SABLE SQUIRREL BEAVER, ETC.

FUR NECKWEAR AND MUFFS FUR RUGS AND ROBES

Highest Cash Price Paid for Raw Furs

000-ton battleships. Music Teachers, schools, churches, lodges, hotel proprietors-all who have any possible use for a good used grand Piano, please note:



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Biggest, Busiest and Best

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