



CORPORATION TAX WILL PAY RICHLY

Taft's Plan Will Yield \$50,000,000 a Year.

WILL NOT DEDUCT INTEREST

Only Cost of Maintenance and Operation Cut Off.

WICKERSHAM EVOLVES IDEA

Original Scheme Was Tax on Dividends, but Now Taft Proposes Not to Exempt Interest on Corporation Bonds.

WASHINGTON, June 17.—(Special.)—President Taft's plan for taxing the earnings of corporations is broader than generally understood in Congressional circles and it will, if enacted into a law, yield a revenue far in excess of the \$25,000,000 estimate given by the President in his special message.

As interpreted by many persons who come forward with objections to the scheme, the plan is to tax only such portion of the earnings as remain after all expenses of operation, maintenance and fixed charges, including interest on bonds, have been deducted from the gross earnings of the corporation. The tax, however, is to be upon the net earnings before the interest on bonds has been deducted. Otherwise, it is pointed out, the tax would be reduced substantially to a dividend basis, which was what the President himself did have in mind originally.

Evolution of Idea.

First, a dividend tax, then a tax on earnings available for dividends, and finally a tax on all earnings in excess of expenses of maintenance and operation, were the successive steps in the evolution of the idea which Attorney-General Wickersham, following a long conference with the President this afternoon, is putting into form for submission.

The bonded debt side of the matter was fully gone into by the President and his advisers.

Yield Double \$25,000,000.

The \$25,000,000 estimate of revenue to be yielded by the tax was based on figures supplied to the Secretary by an expert at the President's request, but they were based on the original proposition of a dividend tax. The yield from the tax as now proposed will double that at least and perhaps go considerably beyond. These facts were obtained today from a member of the administration who has taken a leading part in working out details of the plan.

DEFER INCOME TAX DEBATE

Aldrich Wants Tariff Finished.

WASHINGTON, June 17.—When the income tax comes up in the Senate tomorrow, Aldrich, chairman of the finance committee, will again move that action be deferred until after the schedules in the tariff bill shall have been completed. This motion will carry with it President Taft's programme for the enactment of a law taxing net earnings of corporations and the adoption of a resolution submitting the question of amending the Constitution so as to permit Congress to levy an income tax without regard to apportionment among the states. The administration is desirous to prevent the income tax plan from reaching a direct vote.

Previous to the caucus there was a discussion in the Democratic cloakroom of the President's programme. It was suggested that Bailey might withdraw his amendment until after Aldrich has presented the amendment for a tax on the earnings of corporations. The purpose would be to avoid the offering of the President's plan as a substitute for the income tax amendment. The Bailey amendment could then be offered after the corporation tax amendment was before the Senate, and a motion to table or refer to a committee could displace it. Thus a direct vote on the amendment, it was argued, could not be prevented.

HAYWOOD SMOKES; FINED

Insists on Breaking Anti-Cigarette Law in State of Washington.

NORTH YAKIMA, Wash., June 17.—W. D. Haywood, the Socialist leader, who two years ago was tried for the murder of Governor Frank Steunbeger, of Idaho, and who yesterday was arrested at Ellensburg and again at North Yakima for smoking cigarettes in violation of the new state criminal code, was today fined \$250 and costs on the charge. The cost brought the amount up to \$8.10.

TRACY BECKER IS SUED BY HIS WIFE

ATTORNEY WHO FOUGHT LAND FRAUDS IN TROUBLE.

Mrs. Becker Charges Failure to Support Her Adequately and Asks \$250 Per Month.

LOS ANGELES, Cal., June 17.—(Special.)—Charging that he abandoned her two years ago in Buffalo, and does not pay her enough to maintain herself, Mrs. Minnie A. Becker brought suit here today against Tracy C. Becker, ex-Special Assistant to the United States Attorney-General, under Donipante.

The wife seeks a permanent allowance of \$250 a month for her support. She alleges that he earns as much as \$2000 a year in his profession, has valuable holdings of stocks and bonds and a \$10,000 unnumbered property in Buffalo. They were married in Cohoes, N. Y., 33 years ago. Since leaving her, Mrs. Becker asserts, the husband gave her \$100 a month for her maintenance, but has paid nothing since May 1, and threatens to cut off her allowance entirely.

Becker is practicing law here. As Special Assistant Attorney-General he aided Francis J. Heney in prosecuting the Oregon and other land fraud cases, succeeding Heney at Portland.

SKULL FRACTURED BY FALL

Young Woman Steps From Car in Middle of Block.

Hilda Hoffman, 19 years old, who lives with her parents at Sandy, Or., was seriously injured yesterday afternoon by stepping from a streetcar while it was moving rapidly at Union avenue and Tillamook street. It is thought that the skull at the base of the brain has been injured and probably severely fractured. She was lying in an unconscious condition and carried to a dwelling at 425 Tillamook street, where she was allowed to remain until the arrival of the Red Cross Ambulance, in which she was conveyed to the Good Samaritan Hospital.

Miss Hoffman was still in an unconscious condition at a late hour last night, and some doubt as to her recovery was expressed. Her parents were notified of the accident by long distance telephone.

DIES AS HE PLAYS TENNIS

O. H. Stewart Drops Dead in Game at Vancouver.

VANCOUVER, Wash., June 17.—(Special.)—O. H. Stewart, aged 50 years, while playing tennis on the courts of the Vancouver Tennis Club, suddenly dropped dead at 2:30 o'clock this afternoon. Dr. R. D. Wiswall was on the grounds and restoratives were applied at once, but he never rallied. Death was due, it is thought, to the bursting of a blood vessel near the heart. Mr. Stewart had been suffering from arterial sclerosis for some time. He had been playing for only ten minutes. Mr. Stewart was a clerk in the headquarters of the Department of the Columbia at Vancouver Barracks in the office of the Adjutant-General. He had been connected with the Government either in a military or civil capacity for about 20 years. He leaves a widow and four children.

BLISS HEAD OF COLLEGE

Ex-Commander of Army in Philippines Given New Job.

WASHINGTON, June 17.—Brigadier-General Tasker H. Bliss, recently detached from command of the Army in the Philippines, was notified today of his assignment to duty as president of the Army College, Washington Barracks, to succeed Brigadier-General W. W. Witherston, transferred to duty as Assistant Chief of Staff.

DISHES MUST BE SCALDED

Tacoma Health Board Issues Edict to Restaurants.

TACOMA, Wash., June 17.—(Special.)—Simply giving dirty dishes a passing introduction to water and soap will not be tolerated in Tacoma under the new rules laid down to restaurant keepers by Health Commissioner La Gasca. The Health Commissioner made a tour of inspection today and found that only a few of the eating-houses scalded their dishes. "They have got to give them a long bath and a proper scrubbing hereafter," declared the Commissioner.

NEW BUNKER HILL BATTLE

As Many Injured by Fireworks as British Wounded.

BOSTON, June 17.—The list of injured in the Bunker Hill celebration today rivaled that of the actual battle 134 years ago. Sixty-five persons were treated at the hospitals of Boston and vicinity for injuries caused by fireworks and pistols, and many more were attended by physicians at their homes.

ALWAYS IS CLOSE TO WINE CELLAR

Gould Evidence Only Strays to Farnum.

SAME HOTEL AT LYNCHBURG

Bellboy and Waiter Tell of What They Saw.

TANTRUMS ON NIAGARA

Broker Says Mrs. Gould Made Yachting Trip Lively With Her Quarrels—Ten More Days of Washing Dirty Linen.

NEW YORK, June 17.—The spotlight of the cross-examination continued to oscillate today in the trial of Mrs. Howard Gould's suit for separation from the estate at Castle Gould and the St. Regis Hotel to the farm at Blue Gap, Va., and the Gould yacht and back to New York again, but except for the moments when it lingered on the farm at Blue Gap, the trial was a series of long-continued thefts in department stores.

The offenders claim they were taught the art of thievery by older girls and that after sharing with their teachers for some time they concluded there would be more in the game if they took it up on their own account.

The coat of one of the girls, 12 years old, was found to be one huge pocket in the lining and was filled with enough purloined stuff to start a small store. The coat at a loss to dispose of the criminal, because of their age, and an effort will be made to apprehend the girls responsible for having taught them thieving.

GIVES LIFE FOR BUTTONS

Amish Youth Commits Suicide to Escape Hooks and Eyes.

MASSENON, O., June 17.—Because his mother provided in her will that he should be disinherited if he refused to return to the Amish style of dress, which calls for hooks and eyes instead of buttons on clothing, Levi Yoder killed himself today.

MORSE TO PAY BACK ALL

Convicted Banker Loses No Time in Getting to Work When Free.

NEW YORK, June 17.—Perceptibly refreshed by his few hours of liberty, after long confinement in the Tombs, Charles W. Morse left his home for the financial district today with an avowed determination to start right in the work of rehabilitating himself financially.

A SHAKE-UP.



FATHER LOSES IN RACE WITH DEATH

PITTSBURG HIGH SCHOOL STUDENT DIES IN SPOKANE.

Lad Succumbs to Injury to Brain, Due to Strains Received in Athletic Contest.

SPOKANE, Wash., June 17.—(Special.)—Dewitt Bedout, the young Pittsburg High School athlete, has lost his fight for life, and his father, J. N. Bedout, has lost in his race across the country against death.

The boy, who was brought to a hospital from Colville last Tuesday, suffering from an abscess on the brain, died this morning. His father, who was wired of the serious condition of his son, a few days ago, is now speeding across the country.

His father, J. N. Bedout, is connected with the Maryland Casualty Company at Pittsburg, to which city the body will be taken for burial.

BABIES TAUGHT TO STEAL

Children Say Elder Girls Led Them to Become Thieves.

VANCOUVER, B. C., June 17.—(Special.)—Four children, three girls and one boy, the latter but 5 years old, have been arrested here for having perpetrated a series of long-continued thefts in department stores.

The offenders claim they were taught the art of thievery by older girls and that after sharing with their teachers for some time they concluded there would be more in the game if they took it up on their own account.

The coat of one of the girls, 12 years old, was found to be one huge pocket in the lining and was filled with enough purloined stuff to start a small store. The coat at a loss to dispose of the criminal, because of their age, and an effort will be made to apprehend the girls responsible for having taught them thieving.

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MASSENON, O., June 17.—Because his mother provided in her will that he should be disinherited if he refused to return to the Amish style of dress, which calls for hooks and eyes instead of buttons on clothing, Levi Yoder killed himself today.

Several years ago Yoder was sent to the State Hospital for the Insane and there Amish clothing was changed for garments fastened with buttons. After his return he refused to resume the Amish fashion.

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Convicted Banker Loses No Time in Getting to Work When Free.

NEW YORK, June 17.—Perceptibly refreshed by his few hours of liberty, after long confinement in the Tombs, Charles W. Morse left his home for the financial district today with an avowed determination to start right in the work of rehabilitating himself financially.

"I am going to pay back every dollar I owe. I am going to work now to do it," he said.

ARTICLE GENUINE HASTINGS' OPINION

Cleveland's Executor Is Quoted in Court.

HE STOOD BY BRANDENBURG

Writer's Story of How Cleveland Gave Article.

COMMITTEE HOT ON SCENT

Republicans Eagerly Grasped at Campaign Material—Editor Kept Signature When Article Was Declared Forged.

NEW YORK, June 17.—Proof that the signature purporting to be that of Grover Cleveland to the article supplied to the New York Times was believed to be genuine by H. S. Hastings, one of Cleveland's executors, was furnished today at the trial of Brandenburg for grand larceny. This evidence was furnished by Charles M. Lincoln, Sunday editor of the Times, under cross-examination. Brandenburg's testimony before the grand jury was read in which he related the circumstances under which he obtained the article from Cleveland.

Hastings Said It Was Genuine.

On cross-examination by Attorney Jacobs, for the defense, Mr. Lincoln stated that he had twice sent a reporter to H. S. Hastings, one of the executors under Mr. Cleveland's will, to ascertain if the article was genuine. Two letters which the witness said the reporter had obtained from Mr. Hastings were admitted in evidence. In one of them, over the signature of H. S. Hastings, the statement was made that the writer had given Brandenburg "a formal written assignment by which he has the exclusive right to said article." The second letter said in part:

"I have examined the signature submitted to me by Mr. Ybarra and compared it with others of Mr. Cleveland's and believe the one submitted by Mr. Ybarra is genuine. I have no reason to believe the article furnished you by Mr. Brandenburg purporting to have been written by Mr. Cleveland is not genuine."

He Preserved Signature.

Mr. Lincoln adhered under cross-examination to his positive identification of the article as the one Brandenburg had given him. He had cut off the signature and preserved it after sending the article to the composing-room, he testified.

Mr. Lincoln said the original article had been returned to Brandenburg after its publication; that Brandenburg had objected to the signature having been cut off and that he informed the defendant that the signature would not be given up because the genuineness of the article had been questioned. He did not know that Brandenburg later voluntarily had returned the article to the newspaper office after the agitation over

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TYPHOID SQUAD IN HEIGHT OF FEVER

REGULARS WHO VOLUNTEERED FOR EXPERIMENT ARE SICK.

Men All Under Expert Medical Care and Expected to Recover and Continue Tests.

OMAHA, Neb., June 17.—(Special.)—Sergeant Fuller and seven privates of Fort Omaha have all the symptoms of typhoid fever. Tuesday of the present week these eight men were inoculated with typhoid fever virus, 800,000,000 germs having been injected into the left arm of each man.

The night the men were sick, and the following day they commenced to develop fever symptoms, which are now said by Major Gitchris, chief surgeon, to have reached a maximum. Since Tuesday evening the men have been in bed, and each has been drowsy, sick at the stomach, dizzy and has had severe headache. Their temperatures have not been below 100, and have been as high as 102. It is expected the symptoms will continue a couple of days and then disappear.

After the men have fully recovered, they will be put to a final test. They will drink large quantities of water containing live typhoid germs. This will continue for several days. At the end of that time they will again be inoculated with typhoid virus, and if it does not take they will be pronounced immune.

ECLIPSE SEEN BY PEARY

North Pole Only Neighborhood Where It Was Total.

WASHINGTON, June 17.—Although preparations were made at the United States Naval Observatory here to take observations of the eclipse of the sun today, the cloudy weather spoiled the plans. The eclipse here was but partial, the only place where it was total being near the North Pole. Few, if any, white men, with the exception of Commander Robert E. Peary and his crew, now in search of the North Pole, had an opportunity to observe it. The eclipse was visible over Eastern Asia and almost the whole of North America, Greenland, Iceland and the northern part of Finland.

NEWS BUREAU FOR NEGROES

Headquarters of System for Northwest Opened in Spokane.

SPOKANE, Wash., June 17.—(Special.)—The Negro Associated Press of the United States has established headquarters of the Pacific Northwest Negro News Bureau in this city, with Rev. J. Gordon McPherson, pastor of Calvary Baptist Church, in charge.

The Negro Associated Press has completed a system of news gathering covering the country at large. Each bureau is to send out weekly news letters and keep the country posted on race progress in the commercial and industrial world.

YOUNG BRAVE IS MURDERER

Navajo Lad Confesses to Killing Four of His Relatives.

SALT LAKE, Utah, June 17.—Dean Tsocon, a 15-year-old Navajo Indian boy, pleaded guilty today in the United States District Court to the charge of murdering four of his relatives several months ago at Aneth, in a remote part of the state. He was sentenced by Judge Marshall to serve a term of 10 years' imprisonment in the Federal prison at Leavenworth, Kan., and to pay a fine of \$500.

MERCHANTS OPPOSE STEEL

French Cabinet Gets Another Protest Against American Stock.

PARIS, June 17.—The Federation of French Merchants has lodged with the Ministers of the Interior, Finance and Foreign Affairs a protest similar to that of the committee of the Forges of France against the listing of Steel common stock on the Paris Bourse.

TEN STRUCK BY LIGHTNING

Barn Used as Shelter in Storm Proves Fatal Pyre.

VIENNA, June 17.—Great loss of life and damage to property has been caused in the Sanok district by thunder storm. A barn in which 10 persons had sought shelter was struck, and ten men were killed.

MRS. TAFT WILL GO NORTH

President's Wife to Commence Vacation Next Week.

BEVERLY, Mass., June 17.—Arrangements have been made at the Taft's summer home at Woodbury Point for the arrival of Mrs. Taft, wife of the President, next Thursday. President Taft is not expected until July.

RUSSIAN THUGS SLAY SIX

Demand Money of Landowner, and Murder on Refusal.

KIEV, Russia, June 17.—A band of armed men who visited today the estate of a local landholder and were refused a large sum of money, shot the landowner, next Thursday, three peasants and a servant. The bandits escaped.

PRIMARY DECISION UPSETS POLITICS

Harrison Men May Win Back Chicago Power.

SULLIVAN'S FORCES JARRED

Agreement Made Before Primaries Proves Boomerang.

DENEEN WANTS NEW LAW

While Present Status May Enable Harrison to Again Become Mayor, Governor Will Keep Up Fight.

CHICAGO, June 17.—(Special.)—The Cook County Democratic organization was thrown into a mad turmoil today when it became known that, as a result of the knocking out of the direct primary act, 15 members of the managing committee of the party—practically all of them loyal adherents of Roger C. Sullivan—may be forced to give way to Carter H. Harrison's faithfuls.

Harrison Democrats, who were beaten by the Sullivan forces at last August's primaries under the now invalid law, came out of their retirement and declared they were again members of the committee.

May Go to Courts.

Anticipating strenuous opposition from the faction in power, the Harrison men made tentative plans for bringing mandamus proceedings to obtain what they claim to be their rights.

In view of the plotting among anti-Sullivan Democrats, who would like to again elect Mr. Harrison, who two years ago, the situation suddenly created by the Supreme Court decision carries with it tremendous possibilities.

Old Agreement Revived.

The call upon which the Harrison men hang their hopes is a resolution adopted by the county managing committee of August 1, 1906, a few days before the primaries. This resolution declared that in the event of a court decision declaring the primary law invalid, the tenure of office of committee members at that time would be extended until their successors.

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