

REPORT SEVERELY CRITICAL ACTS SCHWELBY

Brands Him as Wholly Unfit to Be Head of Insurance Department.

CHARGE OF GRAFT MADE

Board of Control and State Fair Commissioner Censured and Sam H. Nichols Condemned—Various Offices Not Mentioned.

OLYMPIA, Wash., June 23.—(Special.)—Accompanied by a messenger recommending the removal from office of J. C. Schwelby, Insurance Commissioner, either by impeachment or abolishment of the office, the continuation of the investigation and the probing of all offices, departments and institutions in which suspicion has been directed, Governor Hay presented the report of the legislative investigating committee to the special session of the legislature this afternoon. The message was read before the joint assembly at 3 o'clock, and refers only to the office of Insurance Commissioner, although the committee report takes up several other departments.

Report Calls Schwelby Unfit. Message and report alike contain a severe indictment of the insurance department and charge that Schwelby is wholly unfit to be the head thereof. The committee report is devoted principally but not wholly to the insurance matter. Its condemnation is directed against the actions of Sam H. Nichols, who resigned as Secretary of State while under fire in May, and at Schwelby, who was Nichols' deputy in charge of insurance matters for eight years, when the insurance department was an adjunct of the Secretary of State's office.

Charges Thousands Pocketed. Summarized, the report of the committee is that Schwelby and Nichols have been charging insurance companies for admission to do business in this state and for examination of their securities and for statutory fees to the extent of \$300,000 in excess of the statutory fees. The committee also charged that Schwelby has been charging an unlawful \$22,000 for affixing his certificate of publication to the published annual reports of insurance companies and retaining the fees for his own use.

Nichols Is Dismissed. The report dismisses Nichols from consideration with the statement that after his resignation from office the committee did not pursue its investigations of his conduct further.

How Schwelby Is Arraigned. He issued and revoked licenses and conducted and managed the entire department, that his wrongful, arbitrary and unwarranted conduct, as set forth in the above findings, was not only highly reprehensible, but extremely injurious to the interests of the insuring public of this state; that his gross neglect of official duties has caused irreparable and responsible and fraudulent companies to flourish and prosper for a time; that his failure to perform the duties imposed upon him by the insurance laws have led him to be incompetent and inefficient, and has brought the insurance department of the state of Oregon into great disrepute, both in this state and abroad; that his practices in wrongfully collecting excessive fees and retaining them brands him as a corrupt and unworthy public officer.

Board of Control Censured. The committee censures the Board of Control for accepting the new building at the Eastern Washington Hospital for the insane and paying the full contract price therefor. Although pointing out many defects, the committee concludes that the building is safe.

RUTH AND MEIGS STAY IN (Continued From First Page.) to the chair. Instantly upon reaching the platform Meigs turned to Chief Justice Ruskin, who occupied a seat on the platform, and said: "Meigs quickly sworn in."

Meigs Quickly Sworn In. "So sudden was the move that the Hayden forces sat as though stunned while Justice Ruskin administered the usual oath, and then the storm broke. A dozen men leaped to their feet and Palmer of King gained the floor. "I protest against this as a high-handed procedure," he shouted. "You are afraid to meet the issue. You are taking actions which will vitiate the entire proceedings of this Legislature, and are laying the foundation of a session of indefinite length. I came here desiring a session of 30 minutes, but I will stay here until my term of office expires, rather than have such a high-handed outrage rammed down my throat."

a resolution had been presented. Loren Grinstead, Chief Clerk, read a resolution providing for the appointment of a committee to notify the Senate the House was ready for business, giving Taylor of King as the author.

Taylor, who was for Slayden, promptly withdrew the resolution, but F. C. Jackson leaped into the breach and immediately presented it as his own. Then member after member, who favored Slayden, speaking on the resolution, condemned the seizure of the chair by Meigs and argued that the House was not legally organized.

Palmer Interrogated Meigs from the floor, first addressing him as "Mr. Speaker," and then correcting the title to "Mr. Chairman."

Meigs Tenders Resignation. "It has been entirely immaterial to me whether I became Speaker of this House for the special session or not," he said. "If any matter had been presented to me at the proper time, there would have been no contest on my part, but I have felt all along that reorganization was in the best interests of the state, and in 19 states and by three votes in the last year where speakers took the oath in special sessions without vote or oath."

Senate Session Peaceful. In the Senate the vote which retains Ruth as president was declared in appeal from a decision by the chair, Booth of King, presiding. After Ruth had called routine business had been transacted, Hutchison, of Spokane, moved that the Senate proceed to organize by electing a president and secretary. Ruth asked Booth to preside and the latter declared Hutchison's motion out of order. On appeal the ruling was sustained, 23 to 19, with Booth in the majority.

Chinese Weds White. AH YING AND MISS FAY FREEMAN MARRY IN VANCOUVER. Couple Seek Ceremony in California and Oregon, but Fail in Their Search.

VANCOUVER, Wash., June 23.—(Special.)—Ah Ying, a Chinaman, and Miss Fay Freeman, an American girl, both of San Francisco, were married in this city this afternoon by Rev. B. F. Brooks, pastor of the Methodist Episcopal Church. They had tried to get married in both California and Oregon but found that the law in each state prohibited the Chinese from marrying Caucasians.

Priest Is Drowned. ST. AUGUSTINE, Fla., June 23.—Rev. Father Buckley, assistant rector of the cathedral in this city, was drowned at South Beach today while surf bathing.

GOVERNOR IN HIS MESSAGE SAYS HONOR OF STATE AND PARTY IS AT STAKE. WANTS FURTHER PROBING

Transmits to Legislature Report of Investigating Body, With Recommendation That Work Be Continued in State Offices.

Message of Governor Hay. Gentlemen of the Senate and House of Representatives of the State of Washington: Since your adjournment on March 30, the State of Washington has sustained a severe loss in the death of Samuel G. Grogrove, who died at Paso Robles, Cal., Sunday morning, March 21, 1909.

Committee Recommends Special Session. At a meeting held in Seattle on June 2, 1909, the investigating committee, consisting of Governor Hay, Chief Justice Ruskin, and Judges Johnson, E. M. K. Jones, and E. M. K. Jones, recommended that a special session of the legislature be called on June 2, 1909, to consider the report of the committee and its recommendations.

Robbers Headed South. Police Believe C. P. R. Hold-Ups on Way to United States. VANCOUVER, B. C., June 23.—That the six robbers who held up the Canadian Pacific train early yesterday morning, east of Kamloops, British Columbia, Shuswap Lake to the north, but turned south toward the American boundary, and it is regarded now as a certainty that the men made their first attempt by boat, headed for the north, simply as a bluff to confuse the chase.

Boatpuller is Drowned. Companion Barely Rescued When Astoria Boat Capsizes. ASTORIA, Or., June 23.—(Special.)—In the lower river this morning William Bostrom, boatpuller, who was employed by S. Schmitt & Company, was drowned, while Ed Norgood, captain of boat, had a narrow escape.

Wage-Earners Lose \$50,000 and All Trade Suffers From Shut-down. ABERDEEN STRIKE COSTLY. ABERDEEN, Wash., June 23.—(Special.)—The wage-earners of Aberdeen who were paid on the sawmills for employment are losers about \$50,000 a month by the general closing of the plants. The Grays



Two Million Dollars for a Bakery

that's a big price to pay for a bakery —you could build one for a few hundred—but you couldn't bake eight million

Shredded Wheat Biscuit

in it every week in the year, and if you could, they wouldn't be so clean, pure or wholesome as the Biscuit that are baked in our two million dollar sunlit bakery. Food Fads may come and go, but Shredded Wheat goes on forever. A perfect food for the complete nourishment of the human body. Always pure, always clean, always nutritious, always the same. Two Shredded Wheat Biscuits with hot milk for breakfast will supply all the energy needed for a half day's work. Your grocer sells it.

Shredded Wheat is made of the choicest selected white wheat, cleaned, steam-cooked and baked. Try it for breakfast to-morrow with milk or cream. The Biscuit is also delicious for any meal in combination with fresh or preserved fruits.

THE ONLY "BREAKFAST CEREAL" MADE IN BISCUIT FORM

Each individual to account for the course each of you pursue, but will also hold the Republican party to account for the result of your collective action. The Republican party has been returned to power in this state with increasing majorities at each succeeding election, because of its policies, but also because they had the men nominated for office that were men in the ability and integrity of whom the party can retain their confidence.

By reason of the exposure made by your investigating committee, a widespread and thorough demand has arisen for a reorganization of the state government and institutions of the state government which would restore to the people the confidence and respect which has been directed. In order that all to be corrected and the honest growth of the state to be maintained, I recommend that your committee be continued and make the search examination into the administrative affairs of the state.

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Aberdeen strike costly. Wage-earners lose \$50,000 and all trade suffers from shut-down. Aberdeen, Wash., June 23.—(Special.)—The wage-earners of Aberdeen who were paid on the sawmills for employment are losers about \$50,000 a month by the general closing of the plants. The Grays

Harbor lumber cut is reduced about 1,500,000 feet a day, which means considerable to the regular channels of trade into which this money flows when the mills are running. The Grays Harbor mills will not join in the general shutdown of two weeks from July 1 to 15, proposed for the mills of Washington, Oregon and Idaho, to give the lumbermen and loggers an opportunity to attend the Alaska-Yukon-Pacific Exposition.

Water project approved. Idaho State Land Board Sanctions Goose Creek Segregation. BOISE, Ida., June 23.—(Special.)—The State Land Board has approved the con-

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Angry Chinese cuts self. Stabs at Servian Boy, but Nearly Severs Own Hand from Arm. WALLA WALLA, Wash., June 23.—(Special.)—Becoming enraged at some trivial mistake committed by his Servian assistant, Kid Leo, a Chinaman employed as cook in Olsen's restaurant, of this city, last night endeavored to stab him with a butcher knife. Running at him with the knife in his hand, the enraged Celestial pursued the assistant around and around the kitchen, until finally, a moment ago, he attempted to stab him.

Morrhy. "The Man Who Sings to Beat the Band." AT THE OAKS 4 Nights. FREE EXCURSION SUNDAY SUBURBAN HOMES CLUB TRACT.

Budweiser's a friend of mine THE TRAVELING PUBLIC recognize the digestant qualities of a high-grade beer while eating and as an invigorant when travel weary. On the dining cars of America more Budweiser The King of All Bottled Beers is served than all other beers. Budweiser is a friend of the traveler because it soothes fatigue and is a shield against ill-health. The popular verdict of the people is the best evidence of Budweiser's superiority. More Budweiser is used in American Homes, Hotels, Clubs and Cafes, on Ocean and Lake Steamers than any other two brands of bottled beer combined.

Budweiser advertisement featuring illustrations of a man in a hat holding a bottle of beer, and a group of people in a dining car. The text promotes Budweiser as 'The King of All Bottled Beers' and highlights its digestant qualities. It includes the slogan 'Budweiser's a friend of mine' and 'THE TRAVELING PUBLIC recognize the digestant qualities of a high-grade beer while eating and as an invigorant when travel weary.' At the bottom, it lists 'Anheuser-Busch Brewery, St. Louis, U. S. A.' and 'Blumauer & Hoch, Portland, Oregon' as distributors.