

KOVALOVSKI FLEES LOADED WITH BOOT

Ukraine Statesman Reported
to Have Absconded With
Five Million Roubles.

FINLAND READY FOR PEACE

Willingness Expressed to Negotiate
With Bolsheviks; Poles Still
Fighting Germans in the
Province of Minsk.

AMSTERDAM, May 27.—The Berlin Tagblatt says that Kovalovski, minister of agriculture in the Ukraine Cabinet which was overthrown recently, has absconded with 5,000,000 roubles.

MOSCOW, Sunday, May 26.—(By the Associated Press.)—Count von Maltz, the German minister, has notified the Soviet government that Finland announces her willingness to enter into peace negotiations with Russia.

A representative of Germany will participate in the negotiations.

The peace conference between Russia and the Ukraine is to begin next Wednesday.

WASHINGTON, May 27.—Further fighting in the Minsk province between Polish legionaries and German forces was reported in an official Russian wireless dispatch received today.

The German authorities are disarming the Poles as rapidly as possible.

MORE REVENUE DEMANDED

(Continued From First Page.)
suggested that approximately 40 per cent be raised by taxation.

This, it was said, was the stumbling-block which prevented an agreement. Republican leaders refusing to subscribe to any fixed apportionment.

Auditors Rise and Cheer.
The crowded galleries and the House and Senate rose and cheered loudly when he declared that "hundreds of thousands of American troops in the field and in ships are crowding to the front, with regiment after regiment to join them until the enemy shall be beaten and brought to a reckoning with mankind."

His hearers applauded his declaration that profiteering should be reached by taxation and that the country is ready for any necessary sacrifice.

Majority Leader Kitchin, as chairman of the House ways and means committee, which will immediately begin plans for the revenue legislation, and Chairman Simmons, of the Senate finance committee, held a conference immediately after the speech.

Three Sources Made Clear.
Republican Leader Gillett, of the House, said of the speech:

"Everybody will agree on the three subjects of taxation outlined in the measure—income, excess profits and luxuries. We all wish to provide all the revenue that is needed."

Chairman Chamberlain, of the Senate military committee, said:

"The President stated plainly and concisely the necessities of the situation. We must have the money and the only way to get it is by taxation. There is much force in the position he takes that legislation must be had before the beginning of next year so that the people may adjust themselves to it."

Hearings to Start Next Month.
It was decided at the Simmons-Kitchin conference to have the House ways and means committee begin hearings on the bill early in June. The hearings are expected to last about three weeks and after that the Senate finance committee plans to co-operate with the House committee in drafting the new measure.

The President's address in full follows:

"Gentlemen of the Congress—It is with unaffected reluctance that I come to ask you to prolong your session long enough to provide more adequate resources for the treasury for the conduct of the war."

"I have reason to appreciate as fully as you do how arduous the session has been. Your labors have been severe and protracted. You have passed a long series of measures which required the debate of many doubtful questions of judgment, and many exceedingly difficult questions of principle, as well as of practice. The summer is upon us in which labor and counsel are twice as arduous and are constantly apt to be impaired by lassitude and fatigue. The elections are at hand and we ought, as soon as possible, to go and render an intimate account of our trustworthiness to the people who delegated us to act for them in the weighty and anxious matters that crowd upon us in these days of critical choice and action."

Duty Confronts Legislators.
"But we dare not go to the elections until we have done our duty to the nation. These are days when duty stands stark and naked, and even with closed eyes, we know it is there. Excuses are unavailing. We have either done our duty or we have not. The fact will be as gross and plain as the duty itself."

"In such a case lassitude and fatigue seem negligible enough. The facts are tonic and suffice to freshen the labor."

"And the facts are these: Additional revenues must manifestly be provided for. It would be a most unsound policy to raise too large a proportion of them by loan and it is evident that the four billions now provided for by taxation will not of themselves sustain the great enlarged budget to which we must immediately look forward."

"We cannot in fairness wait until the end of the fiscal year is at hand to apprise our people of the taxes they must pay on their earnings of the present calendar year, whose accounting and expenditures will then be closed."

Country Must Prepare.
"We cannot get increased taxes unless the country knows what they are to be and practices the necessary economy to make them available."

"Definiteness, early definiteness, as to what its tasks are to be is absolutely necessary for the successful administration of the Treasury. It cannot frame fair and workable regulations in haste, and it must frame fair regulations in haste if it is not to know its exact task until the very eve of its performance."

"The present tax laws are marred, moreover, by inequities which ought to be remedied. Indisputable facts, every one, and we cannot alter or blink them. To state them is argument enough."

"And yet perhaps you will permit me to dwell for a moment upon the situation they disclose."

"Enormous loans freely spent in the

stimulation of industry of almost every sort produce inflation and extravagances which presently make the whole economic structure questionable and insecure, and the very basis of credit is cut away. Only fair, equitably distributed taxation of the widest incidence and drawing chiefly from the sources which would be unlikely to demoralize credit by their very abundance can prevent inflation and keep our industrial situation free of speculation and waste."

Profits, Income, Luxuries Named.
"We shall naturally turn, therefore, I suppose, to war profits and incomes and luxuries for the additional taxes. But the war profits and incomes upon which the increased taxes will be levied will be the profits and incomes of the calendar year 1918."

"It would be manifestly unfair to wait until the early months of 1919 to say what they are to be. It might be difficult, I should imagine, to run the mill with water that had already gone over the wheel."

"Moreover, taxes of that sort will not be paid until the June of next year, and the Treasury must anticipate them. It must use the money they are to produce before it is due. It must sell short-time certificates of indebtedness."

"In the autumn a much larger sale of long-time bonds must be effected than has yet been attempted."

"What are the bankers to think of the certificates if they do not certainly know where the money is to come from which is to take them up? And how are investors to approach the purchase of bonds with any sort of confidence or knowledge of their own affairs if they do not know what taxes they are to pay and what economies and adjustments of their business they must effect?"

Delay Deemed Disadvantage.
"I cannot assure the country of a successful administration of the Treasury in 1918 if the question of further taxation is to be left undecided until 1919."

"The consideration that dominates every other now and makes every other seem trivial and negligible, is the winning of the war. We are not only in the midst of the war; we are at the very peak and crisis of it."

"Hundreds of thousands of our men, carrying our hearts with them and our fortunes, are in the field and ships are crowding faster and faster to the ports of France and England with regiment after regiment of thousands and thousands, to join them, until the enemy shall be beaten and brought to a reckoning with mankind."

"There can be no pause or intermission. The great enterprise must, on the contrary, be pushed with greater and greater energy. The volume of our effort must steadily and rapidly be augmented until there can be no question of resisting it."

Need of Money Urgent.
"If that is to be accomplished, gentlemen, money must sustain it to the utmost. Our financial program must no more be left in doubt or suffered to lag than our ordnance program or our ship program or our munitions program or our program for making millions of men ready. These others are not programs, indeed, but more plans upon paper, unless there is to be an unquestionable supply of money."

"That is the situation, and it is the situation which creates the duty, no choice or preference of ours."

"There is only one way to meet that duty. We must meet it without selfishness or fear of consequences."

"Politics is adjourned. The elections will go to those who think least of it; to those who go to the contest without explanation or excuse, with a plain record of duty faithfully and disinterestedly performed."

"I, for one, am always confident that the people of this country will give a just verdict upon the service of the men who act for them when the facts are such that no man can disguise or conceal them."

Pitiless Publicity Turned On.
"There is no danger of deceit now. An intense and pitiless light beats upon every man and every action in this tragic plot of war that is now upon the stage."

"If lobbyists hurry to Washington to attempt to turn what you do in the matter of taxation to their protection or advantage, the light will beat also upon them."

"There is abundant fuel for the light in the records of the treasury with regard to profits of every sort. The profiteering that cannot be got at by the restraints of conscience and love of country can be got at by taxation."

"There is much profiteering now and the information with regard to it is available and indisputable."

"I am advising you to act upon this matter of taxation now, gentlemen, not because I do not know that you can see and interpret the facts and the duty they impose just as well and with as clear a perception of the obligations involved as I can, but because there is a certain solemn satisfaction in sharing with you the responsibilities of such a time."

Vision of Duty Clear.
"Men never before had so clear or so moving a vision of duty. I know that you will begrudge the work to be done here by us no more than the man begrudge us the work he does in the trenches and sally forth to their death. There is a stimulating comradeship knitting us all together."

"And this task to which I invite your immediate consideration will be performed under favorable influence if we will look to what the country is thinking and expecting and care nothing at all for what is being said and believed in the lobbies of Washington hotels, where the atmosphere seems to make possible to believe what is believed nowhere else."

"Have you not felt the spirit of the Nation rise and that the great struggle is common thought since these eventful days came in which we have been sending our boys to the other side?"

"I think of you just here, for as I thought, as I do, to mean this, and that the people of this country are not only united in the resolute purpose to win this war, but are ready and willing to bear any burden and undergo any sacrifice that it may be necessary for them to bear in order to win it."

Just Taxes Welcome.
"We need not be afraid to tax them, if we lay taxes justly. They know that the war must be paid for, and that it is they who must pay for it, and the burden is justly distributed and the sacrifice made a common sacrifice from which none escapes who can bear it at all, they will carry it cheerfully and with a sense of solemn duty."

"I have always been proud to be an American and was never more proud than now, when all that we have said and all that we have foreseen about our people is coming true."

"The great days have come when the only thing that they ask for or admire is duty, greatly and adequately done; when their only wish for America is that she may share freedom she enjoys; when a great compelling sympathy wells up in their hearts for men everywhere who suffer and are oppressed and when they see at last the high uses for which their wealth has been piled up and their mighty power accumulated, and counting neither blood nor treasure now that the final day of opportunity has come, rejoice to spend and to be spent through a long night of suffering and terror in order that they and men everywhere may see the dawn of a day of righteousness and justice and peace."

"Shall we grow weary when they bid us act?"

Where Oldest Lost Votes.
Said Tribune:

If Secretary of State Ben W. Olcott had resigned his present office when he entered the race for Governor the tally sheets at the numerous voting places might have totaled differently.

BRITISH DIVERS BIG

Germany Not Only Nation That
Has Cruiser Submarines.

RECENT SINKING RECALLED

Berlin Admits Long Absence of
U-Boat Operating West of Gibraltar;
Derelicts Sighted Off
Virginia Coast.

LONDON, May 27.—The sinking of a German submarine by a British submarine off Cape St. Vincent shows that the British have cruising submarines, and this is only one incident where a submarine has sunk a submarine, says Archibald Hurd in the Daily Telegraph.

The Cape St. Vincent incident took place more than 2000 nautical miles from Plymouth.

"In neutral countries," the naval critic continues, "it has been assumed that only the Germans could build submarines capable of operating far out in the Atlantic. Conclusive evidence is now supplied that we also possess submarines which can cruise far afield, remaining at sea many days on end without refueling and re-equipping."

AMSTERDAM, May 27.—In reference to the British announcement of Saturday that a large German submarine had been sunk off Cape St. Vincent, a semi-official statement from Berlin says that no news has been received for a long time from one of the German U-boats operating west of Gibraltar.

RETIRED OFFICERS CALLED

Military Instructors at Colleges to
Go to Presidio.

SAN FRANCISCO, May 27.—Retired officers of the United States Army, now serving as military instructors in Western colleges, have been directed by an order from the headquarters of the Western Department of the Army to report June 1 at the Presidio of San Francisco for service as instructors at the reserve officers' training corps camp. Among them are:

Captain Beverly C. Daly, University of Wyoming, Laramie, Wyo.

Captain Thomas F. Maginnis, Oregon Agricultural College, Corvallis, Or.

Captain William T. Patten, University of Washington, Seattle, Wash.

An order directs Major Charles E. Butts, of the Medical Reserve Corps, to proceed from Fort George Wright, Spokane, to Fort Worden, Puget Sound, for duty.

Preparing for Worst.
Corvallis Gazette-Times.

Corvallis has no chance of beating McNary and the less he vociferates the less noticeable will be his disappearance beneath the surface.

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Some Used Pianos
Among some excellent second-hand Pianos for sale in the Piano Department are a Steinway upright for \$300; a Mason & Hamlin Grand, mahogany case, \$800, very slightly used; a beautiful Weber Piano, Circassian walnut, \$150; a Krakauer upright, with bench to match, \$350; a Haines Bros' upright in walnut, \$250; a White in walnut, \$150; a Hallett & Son, Franklin, Lockwood and others.

Some Other Makes
Besides the Knabe line we carry such well-known makes as the Haines Bros., the Schaff Bros., the Behning, Sterling, Holmes & Son, Franklin, Lockwood and others.

SAVE MONEY NOW.
The big advance in price will be here soon. Take advantage of the next six days and visit our popular Piano Department. Easy terms may be arranged.

The Musical Floor—the 7th.

Lipman Wolfe & Co.
"Merchandise of Merit Only"

Our Sale on Pianos, Players and Baby Grands Will Close This Week.

SATURDAY, JUNE 1, THE LAST DAY.

The remarkable sale we have had in our Piano Department comes to an end on next Saturday, June 1.

We still have on hand a very fine assortment of instruments to choose from. Among the Baby Grands left for sale is the beautiful Knabe, in rosewood, which was used by Gail-Currier, the singing wonder of the age, during her recent sojourn in the city. We are asking only \$850 for this superb instrument. Its length is 5 feet 8 inches.

We also have an exquisite little satin mahogany miniature grand for \$575. The Haines Bros' Baby Grands are going at \$650.

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THIS STORE USES NO COMPARATIVE PRICES—THEY ARE MISLEADING AND OFTEN UNTRUE

A Sale of 2000 Splendid New SILK PETTICOATS



—For Taffeta Silk Petticoats in plain and changeable colors, in several new pleated and ruffled styles.

\$3.95

—For Jersey Top Petticoats, with taffeta silk flounces, in new changeable colors, with fancy tucked flounces.



—For Petticoats of chiffon taffeta silk, in a variety of new models, with fancy ruffled, pleated and tucked flounces. Plain and changeable colors.

\$4.45

—For Petticoats of fine silk jersey, with soft taffeta silk flounces in straight and flaring styles; in all the newest plain and changeable.



—For Novelty Petticoats of fine quality chiffon taffeta silk, in plain and changeable colors; in a good variety of plain and fancy flounces.

\$5.00

—For Fine Silk Jersey Petticoats, with taffeta flounces; in all the newest high colors, made with fancy flounces in circular shape.



—For Silk Petticoats of heavy quality chiffon taffeta; shown in the newest plain and changeable colors, with fancy flounces. Extra and regular sizes.

\$6.00

—For Jersey Top Petticoats, in all colors; many with novelty striped and shirred flounces; splendid models, in all regular and extra sizes; fine quality.



—For Novelty Petticoats of finest cotton taffeta silk, in fancy trimmed styles; excellent quality.

\$7.50

—For Novelty Silk Petticoats, with jersey tops and taffeta silk flounces; pretty new styles.



Charge Purchases Today
and Balance of Month
Go on June Bills Payable
July First

A Varied Assortment of New House Apparel

\$1.29

for new APRON DRESSES of fancy striped percale in pretty colors; made in slip-over style, with V-neck, button tab on shoulder and full belts. Also checked gingham, in slip-over style, with laced fronts and full belts.

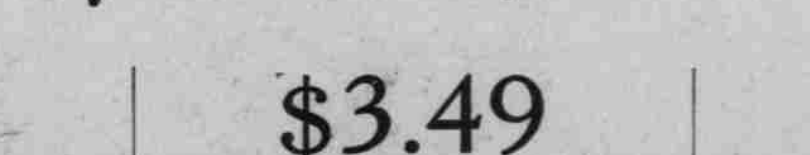


\$1.98

for straight model APRON DRESSES of percale, made with deep side pockets and full belts; round white collars and turn-back cuffs give a pretty finish. Also dresses of figured percale, trimmed with plain colored banding.

\$1.69

for PERCALE APRON DRESSES in slip-over style, with square neck effects and pointed collars, full belted. Also HOUSE DRESSES, made of percale in fancy pin stripes, with piping.

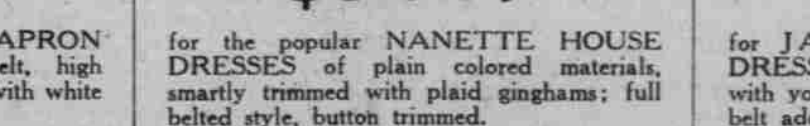


\$2.49

for HOUSE DRESSES in straight-line models, made of striped galatea, with buttons down the front, and white collar and cuffs; very neat and attractive.

\$2.79

for fancy striped GINGHAM APRON DRESSES, made with full belt, high waist and puff sleeves. Finished with white poplin collar, cuffs and pockets.



\$3.49

for the popular NANETTE HOUSE DRESSES of plain colored materials, smartly trimmed with plaid gingham; full belted style, button trimmed.

\$3.95

for JAPANESE CREPE APRON DRESSES, in new straight-line models, with yoke and long pleats; a patent leather belt adds much smartness to this.



\$3.95

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