

SENATORS CUT OUT GROSS SALES TAX

Manufacturers' Surtax Is Rejected, but Other Levies Will Be Substituted.

MOTOR TAX IS PROPOSED

House Estimated Revenue of \$118,750,000 to Be Raised Under Sections Removed by Vote of Senate Committee.

WASHINGTON, May 26.—Proposals for a 5 per cent tax on manufacturers' gross sales in many industries and for greatly increased surtaxes on big incomes were stricken out of the war revenue bill today by the Senate finance committee, cutting down by many millions the total revenue provided for as the measure passed the House.

The manufacturers' surtax was rejected bodily with the understanding that other and probably lower levies would be substituted later. After refusing to accept the increased surtaxes on incomes of more than \$40,000 written into the bill during the House debate, the committee approved the remainder of the income tax schedule virtually in the form in which it originally was drafted by the House ways and means committee.

Motor Makers Affected. The decision to throw out the manufacturers' tax, which would have affected producers of motor vehicles and many forms of merchandise was prompted by a desire to eliminate the flat tax imposed upon business generally and to distribute the levy more equitably, the committee said. The section was designed to raise \$118,750,000 annually, to be made up in whole or part by other forms of rates of taxation.

For the House tax on manufacturers' sales of motor vehicles, the committee expects to substitute a general, direct and graduated Federal license tax upon owners of motor vehicles, at rates to be fixed, based either upon original selling cost or horsepower. The effect, it was said, will be to transfer the tax burden from the manufacturer to the owner. The majority of the committee was said to favor annual taxes of \$10 to \$16 on motors. Trucks and vehicles used for business purposes are exempted.

New Sources Sought. How industrial, business, labor and consumers' interests affected by the committee's decision to strike out the House provisions for taxation of gross sales upon manufacturers is indicated by the following House estimate of the revenue it had proposed to raise from the section:

Automobiles and motorcycles, \$68,000,000; tires and tubes, \$15,000,000; musical instruments, including talking machines, \$7,000,000; motion-picture films, \$7,000,000; jewelry, \$7,500,000; sporting goods, \$2,000,000; pleasure boats, \$500,000; perfumes and cosmetics, \$4,500,000; proprietary medicines, \$3,500,000; and chewing gum, \$1,000,000.

New taxes to make up the deficit, it was said, may equal the amount involved by elimination of the gross sales levies. But the committee probably will be substituted in many cases.

On Monday the committee will discuss what substitute taxes shall be placed on musical instruments.

JAPAN NEEDS HER GOLD

AMERICAN FINANCIER SEES NO CAUSE FOR WORRY.

Island Empire of Asia, Like United States, Has Become Great Creditor Nation.

WASHINGTON, May 26.—(Special.)—Financiers are not worried to the same degree as Administration officials at the fact that Japan has been withdrawing gold from the United States at the rate of \$150,000,000 to \$200,000,000 a year.

The previous large movement of gold to Japan ceased in November of last year following the sale by the British treasury of \$50,000,000 of its short-term bills to Japanese investors. The transaction involved the transfer to British accounts of \$50,000,000 of New York banking funds accumulated here by Japanese commercial interests.

Since that time Japanese exporters have been accumulating large balances here in the course of trade interchanges between the two countries and

"Come on Over, See My Corn Fall Off!"

"I Put 2 Drops of 'Gets-It' on Last Night—Now Watch!"

"See—all you have to do is to use your two fingers and lift the corn right off. That's the way 'Gets-It' always works. You just put on about 2 drops. Then the corn not only shrivels, but loosens from the toe, without affecting the surrounding flesh in the least. Why, it's almost a pleasure to have corns and



"That Was a Quick Funeral That Corn Had With 'Gets-It'!"

see how 'Gets-It' gets them off in a hurry and without the least pain. I can wear tight shoes, dance and walk as though I never had corns."

"Gets-It" makes the use of toe-irritating salves, binding bandages, tape, plaster and other things not only foolish, but unnecessary. Use this wonderful discovery, "Gets-It" for any soft or hard corn or callus. It is the new, simple, easy, quick way, and never fails. You'll never have to cut a corn again with knives or scissors and run chances of blood poisoning. Try "Gets-It" tonight. "Gets-It" is sold everywhere, 25c a bottle, or sent on receipt of price by E. Lawrence & Co., Chicago, Ill.

Sold in Portland at all stores of The Owl Drug Co.

the further gold exports were expected by bankers, provided the British government did not again arrange to make use of the funds of another loan in Japan.

Japanese industries have had an abnormal growth and her exports greatly exceed the imports. Already Japanese cotton goods have supplanted those from England and America in the Far-eastern markets to such an extent as practically to annihilate the trade of these two old-established nations. War munitions and shipbuilding have also made strides, and large numbers of Japanese previously employed in the United States is now working in Japan. In banking circles here the general opinion is that the Japanese have been drawing down their reserves in this country to meet increased expenditures at home, where reserves can be put out to better interest. Japan now ranks as one of the foremost creditor nations in the world.

The idea is scoffed at that any of the gold exported from the United States will reach Germany through Japan, as that country is regarded as doing a tremendous amount of work for the war, giving invaluable aid to her allies in every way and with the full intention of continuing to do so.

AID GIVEN SUBMARINES

FRENCH DEPUTY SAYS SPANISH WATERS ARE DANGEROUS.

Demand Made for Better Protection of Vessels That Have to Navigate Mediterranean.

PARIS, May 26.—The Chamber of Deputies continued today its animated debate on the submarine question. Deputy Emmanuel Brousse delivered an attack upon the government measures which the Ministry of Marine proposes to take to assure safer navigation of the Mediterranean, particularly near the Spanish Coast. He asserted that the regular routes of the steamship lines were not sufficiently protected, adding:

"Lately a French vessel and an American vessel were torpedoed 20 kilometers from Port Vendres. Three hours before the patrol boat was ready to leave Port Vendres, and by that time the submarine had escaped."

M. Brousse also asserted that the submarines obtained their supplies and oil in Spanish waters and that the French transport Medjerda was torpedoed by a submarine which was operating behind a Spanish sailing vessel.

After further discussion in which several deputies criticized the lack of adequate patrols off Algeria and the Atlantic ports, the submarine debate was adjourned until Wednesday.

BEND PUPILS HONORED

"SERVICE MEDAL" GIVEN BY BANK GOES TO CRAIG COYNER.

Pins Donated by Central Oregon Savings Institution Won by Four Young Women of High School.

BEND, Or., May 26.—(Special.)—The last class ever graduated from the Bend High School received their diplomas last night when commencement exercises were held in the auditorium of the new high school building. The class numbered 17, exceeding by five the class of 1916.

The commencement address was delivered by Rev. George B. Van Waters, of Portland, Episcopal missionary to Eastern Oregon, who took for his subject, "The Service Medal." In the giving of diplomas to the graduates, the "Service Medal," offered by the First National Bank for the student who perfect attendance and department for the year, was awarded to Craig Coyner, of the sophomore class, and triple-A pins, given by the Central Oregon Bank for perfect attendance and department and scholarship above 90 per cent, were presented to Lydia Sherer and Hila Brick, of the freshman class; Ida Stierowicz, of the sophomore class; and Mary Sherer, of the junior. Ruth Vandeventer received the Whitman College scholarship, and Dorothy Miller the scholarship offered by Williamette University.

To Mae Green was awarded a scholarship giving her the choice of a course of six colleges in the Northwest.

Robert Fulton, one of the graduates, is an applicant for the United States Navy, having enlisted seven weeks ago. Because of a lack of room in the training quarters he was given a furlough and returned to Bend to finish his school work.

SUBSEA PERIL DOOMED

AMERICAN INVENTION REPUTED TO BE INFALLIBLE.

Method Said by Correspondent of Washington Gazette to Be Model of Simplicity.

LONDON, May 26.—The Westminster Gazette publishes a message from a correspondent who says the submarine menace is being mastered by a simple method, which the correspondent indicates is the invention of an American.

"It is giving away no secret," the correspondent writes, "to say that the method, which is reputed to be infallible, requires only a little time to come into full effect and wear the submarines out. It is a model of simplicity."

The press has been liberal in its announcement of Marconi's device, but while extending encouragement to Marconi it must not be overlooked that the genius who perfected one of the most monumental advances in maritime navigation has devoted his untiring concentration to the submarine, and this resourceful American, too, has worked toward the device along independent lines.

HEAT CONTROLS PESTS

Protection of Stored Products Present-Day Problem.

OREGON AGRICULTURAL COLLEGE, Corvallis, May 26.—(Special.)—In the construction of large mills, storerooms and grain elevators a system of stored products pest control should be installed, writes A. L. Lovett, professor of entomology at the Oregon Agricultural College, to the Salem Fruit Growers' Union, which he was informed plans to erect a bean warehouse this fall.

No practical method of controlling the bean weevil in the field has been learned, and the usual practice of treating the stored beans by gases is dangerous and often very expensive. Heat is the modern method of control of grain and other stored products pests. The cost of applying the heat is but a small matter, and the heat kills the pests without damage to grain or danger to the structure.

Phone your want ads to The Oregonian, Main 7070, A 6925.

SYMPATHY STRIKES CALLED AT JEROME

Electricians and Carpenters Join Miners in Arizona Copper Field.

I. W. W. TRY TO DOMINATE

Proposal to Union Rejected and Organization Threatens to Refuse to Return to Work if Rival Is Recognized.

JEROME, Ariz., May 26.—The calling of sympathy strikes of union electricians and carpenters in Jerome, issuance of an order calling upon pump men at five mines to quit work, a demonstration by several hundred miners at Clarkdale, near here, in which there was no disorder and rejection by the union of a proposal by Industrial Workers of the World to return to work if demands for increased wages were granted by the operators, were the outstanding features of today's developments of the strike initiated Thursday night by the Jerome local of the International Union of Mine, Mill and Smelter Workers.

Mill and Smelter Workers' demands for recognition of the union. About 20 copper mines in the Jerome district are affected by the strike. Leaders of the Industrial Workers of the World said if their proposal was rejected by the union they would refuse to return to work. If the operators recognized the union, the operators agreed to return to work if the operators granted the wage scale of \$5.25 for all underground men and to release all strikers. A second proposition raised the demand to \$6 a day for underground workers and \$5.50 for surface workers, with two men at each machine drill.

Neither proposal involved recognition of the union, for which the strike was called.

Marchers Are Orderly. The column of marching miners was met at the Clarkdale boundary by Robert E. Tally, superintendent of United Verde and ten armed deputy sheriffs and warned they must keep to the main street and make no demonstration. The miners agreed. The column marched to within 100 yards of the smelter, turned around and marched back here.

Union officials announced that pump men at the United Verde extension, Arizona, and Jerome mines had been ordered to strike. Serious damage may result from accumulation of water in the mines, it was said.

FUNERAL TO BE TODAY

SERVICES FOR MRS. J. L. STARCHER TO BE AT UMATILLA.

Body of Ex-Mayor's Mother Will Be Sent to Kansas for Interment.

UMATILLA, Or., May 26.—(Special.)—Funeral services for Mrs. J. L. Starcher, wife of J. L. Starcher, of Sacramento, Cal., will be held at 1:30 tomorrow. Mrs. Starcher came to Umatilla March 1 for the health of her mother.

At the time of her death she was visiting her son, E. E. Starcher, chief operator of the O. W. R. & N. and ex-Mayor of Umatilla. She was stricken with pneumonia about a week ago and passed away Friday. Her husband and son were at her bedside. Mrs. Baker, a sister of Boise, Idaho, and her other son, Carl O. Starcher, of Sacramento, Cal., were unable to arrive in time to see their mother alive.

Lizzie C. Naylor was born in Morgan County, Ohio, June 28, 1856, and was married to J. L. Starcher at Logan, Utah, in 1875, where they lived until about 10 years, when they moved to Boise, Idaho, where they resided until about five years ago, when they moved to Sacramento, Cal., their present home.

The body will be taken to Holton, Kan., and interred in the family plot. She was past worthy matron of her home chapter of the Order of the Eastern Star, where she was held in the highest esteem by her sisters and brothers and was noted for her activity in charitable works. The funeral services will be conducted under the auspices of the Order of the Eastern Star, Chapter 107, Umatilla, with the Rev. Graham, of Hermiston, officiating.

Warm Rains Assure Harvest.

IONE, Or., May 26.—(Special.)—The warm rains of the last 48 hours have been general over this section of the country and much heavier than is common at this time of the year. Spring sowing has been under way and it is just what was needed to give the late grain a good start.

Progress of the War.

GENERAL CADORNA'S brilliant offensive continues unchecked, each day finding the Italian line projecting a little farther down the Carso plateau toward Trieste.

The Austrian line gave way again Friday between Castagnavizza and the Gulf of Trieste, the advancing Italian troops carrying another heavily fortified position and capturing an additional 3500 men. Their captures in the offensive beginning May 14 now total 22,419.

The Italian right flank, resting on the coast, now has passed the mouth of the Timavo River, while the center of the army in this sector has been pushed beyond Jandano, the advance taking in the heights between Florid and Medezza. The right wing is operating around Castagnavizza and has taken additional trenches there.

In the region north of Gorizia the Italian forces are maintaining the gains they scored last week. Heavy Austrian attacks in the Vodice area were repulsed, and in the Plaza sector the Austrians were pushed still farther back.

Seventy-six persons were killed and 174 injured in Dover or Folkestone, England, early Friday evening in the most ambitious raid upon England yet made by German aircraft. Of the killed 27 were women and 23 children. Of the injured, 42 were women and 19 children. There were 16 aircraft in the

raid, probably all airplanes, as no Zeppelins are mentioned in the report.

On their return across the English Channel the German raiders were attacked by air squadrons of the royal navy air service from Dunkirk, and three of them, all airplanes, were shot down.

German artillery is displaying increased activity against the British in the sector of the Arras battlefield from the Scarpe River south to Croisilles.

The French announce further progress on the Champagne front, and the repulse of two German counter attacks against the French salients east and west of Cerny. Berlin states that the army group of the German Crown Prince captured 544 officers and men and 16 machine guns in an attack on the French trenches on the Chemin des Dames, south of Pargny. It adds that French attacks on a three-mile front south of Nauroy in the western Champagne were repulsed.

Russian troops frustrated a Turkish attempt to dislodge them from heights south of Van on the Caucasus front.

HOSPITAL SHIPS BANNED

GERMANY PLANS TO SINK ALL CRAFT IN BARRED ZONE.

Exception Made for Greek Ships Under Specified Conditions Between Saloniki and Gibraltar.

LONDON, May 26.—The intention of the German government to sink all entente hospital ships in the entire "barred zone" with the exception of certain ships from Saloniki to Gibraltar is semi-officially announced in Berlin, according to a Reuters dispatch from Amsterdam. The German announcement was made in reference to British denials of the German allegations that the British misused hospital ships. It cited several instances, which, it was asserted, proved the correctness of the German accusation. The semi-official announcement read in part:

"The German government will in the future prevent all traffic by hospital ships in the entire barred zone and in the Mediterranean, including the road left open for Greece, and will regard hospital ships appearing therein as war vessels and attack them immediately."

Germany, the announcement says, will allow the transport of the ill and wounded from Saloniki on Greek railways to Kalamata harbor and thence on hospital ships to Gibraltar on the following conditions:

"First—These hospital ships on the road left open to Greek shipping must proceed at a rate of speed previously reported to the German government."

"Second—That the name of the vessel and the time of arrival or departure be communicated to the German government six weeks in advance."

"Third—That a representative of the neutral government representing Germany's interests in the particular country in question shall certify before the departure of the hospital ship that there are only the ill, wounded and nurses and no goods other than materials for treating them."

SCHOLARSHIP WON THRICE

Mary Spiller, of Yamhill County, Gets Award at University.

UNIVERSITY OF OREGON, Eugene, May 26.—(Special.)—To Helen Withycombe, of Yamhill, Or., was awarded the Mary Spiller scholarship for the third consecutive time today by the Oregon State Board of Education. The scholarship was awarded Miss Withycombe on the basis of a loan this year on account of the fact that she had already attended and department ward amounts to \$150 or the equivalent of a year's maintenance at Mary Spiller Hall for Women at the university.

HEIR TAX NOT DEDUCTED

Attorney-General Gives Ruling on Appraised Valuation of Estates.

SALEM, Or., May 26.—(Special.)—Under an opinion by Attorney-General E. F. Slade, it is held that the amount of the Federal inheritance tax is not to be deducted from the appraised valuation of estates to arrive at the amount of the state tax.

This ruling is based upon the idea that the tax is on the right to succeed to property, and not on the estate value, in arriving at the appraisal for the purposes of the state inheritance tax law the appraisal of the entire estate is taken into consideration.

ROBBERS PLEAD GUILTY

Special Session of Grand Jury Indicts Men Caught at Harrisburg.

ALBANY, Or., May 26.—(Special.)—James Carroll and C. E. Gordon, who were caught 10 days ago when robbing the store of E. L. Board, in Harrisburg, were sent to the State Penitentiary today.

Indicted at a special session of the Grand Jury here this morning, the men at once pleaded guilty and Judge Kelly sentenced them to serve an indeterminate sentence, from one to seven years. Sheriff Bodine took them to Salem this afternoon.

BANK EXAMINER NAMED

E. F. Slade, for More Than a Year an Assistant, Is Promoted.

SALEM, Or., May 26.—(Special.)—E. F. Slade was today named by Superintendent of Banks Sargent as a State bank examiner, and his appointment was unanimously confirmed by the State Banking Board.

Mr. Slade has acted as assistant examiner since January 1, 1916. He supercedes no law. He had served for three examiners, but since the first of last year the department has been operating with two examiners and an assistant.

John Munro Dies Suddenly.

John Munro, 249 Dixon street, died of heart disease early last night. He had just returned from a shopping trip to the downtown district with his wife and had lain down on a couch to rest. Dr. Fox was called to attend him, but he was dead before the physician arrived. Deputy Coroner Lowe investigated. Mr. Munro is survived by his widow.

Dr. Carlton Smith Is Called.

SALEM, Or., May 26.—(Special.)—Dr. W. Carlton Smith, penitentiary physician and First Lieutenant in the Medical Reserve Corps, has been called by telegraph to Port Riley, Kan. Governor Withycombe will arrange for a substitute at the penitentiary. Dr. Smith will be reinstated upon his return from military service.

A Weak Joint

An Old Sprain

Any of these you may have. They hinder and hurt—check efficient work, and may shorten life. There's relief and remedy in our hand-woven-to-measure SILK ELASTIC GARMENTS. They give just the needed support and protection, a firm, yielding pressure. For fifteen years our expert craftsmen have woven these garments on our looms. We've sold thousands of Anklets, Knee Caps, Leggings, Thigh Pieces, Wristlets, Shoulder Caps and Belts, and have established an industry unique and useful.

REMEMBER—There are ready-made, machine-woven stock size garments sold, which will sometimes serve but more often, through uneven pressure, tend to aggravate rather than remedy the trouble.

An Obstinate Swelling

Enlarged (Varicose) Veins

Pendulous Abdomen

One entire (second) floor of our building is devoted to the sale of scientific and useful aids to health—devices which will overcome physical defects and deformities.

EXPERT FITTERS WAIT ON YOU, AND, IF DESIRED, WILL CALL AT RESIDENCE

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ALDER STREET AT WEST PARK MARSHALL 4700—HOME A 671
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Send for Lists

NEW UNIT REVIEWED

Company A, Engineers, Still Needs Recruits.

REED STUDENTS ON ROLL

General White Inspects Organization That Still Needs Common Labor as Well as Skilled Craftsmen.

Company A, Oregon Engineers, organized and accepted by the War Department as one of Oregon's military units, drilled last night at 7:30 at the Armory and was inspected by Adjutant-General George A. White. Although only a few weeks old, the engineer company starts on its career with a splendid personnel. It was quickly enlisted to peace strength, and several days ago the unit to reach full war strength was made.

The officers are: Captain W. C. Parrish, who for several years was at Annapolis and who ranks among the best of Portland's electro-technical engineers; First Lieutenant George C. Graham, well-known construction engineer, and First Lieutenant R. F. Olson, equally well known as an electrical engineer and Second Lieutenant John G. Kelly, Jr., construction and sanitary engineer. The non-commissioned staff is yet to be named, and in all probability Captain Parrish will not select it until the company has reached full war strength.

Most of the recruits in the company were ex-students of Reed College. Eleven students signed the enlistment papers and others signified their intention of joining later. The 11 ex-students of the college, whose president was a most pronounced pacifist, rather shows that the student body was only slightly affected. Those who have signed up with the company are:

WIFE CAUSES ARREST HERE

Woman Follows Husband to Portland From New York.

Mrs. E. G. Andrews, of New York, caused the arrest of her husband here last night after pursuing him across the continent. Mr. Andrews, who is an engineer, was arrested at Fifth and Oak streets by Detectives Goltz and Howell, and was later released on \$2500 bail.

Mr. Andrews says that he left New York for his health, and that the woman he is accused of living with was a nurse he had hired to care for him. He says he is suing his wife for divorce.

Out of Respect to the G. A. R. We Close All Day Wednesday—Memorial Day



Memorial Day

—Full of memories of the old soldier, and full of promise to the young man who loves his country.

—To the veteran, to the middle-aged man of affairs and to the "young blood" who aspires to the big things of life, our display of

Benjamin Correct Clothes

MADE IN NEW YORK

\$20 to \$45

is full of interest.

—The colors are staunch and true, and "service" is sewed into every seam.

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Clothing, Hatters and Haberdashers.
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Thirty Easy Steps From Washington Street.
F. N. Pendleton. Winthrop Hammond.

Hotel Rutler

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Seattle's Famous Hotel

Fine central location. Every modern appointment. Call one of the Street Car Co.

RATES
\$1 per day and up with use of bath.
\$2 per day and up with private bath.

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can be used with absolute confidence. It relieves all fear of the attacks which are so frequent in that terrible disease. We want every sufferer of Epilepsy to give the Kosine treatment a trial. The success of the treatment during the past fifteen years has proved the Kosine Treatment to be of unusual merit. Call at our store and get a large bottle for \$1.50. After using, you are not entirely satisfied your money will be refunded. Booklet giving complete details, etc., free on request.

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