

LARGE DEFICIT CONFRONTS COUNTRY

Nearly Sixty Millions in Excess of Receipts, Says Secretary of Treasury Cortelyou—Fiscal Year Shortage of 1910 to Be Greater.

(United Press Leased Wire.) Washington, Dec. 9.—According to the annual report of Secretary of the Treasury George B. Cortelyou, presented to congress today, the government expenditures for the fiscal year ending June 30, 1908, exceeded receipts by the sum of \$58,078,501.58. This is a marked reversal of condition from the previous year when receipts exceeded disbursements by \$84,325,586.30.

An even heavier deficit is expected for the fiscal year ending June 30, 1910, as the estimated requirements of the various departments of the government are already more than \$1,000,000 in excess of estimated revenues. The deficit for the last fiscal year is attributed to increased appropriations by congress and to the unusual expenditures entailed by the recent panic. The report says:

Operations of the Treasury.—The receipts and disbursements of the government for the fiscal year 1908 show a reversal of condition, as compared with the fiscal year 1907. For the fiscal year 1907 the receipts were \$44,236,886.30 in excess of the disbursements; for the fiscal year 1908 the disbursements were \$58,078,501.58 in excess of the receipts, due to business depression and increased appropriations. Fortunately, the available cash balance at the beginning of the fiscal year was \$272,081,445.47.

The treasury was called upon, in the latter part of October, 1907, to render assistance in the financial panic which, starting in New York City, gradually extended over the entire country. Through these operations the amount of public deposits with banks reached \$36,444,321.08 on December 30, 1907, the maximum of \$28,994,271.77 was attained, after which it was decreased to \$25,920,154.76 by the close of the month. Further withdrawals were soon after begun and continued from time to time until on November 15, 1908, the amount stood at \$118,329,536.29.

In the month of January, 1908, there was a fresh circulation of money that had prevailed for the previous three months. Large amounts were returned to the money centers, and some of the depositors therein voluntarily returned to the treasury a part of their holdings of public deposits, in amount \$3,978,237. In the latter part of January an amount was made on the depository banks of New York city for \$8,550,000, to be paid in six equal installments, the amount after January 23. The balance in the banks to the credit of the general fund at the end of January was \$226,241,418.85.

During the month of February depository banks voluntarily returned to the treasury \$4,770,000 of public deposits, and February 29 the balance with the banks to the credit of the general fund was \$219,547,719. On June 30, it was reduced to \$149,004,924.29.

Transactions in the public debt show an increase of interest bearing debt of \$2,669,710 for the fiscal year. However, if the issue of Panama canal bonds were excluded, a net decrease in the interest-bearing debt would be shown of \$1,362,270. The noninterest bearing debt was increased \$27,542,500, as follows:

Matured loans, not yet presented	\$ 3,043,200
National bank notes, redemption account	24,800,480
Less fractional currency redeemed	1,180
Net	\$27,842,500

The aggregate of trust funds, consisting of gold coin and standard silver dollars, held for the redemption of certificates and notes for which they are respectively pledged, increased \$10,100,000 during the year. The increase in gold coin was \$141,529,000, while standard silver dollars decreased \$2,433,000.

Monetary Stock.—The monetary stock increased \$263,203,013 during the fiscal year. The growth in gold was \$161,744,391; in silver, \$17,919,295; in national bank notes, \$94,545,237, while there was a decrease of \$1,006,000 in treasury notes of 1890. At the close of the fiscal year 1908 the money in circulation amounted to \$3,038,015,488, or a per capita of \$34.72. The percentage of gold to total circulation was 42.1 per cent.

The issue of United States paper currency during the fiscal year numbered 189,999,912 pieces, of the total value of \$894,326,900. The redemptions were 172,178,577 pieces, of the value of \$665,220,000. Gold certificates outstanding increased \$141,529,000, while silver certificates decreased \$1,427,000.

There was an increase of \$94,545,237 in the volume of national bank notes during the past fiscal year. The amount presented for redemption was \$344,854,441, as against \$243,243,437 for 1907. The expenses incurred for such redemptions were \$270,840.21, which has been assessed on the banks at the rate of

\$0.80366 per \$1000 of notes redeemed. The United States bonds pledged to secure circulation amounted to \$629,174,120 June 30, 1908, an increase of \$69,807,470 during the fiscal year. The United States bonds and other obligations of the same date held to secure public deposits in national banks aggregated \$180,569,419.25, a decrease of \$12,751,213.63 for the year.

The monies presented for redemption and exchange at the treasury and subtreasury offices during the fiscal year 1908 amounted to \$1,327,829,564, as against \$1,026,876,500 in 1907.

Increase of Currency.—During the last half of the fiscal year the treasury has been confronted with an extraordinary increase in the United States paper currency and national bank notes presented for redemption.

There was redeemed in December, 1907, of United States paper currency, \$1,404,000; in January, 1908, \$48,327,000 was redeemed, an increase of over 58 per cent; in February, \$50,500,000; March, \$2,523,000; April, \$55,064,000; May, \$70,476,000, and June, \$29,549,000. The increase for the year was 14.1 per cent.

The same condition was experienced with regard to national bank notes. Of these there was redeemed in December \$11,726,000; in January, \$48,456,862; February, \$29,627,000; March, \$35,949,000; April, \$42,491,000; May, \$48,212,000; and June, \$45,121,000. The increase of national bank notes redeemed for the fiscal year was 45.1 per cent.

On June 30, 1908, owing to an entirely inadequate force of employees in the office of the treasurer, there had accumulated for redemption purposes, of United States paper currency, \$465,238; of national bank notes, \$24,277,880, as compared with \$12,377,478 at the close of the fiscal year 1907, an increase over normal of 403.1 per cent. The amount of bank notes has, however, materially reduced. On November 16, 1908, the amount was \$15,826,689, a reduction of \$8,819,935.

The treasury holding of gold at the close of the fiscal year 1907, was \$904,691,730.14. On June 30, 1908, it amounted to \$1,004,888,682.18, an increase of \$100,249,221.04. The redemptions from the reserve fund during the last fiscal year were, in United States notes, \$82,827, in treasury notes of 1890, \$41,650, a total of \$124,477.

Standard Silver Dollars.—On June 30, 1907, the number of standard silver dollars in circulation was \$1,710,444. During the year \$31,466,911 were distributed at government expense and on June 30, 1908, there were \$176,325,687 in circulation. The amount of subsidiary silver shipped at government expense for transportation was \$21,438,310.92. The average rate for transportation was \$2.46 per \$1000. The available cash balance in the general fund at the close of the fiscal year 1908 was \$246,171,808.46, a decrease of \$26,889,837.01.

The amount of the interest bearing debt outstanding October 31, 1908, was \$897,253,990, of which the treasurer of the United States held as security for circulating notes and public deposits bonds of the face value of \$710,899,950. Deducing the \$13,936,500 of 3 per cent certificates of indebtedness which were redeemed in November, the amount of interest bearing debt was reduced to \$883,317,490.

The total public debt at the close of the fiscal year (June 30, 1908), including interest bearing and non-interest bearing obligations, and including also outstanding gold and silver certificates and treasury notes, is given as \$2,626,806,271.54.

FORBES NAMED VICE GOVERNOR
Massachusetts Man Will Aid Governor Smith in the Philippines.

(United Press Leased Wire.) Washington, Dec. 9.—The president today sent the following nominations to the senate:

Vice governor of the Philippines, W. Cameron Forbes of Massachusetts. Members of the Philippine commission, Newton Gilbert of Indiana and Rafael Palma of the Philippines.

25 MEN GIVEN UP OR LOST

(United Press Leased Wire.) Duluth, Minn., Dec. 9.—All hope for the safety of 25 men comprising the crew of the steam freighter *Clemson* was abandoned today when 23 hatch covers came ashore near here. A description of the covers has convinced the officials of the Provident Steamship company that they were parts of the *Clemson*.

CHAMBERLAIN WILL NOT DISCUSS POLITICS

By John E. Lathrop. Washington, Dec. 9.—On the same day with the meeting of the conservation conference appeared in the Washington papers a lengthy statement by Senator Chamberlain in which he asserted that Chamberlain's election in June was "accomplished by Democratic frauds," through registration of Democrats as Republicans to vote for Calkins in the primary as the weaker man of the two Republican candidates to run against Chamberlain. Chamberlain's friends here sought to avoid a quarrel between Oregon and Idaho by suggesting that Chamberlain should not appear at the conference. Some of them fear, however, that Fulton's giving out a formal statement lays on them the duty of accepting the case of battle and it may transpire that the facts relating to the entire affair may be given to the public here.

Numerous newspaper men have sought to interview Chamberlain, who contents himself with saying, "I have been treated with such fine courtesy in Washington by men of all parties, that I must refrain from dragging in politics at this time."

GERMAN EDITOR ROASTS THE KAISER

(United Press Leased Wire.) Berlin, Dec. 9.—Declaring that the resignation of Chancellor von Bulow has been delayed only by the indecision of the Kaiser over what course to pursue, Dr. Leo Lepziger, in his own periodical, the *Welt* Review, scathingly denounces Emperor William in today's issue. The article declares that the emperor is "now, as always, a victim of his moods."

SEASICK NEVADA MAN A SUICIDE

(United Press Leased Wire.) New York, Dec. 9.—Seasick and despondent because of the rough ocean voyage, Benedict Imdorf of Tonopah, Nev., a second mate on the steamer *Finland*, shot and killed himself while the vessel was at sea, on November 23. His death was reported to the authorities today on the arrival of the vessel.

SELL BONDS OF THE CITY MONDAY

On the advice from City Treasurer Werlein, the ways and means committee of the council yesterday decided to wait until next Monday to sell the \$238,000 worth of improvement bonds yet remaining of the recent \$300,000 issue. The treasurer assured the committee that if it would agree to take all the bids of 1 per cent or over every bond would be sold, as a number of buyers had promised to bid for the entire amount.

Benjamin L. Cohen of the Portland Trust company had bid for \$30,000 worth of bonds at par and accrued interest. He declared that the action of the committee in refusing to take such bids was not authorized by the charter and that the city's financial reputation is injured by the tactics of the councilmen. He said that the bonds are not worth more than par, a statement which was flatly contradicted by Mr. Werlein, who contends that they are well worth a premium of 1 per cent.

Tomorrow (Thursday) positively the last day for discount west side gas bills. Don't overlook gas appliance sale.

"You Can't Skin Lennon's Kids"
San Francisco Portland Seattle
CHAS. F. BERG A. J. LENNON J. D. SLEIGHT

Lennon's

FOR GLOVES AND UMBRELLAS

LENNON'S Interchangeable Glove Orders, redeemable at all times at LENNON'S stores in San Francisco, Portland, Seattle.

GREAT UMBRELLA SALE

For Holiday Gifts—at Lennon's

Men's and Women's Union Taffeta, absolutely guaranteed best Paragon frames, \$2.50 values. Special... **\$1.19**



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FORBES NAMED VICE GOVERNOR

Men's and Women's Guaranteed Waterproof Silks, beautiful assortment handles to select from, \$6.00 values. Special... **\$3.45**

Men's and Women's Fine Taffeta Silk Umbrellas, \$10.00 values... **\$4.95**

500 Boys' and Girls' Waterproof Umbrellas, \$1.00 values. Special... **57c**

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"Every Month"

writes Mrs. Mattie Campbell, of Ratcliff, Tex., "I suffered untold misery. It is hard to say where my worst aches were, for I ached all over. At times I wished for death to end my suffering. Finally I decided to take Cardui, which has stopped my suffering and made my life worth living. I would not be back, like I was, before I took that wonderful medicine, CARDUI, for this whole world rolled at my feet."

TAKE CARDUI

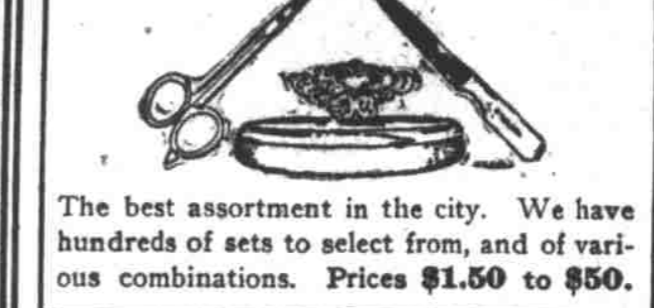
It Will Help You

Why suffer female pain, when Cardui, Woman's Relief, is in every drug store, waiting for you to give it a trial? It has helped thousands of others. Why not you? Female pain is a sign of female disease. Female disease is a sign of female weakness. Weakness, disease and pain, have been found to disappear, by the use of Wine of Cardui. Try it. All reliable druggists sell it.

Xmas Suggestions

FOR "HER"

Manicuring Sets

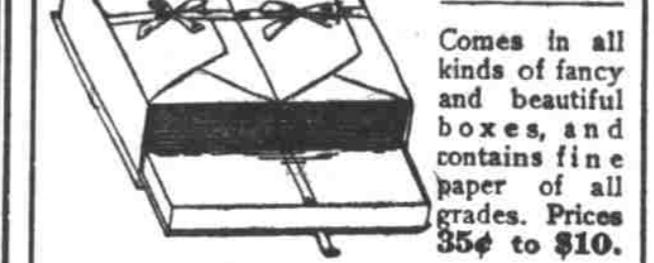


The best assortment in the city. We have hundreds of sets to select from, and of various combinations. Prices **\$1.50 to \$50.**

Umbrellas are Always Appreciated

We have a splendid line of Umbrellas for women. Prices **\$1.50 to \$20.**

Stationery in Fancy Boxes



Comes in all kinds of fancy and beautiful boxes, and contains fine paper of all grades. Prices **35¢ to \$10.**

Jewel Cases — Fountain Pens — Kodaks — Cut Glass — Gloves — Perfumes — Toilet Sets — Belts — Pictures — Calendars — Mirrors — and hundreds of others.

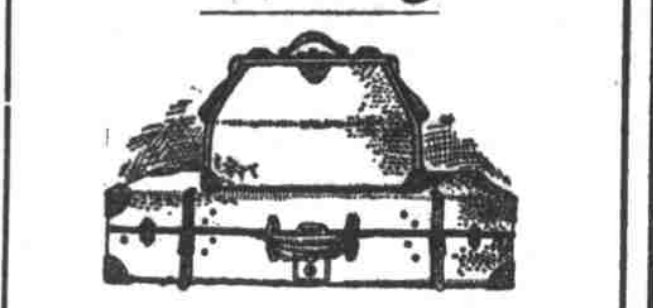
WOODARD, CLARKE & CO.

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FOR "HIM"

- MILITARY HAIR BRUSHES **\$1.00 to \$10.00**
- COMBINATION SHAVING STANDS **\$2.25 to \$15.00**
- FINE SHAVING SETS **\$1.50 to \$15.00**
- BEST FOUNTAIN PENS **\$1.00 to \$27.50**
- LEATHER CIGAR CASES **50¢ to \$10.00**
- CAMERAS AND KODAKS **\$1.00 to \$60.00**

A Fine Suitcase or Bag



Biggest assortment on the coast—all kinds, sizes and styles. Prices **\$3 to \$75.**

A Gillette Safety Razor

Can be used by any man. Put up in neat boxes. Prices **\$5.00 to \$22.50.**

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DON'T WAIT

It will pay you to buy NOW if you have to lay them away for future use.

- Men's Suits **\$9.35** (\$12.50 to \$20 values, NOW)
- Men's Overcoats **\$5.95** (\$12 to \$15 values... NOW)
- Men's Cravenettes **\$8.50** (\$15 to \$20 values... NOW)
- Men's All Wool Underw'r **79c** (Regular price \$1.50... NOW)
- Boys' Suits **\$2.95** (\$3.50 to \$5.00 values, NOW)
- Boys' Suits **\$4.15** (\$6.00 to \$8.00 values, NOW)
- Boys' Overcoats **\$2.15** (\$3.50 to \$5.00 values, NOW)
- Men's Hats **1/3 Off** on Regular Price

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Rheumatism Caused By Dyspepsia

So Claim Many Eminent Doctors Upon Recent Scientific Investigation.

A large school of physicians which is constantly increasing, claims that the eating of too much animal foods creates an over supply of proteids, which are composed of carbon, hydrogen, nitrogen, oxygen and sulphur, and that when such proteids are imperfectly digested go into the blood stream in such quantities of nitrogen which neutralize the acids of the stomach and create an alkaline condition. These proteids do not permit the assimilation processes to take place properly, and poisoning results all through the blood.

However, if such proteids are perfectly digested, they form a most valuable part of our food—and are absolutely necessary to life.

The fault then rests with the stomach and the digestive apparatus.

Hence it is claimed by these latter day authorities that rheumatism arises in the stomach or through the stomach and not in the kidneys as some medical authorities teach.

Stuart's Dyspepsia Tablets cure dyspepsia, reduce proteids to their natural condition best taken up by the system, give strength to the system, renew the stomach and invigorate and renew the gastric fluids, pancreatic juice and the digestive organs in general.

Forty thousand physicians use these little digesters, and every druggist sells them. It's not a box of pills, you know your name and address, and we will send you a trial package by mail free. Address: S. A. Stuart Co., 149 Stuart Bldg., Marshall, N. H.