

ECONOMY WILL GROW, CLAIMED

Fordney Asserts Nation's Tax Bill Will Dwindle By Many Millions

STOP TAX EVASION

Democrats Plan to Fight Republican Plans as Aiding Rich Man

WASHINGTON, Aug. 16.—The nation's tax bill will be cut \$192,640,000 this fiscal year; \$277,790,000 in the calendar year 1922, and \$790,320,000 in 1923, Chairman Fordney of the ways and means committee asserted today in the majority report explaining the tax revision bill framed by Republican committee men.

Without disputing the figures Democrats of the house prepared in a campaign for a broadside assault on the Republican measure, planning to brand it as a rich man's bill. Their views were to be incorporated in a minority analysis, attacking the means by which the reductions were achieved.

Quick Action Planned. Meantime the rules committee introduced a rule to put the bill through the house at 3 p. m. Saturday. Debate will begin at 11 a. m. tomorrow, the measure having been formally presented today by the ways and means committee with the Democrats voting solidly against it.

Chairman Fordney insisted in the majority report that the policy of the bill was "reducing rather than shifting tax burdens." He estimated reductions in levies, some of which will not become fully effective until 1923, as follows:

Schedule Given. Repeal of excess profits, January 1, 1922, \$450,000,000. Reduction of sur-tax rates on individual incomes to 32 per cent. January 1, 1922, \$90,000,000. Increased exemptions of heads of families to \$2500 for incomes

not in excess of \$4000, \$40,000, 000.

Additional exemptions for dependents, increased to \$400 from \$200, \$30,000,000.

Repeal of all transportation taxes, January 1, 1922, \$262,000,000. Repeal of tax on life insurance, \$6,300,000.

Repeal of taxes on beverages, \$60,000,000.

Candy Tax Off. Reduction of taxes on candy, \$8,000,000; sporting goods, \$2,000,000; furs, \$4,510,000.

So-called luxury taxes, \$15,000,000.

Estimated gains in taxes beginning with the calendar year 1923 are given as follows:

Increase of corporation income tax from 10 to 12 1/2 per cent. January 1, 1922, \$133,750,000.

License to sellers of soft drinks, \$10,000,000.

Tax of six cents on cereal beverages, \$12,000,000.

Drinks Still Hit. Tax of five cents on carbonic acid gas, \$2,000,000.

Taxes on fruit juices, still drinks and fountain syrups, \$12,000,000.

Substitution of manufacturers' taxes on toilet preparations and proprietary medicine for existing stamp taxes, \$8,000,000.

The total loss in revenue is thus placed at \$968,080,000 and the total gains at \$177,750,000, leaving the net loss of \$790,330,000, estimated by the report.

Applying to individual tax payers the net difference of \$790,330,000 between the losses and gains, Mr. Fordney said they represented a reduction of 37 per cent, "or a saving to the average family of \$35 per year."

Levies Eliminated. Since the repeal of the excess profits tax and the reduction of surtax rates on individual incomes do not become effective until 1922 Mr. Fordney said \$406,250,000 of the contemplated loss of revenue would not be reflected in revenue collections prior to the calendar year 1923.

Discussing elimination of these levies Mr. Fordney quoted two former Democratic secretaries of the treasury—Glass and Houston—as urging their repeal. Mr. Glass in 1919 and Mr. Houston in 1920.

Aimed at Tax Evaders. Emphasis was laid by the chairman on sections of the new bill designed to prevent tax evasion. He informed the house that under existing law the taxpayer might improperly reduce his surtaxes by changing his fiscal, thus splitting his annual income into two parts.

To prevent such an evasion, he added, the bill provided that in the case of a return for a period of less than one year the net income shall be placed on an annual.

Permits Show Increase. "During the previous fiscal year a total of 298 new cases were acted upon as against 218 for the current year, or an increase of approximately 40 per cent in the number of permits handled. As a result of reorganizing the office, this increased volume of business has been handled without additional expense.

"There also should be considered the numerous informal applications of common law trust companies which have been dismissed, and also similar applications of foreign corporations whose charters, it was held, granted powers not recognized or contemplated by the Oregon laws and which were calculated to provide unfair competition with domestic financial institutions.

Close Scrutiny Kept. "I also call attention to other informal applications which have been dismissed because the

HANDLEY FILES ANNUAL REPORT

Dealers Authorized to Sell Stocks and Bonds in Oregon Number 285

BUSINESS INCREASING

Many Applicants Are Turned Down Because of Failure To Qualify Here

At the beginning of the fiscal year ending June 30, 1921, there were 285 dealers in good standing in Oregon authorized to sell bonds, stocks and other securities aggregating \$29,352,996, according to a report prepared by T. J. Handley, state corporation commissioner. During the year 115 dealers permits were cancelled. These permits involved a total authorization of \$14,419,313.

Thirty-Five Cancelled. "During the current year 207 dealers' permits were issued authorizing the sale of \$38,051,761. Thirty-five of the permits, number 35 were subsequently cancelled. These permits involved a total authorization of \$14,596,610. These 207 applicants had applied for authority to sell an aggregate of \$41,981,694, but 101 of the permits were cancelled, \$23,939,993 were made by this department.

"At the close of the fiscal year there were 341 dealers in good standing, with authorization to sell \$38,428,834. At the beginning of the year there were 29 stock brokers in good standing. Thirty permits were issued during the current year while 20 were cancelled, leaving 39 of these dealers in good standing at the close of business June 30, of this year.

Some Fail to Qualify. "The total number of applications received during the year was 288, of which number 237 were granted, 19 denied and 12 were dismissed because of the applicants refusal or neglect to furnish required information.

"At the close of the year 20 applications were pending, all of which have been carefully analyzed and additional information requested. It is likely that most of them will be denied or dismissed but sufficient time has not elapsed to permit of classification.

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MOTHER AND BABY 20,000 YEARS O.L.D.



This image of a mother and child was recently dug up in Vancouver. It bears evidences of being more than 20,000 years old. The face of the image, remarkably well preserved, bears striking resemblance to the skull of the Neanderthal man found in an excavation in western Europe and scientifically estimated to have lived 25,000 years ago.

showing made before this department, while apparently fair and favorable, was predicted on a very limited exercise of the broad powers granted by charter, whereas it was evident that the promoters had in mind a later exercise of powers of a more speculative character. Consequently, the use of the investor's money in a manner and for purposes not contemplated at the time of the investment.

Extra Work Observed. "Consideration should also be given to the extra work imposed on this department in the course of economic readjustment. Many investors, have been apprehensive at times and seemingly of the opinion that all business should be put under suspicion instead of above it. The expense incurred in this department has not been dissipated on complaints of this character but much time and effort were necessarily expended. Reasonable complaints have been given consideration at all times and were more numerous than under normal conditions.

BEST SELLERS ARE ENUMERATED. Salem Library Patrons Mingling Fiction With Real Deep Selections

TUFA ROCK MINES VERY BUSY PLACE

Night and Day Operation is Program at Quarry at Abiqua Forks

SILVERTON, Ore., Aug. 16.—(Special to The Statesman.)—Work at the quarry above the Abiqua forks is rushed both day and night in order to get out the tufa rock during the dry season as it will not be possible to handle the large rocks when wet weather arrives.

The tufa, which is a rock of a kind of porous stone of a rough, irregular, cellular structure, formed either as a calcareous deposit from water or as a conglomerate of fragmental volcanic substance, is very valuable building material.

At the quarry it is mined by boring a hole with a long bar which gradually sinks into a ledge from its own weight, much in the same manner as a well is bored. When the necessary depth is reached a charge of black powder is placed in the hole. After this is exploded pieces of rock weighing several tons can be taken from the ledge.

The tufa rock is found under from four to six feet of dirt and the workmen report having found at intervals charcoal veins running through the rock.

Trucks take the rock from the quarry to the forks where it is unloaded by means of a donkey engine. From here it is taken by another truck to the mill at Mt. Angel where it is sawed much in the same manner as lumber.

Fittrup-Lynch Wedding Is Held at Vancouver

INDEPENDENCE, Or., Aug. 16.—(Special to The Statesman.)—This morning at St. Patrick's Catholic church in Vancouver, Wash., occurred a very pretty church wedding, the principals being Miss Ellen Fittrup of Vancouver and Harry Lynch of Salem. The bride and groom were attended by Miss Myrtle Snapp, daughter of Dr. and Mrs. Snapp of this city, as maid of honor, and Dr. G. L. Lynch of Salem as best man, the latter being a brother of the groom, besides several other attendants.

MEMORIAL IS DAVIS GIFT

Aumsville School District Accepts Offer of Cash and Acreage

WARRANT PLAN ADOPTED

Model Institution to Be Monument Honoring Husband of Donor

For the purpose of erecting a school building as a memorial to her husband, Mrs. C. A. Davis, the last of the Turner heirs, has presented to the school district of Aumsville \$9,000 in cash and 38 acres of land, valued at \$75 an acre. In the gift, it is provided that the Aumsville district must raise an equal amount.

It is also provided that the school building to be erected shall be known as the Davis memorial high school, and that it shall be constructed of brick or concrete. Until Aumsville school attendance requires an exclusive high school building, the Davis memorial building will be used for both grade and high school purposes.

Early Building Required. One of the provisions of the gift is that erection of the school building shall begin within a period of eight months following the gift, which was officially accepted yesterday at an election held in the Aumsville district, also so that it shall be completed

THURSDAY MONTY'S SOLDIER COMEDIANS

The Big Comedy Show "HELLO RASTUS"

BLIGH THEATRE

Salem Library Patrons Mingling Fiction With Real Deep Selections

The Fall Arrivals Are Numerous

Coats, Suits, Dresses and Sport Skirts

The New Styles—the New Moods and Modes Are Inextricably Desirable

There are the Plush and Velour Coats for out of doors, the street dresses of Tricotine and other materials suitable for the early fall. Variety will be especially noticeable in our early fall shipments of coats, suits and dresses.

Oh, Yes; in mentioning the suit models we might add the distinguishing smartness of the shawl collars and novelty panels and the many new features that will merit your early inspection at this store. Ready-to-Wear Department on balcony.

IMPORTED SILK PONGEE

Now is the opportunity to buy your much wanted fabric at the seasons' lowest price. This imported Pongee is especially noted for its wearing and washing qualities, and popularity used in the making of shirts, blouses, Undergarments, Dresses, Curtains, etc.

89c
Silk Dept. Main Floor.

GINGHAMS OF THE PRETTIEST

You couldn't find gingham prettier than the display on our counters, and they are of the quality that will please you, too. They all go in the big SPECIAL SALE though, for we need space and the gingham must give way to heavier materials. Come in and make a choice among the very first.

35c values, per yard
19c
Dry Goods Department, Main Floor

ARMY BLANKETS

Made of heavy grade wool, full size—an extra fine value. Buy now for the coming cold wintry days. On sale at \$2.98

Bargain Tables, Main Floor
Grocery Bargains of great importance may be had at this store.

Exclusively agents of KABO (Live Model) CORSETS made with bustless stems, combining hygiene and comfort supremacy. At sale prices 98c and up. Ladies' Home Journal Patterns—Peters' Diamond Brand Shoes

Ladies' Coat Sweaters

for Beach or Outing Wear

A splendid Heavy Wool Sweater in combination colors at a price within the reach of all.

\$4.98

GALE & CO.

Commercial and Court Streets

LAST DAY HUMOR

Thrills Fight and Action in "THE SKY PILOT" LIBERTY

Watch for "Snowblind"

Come on along!

Fill up your makin's papers with P. A.

Greatest sport you know to pull out your makin's papers and some Prince Albert and roll up a cigarette! That's because P. A. is so delightfully good and refreshing in a cigarette—just like it is in a jimmy pipe! You never seem to get your fill—P. A.'s so joyously friendly and appetizing.

Prince Albert will be a revelation to your taste! No other tobacco at any price is in its class! And, it rolls up easily because it's crimp cut and it stays put.

It's the best bet you ever laid that you'll like Prince Albert better than any cigarette you ever rolled!

And listen! If you have a jimmy pipe hankering—by all means know what Prince Albert can do for you! It's a revelation in a pipe as well as in a cigarette! P. A. can't bite or parch. Both are cut out by our exclusive patented process.

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