

MEXICO HOLDS TO ANNOUNCED STAND IN CASE

Three Killed And Many Hurt In Disorders Growing Out Of Socialist Demonstrations; Strike Called.

By Ralph H. Turner
(United Press Staff Correspondent)
Mexico City, Dec. 3.—The Mexican government has not changed its attitude in the Jenkins case.

This declaration was made today by Hilaro Medina, acting foreign minister, in an exclusive interview with the United Press.

The Mexican position is the same today as stated in its recent note to the United States, said Medina. "We outlined the facts then, and they are unchanged. It is true relations are delicate, but they are not so critical as to cause a break. I do not think they are beyond the possibility of an amicable settlement."

Medina said he must reserve opinion regarding the latest American note (which reiterated that William O. Jenkins, American consul agent, must be released from the Puebla jail). He could not indicate Mexico's reply, he said, because it would only follow the careful deliberation but he expressed the belief that the American government was misinformed regarding the circumstances of the Jenkins case and misunderstanding Mexico's position.

The minister said he wished to make plain that the Mexican government is not accusing Consul Agent Jenkins, but that the case was one instituted in the local courts at Puebla and that the decision rested with them.

Relative to the contention that the case belonged to the federal court Medina said there was a possibility it would go there but that the question of jurisdiction will be decided by the supreme court. This was the first intimation that such a course was contemplated. He did not know when the ruling would be made.

Forebearance Asked.
Meanwhile Jenkins has an opportunity to obtain his liberty, by furnishing a small bail, Medina said, and is being well treated. While he had not been formally charged with collusion with the bad men who kidnaped him, the Puebla authorities are still investigating that phase. The minister maintained that a consul agent is not beyond the jurisdiction of the state courts and entitled to no different treatment than a private individual in such a matter.

"I beg the American public and press to wait and be calm and they are sure to be convinced of the justice of Mexico's stand," Medina concluded.

Investigating Committee Ready to Report Any Time
Washington, Dec. 3.—Senator Falls' special Mexico investigating committee is ready to report at any time on the advisability of armed intervention by the United States, committee members said today.

Weather Forecast

Tonight and Thursday fair.
Maximum 53.
Minimum 19.
No rainfall.

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THREE BILLION DEFICIT LOOMS BEFORE NATION

Secretary Of Treasury Says Government Books To Show Red Balance At End Of Fiscal Year And Shortage Of \$1,500,000 Probable Next Year; Figures Incomplete As Congress May Appropriate More Millions.

By Ralph F. Couch
(United Press Staff Correspondent)
Washington, Dec. 3.—A deficit of more than three billion dollars will show on the books of the government on June 30, 1920, the close of the current fiscal year, Secretary of the Treasury Glass estimated in his annual report to congress today.

A deficit of one and one-half billion looms for the next fiscal year, Glass also estimated. All the figures given by Glass are estimates or forecasts of conditions, which, according to knowledge at hand will prevail six months and a year and a half hence. Congress, however, will use them in revamping tax laws as suggested in President Wilson's message and in passing appropriations.

Estimated Report Made

Current Fiscal Year.	Next Fiscal Year.
Starting with a balance of \$1,002,732,042 in the treasury at the close of business June 30, 1919, Glass' figures are summarized as follows:	
Expenditures \$11,476,627,219	\$3,973,797,985
Receipts 7,318,006,634	5,620,350,000
Deficit, close yr. 3,158,620,585	1,509,336,523

Glass tagged as "incomplete" all items of expenditure since congress may appropriate additional millions. The deficit as estimated, therefore may be increased at a time when many citizens complain of taxes as unjustly burdensome.

War Tax Is Basis

Receipts estimated by Glass are on the basis of the war tax law under which taxes will be collected for the remainder of the current fiscal year unless congress makes swift changes.

These laws, Glass showed in the report, enabled this government to meet more than 43 per cent of its war expenditures out of current receipts.

Spanish-American war bonds totaling \$74,000 still are outstanding. The world war cost the United States \$26,007,000,000, exclusive of loans to the allies, totalling \$9,406,000,000.

The gross public debt was \$26,210,530,000 at the close of business October 31, of which \$10,684,987.44 was from sale of war saving certificates and \$20,443,314,359 from liberty bonds and victory notes.

Gold Supply Bie.

Gold coin and bullion in the United States totalled \$2,872,525,066 November 1, or "about one-third of the world's monetary stock."

Rising costs of labor and material have "rendered gold mining progressively less and less profitable" and decreased production.

Glass indicated reduction of taxation is not to be thought of now. He said: "Though any appreciable reduction in the amount of revenues from taxation is not to be thought of during a fiscal year when the government's current disbursements will exceed its current receipts and when the congress is considering various measures carrying vast additional appropriations, it is believed the duty of the congress to study the incidence of taxation with a view to revision of the revenue act on lines which will provide the necessary revenue from a minimum of inconvenience and injustice."

Aims at Tax Dodgers.

Revision, Glass urged, should be along a line to prevent persons with large incomes dodging federal taxes by making vast investments in exempted municipal bonds. He also urged repeal of the excess profits tax.

For the current fiscal year Glass estimated internal revenue receipts at \$4,990,000,000 of which income and profits taxes are expected to furnish \$3,750,000,000. Other receipts classed as "ordinary" are customs, \$275,000,000, now nearing the pre-war mark of \$300,000,000; sale of public lands, \$125,000,000; and miscellaneous sources \$334,000,000.

The Panama canal is expected to net the government \$7,200,000 in tolls, but the estimated expenditures for it are put at \$15,284,000.

The public debt is being counted on to produce receipts totalling \$1,210,556,624 from the deferred payments on wood near Mt. Angel, and \$50 attorney fees, which were granted by Schaffer, Judge Bingham.

CONGRESS BUSY UPON REQUESTS OF PRESIDENT

Steps Being Taken To Make Effective Some Legislation As Urged By Wilson In Annual Message Yesterday.

By I. C. Martin
(United Press Staff Correspondent)
Washington, Dec. 3.—Steps are being taken today to make effective at once some of the recommendations President Wilson made in his "reconstruction message" to congress.

Much of the necessary legislation is already pending, having been introduced last session and caught in the jam created by the treaty.

Here is the reconstruction program the president recommended as it stands today:

Budget.

The house has passed the Good bill, creating a budget bureau under presidential direction and an independent auditing system. A resolution eliminating the seven appropriation committees of the house and substituting one committee will be considered as soon as the senate passes the budget bill. Representative Good, Iowa, chairman of the budget committee, said today:

"The house has passed the Good bill, creating a budget bureau under presidential direction and an independent auditing system. A resolution eliminating the seven appropriation committees of the house and substituting one committee will be considered as soon as the senate passes the budget bill. Representative Good, Iowa, chairman of the budget committee, said today:

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Investigating Committee Ready to Report Any Time

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Two Americans On Exploring Party Killed In Wreck

Cleveland, O., Dec. 3.—Two Americans, members of an exploring expedition launched jointly by the Smithsonian Institute and the Universal Film company, were killed in a railroad wreck in the Engo forest, Belgian Congo, South Africa, and several others seriously injured, according to a cablegram from the Newspaper Enterprise association from Edward M. Thierry, a newspaperman with the expedition from Elizabethville, Belgian Congo.

British Subject Freed

Information reached Washington today of the kidnapping of Norman Lowe, a British subject, by rebels at Zacatecas who held him for ransom. The British vice consul at Zacatecas immediately protested and reported the abduction to the British consul general at Mexico City. The government at once effected Rowe's release.

O. H. Reeder Has Been Elected President

and John F. Herr cashier of the new Athena State bank, which will open for business as soon as the rate and equipment are ready.

LODGE WOULD SEVER ALL RELATIONS WITH MEXICO IMMEDIATELY

Washington, Dec. 3.—A concurrent resolution directing President Wilson to sever all diplomatic relations with Mexico immediately and withdraw this government's recognition of Carranza was introduced today in the senate by Senator Fall, New Mexico.

Fall's resolution also would put congress on record as backing up the state department's action in the Jenkins case.

The resolution was referred to the foreign relations committee.

Fall declared that evidence has been obtained that will astound the country when it is produced.

"I charge that the Mexican embassy in Washington, the Mexican consul general in New York and San Francisco and consuls along the border are constantly stirring up revolution and bolsheviki ideals," Fall declared. "Carranza is behind this propaganda."

Senator Shields declared that a resolution by Senator Ashurst, directing the war department to send troops to the border did not go far enough and that it should be changed to declare war on Mexico.

"For the last five years there has been ample cause for us to go to war," Shields said.

ITALY IS TORN BY BOLSHEVIST RIOTS MONDAY

Foreign Minister Says Decision On Jenkins Affair Remains Unchanged; Situation Is Admitted Delicate.

By Camillo Cianfarra
(United Press Staff Correspondent)
Rome, Dec. 2.—(Night).—Three persons have been killed and at least a dozen injured, many severely, in rioting resulting from socialist demonstrations at the opening of the chamber of deputies Monday.

Carabinieri Open Fire.

Two were killed at Milan when Carabinieri fired upon a crowd of workmen. One Carabinieri was injured fatally.

In Rome a group of demonstrators fired on Carabinieri who returned the fire, killing one and wounding six.

Rome was placarded tonight with manifestos praising bolshevism and urging workers to establish soviets.

At Florence loyalist and socialist demonstrators clashed. Several were injured.

Temporary Strike Called.

The socialists called a temporary general strike in Rome, Milan and Florence. In Rome printers went out, leaving the city with only two newspapers—the Popolo Romano and the Osservatore Romano. Public utilities were not tied up, however.

The chamber of deputies this afternoon elected former Premier Orlando the government's candidate, president of the chamber.

Tommaso Tittoni, former foreign minister, was appointed president of the senate by King Victor Emmanuel.

Patience, Says Cop, Sometimes Not All Virtue

At 9 o'clock this morning police received a phone call. It was an excited woman's voice that rang in Sergeant Harry N. Rowe's ears. She said that a policeman must be sent to her home at once. Something terrible had happened, she said.

Summoning a taxi Sergeant Rowe hastened to the number mentioned—249 West Miller street. He rang the door bell and Adie Parkinson answered. She was calm; there seemed to have been no calamity after all.

"That man over there," she pointed across the street, "has piled some wood on my lawn. You must make him take it off."

"I said, something like this, that there are times when patience ceases to be a virtue. Sergeant Rowe, more than once arbitrator in a la impromptu in similar cases, settled the affair amicably by requesting the man to remove the wood. Then he mounted the taxi and swore.

MAN AND GIRL HELD ON WHITE SLAVERY CHARGE HERE TODAY

Held under joint charges of violating the Mann white slave act, and the state law prohibiting the commission of an immoral act, Earl West, 32, and Pearl Clevinger, 15, were in the city jail this afternoon. They were arrested in a local rooming house, where it is claimed they have been residing as man and wife for two weeks, by Patrolman Walter Thompson and Police Matron Shanks, shortly after noon.

Chief of Police Varney immediately telephoned to First Assistant United States District Attorney Barnett H. Goldstein for instructions, and was advised to proceed with prosecution under the state act dealing with lewd cohabitation. Until stress of business lessens in the federal court, Goldstein said, the case would not be dealt with under the Mann act.

West told the police that he came to this city about two weeks ago with the girl from Morton, Wash., with the intention of marrying her. He said that they had made an effort to wed at Morton and were unable to do so because of the girl's age, and that she agreed to come here with him and become his wife.

97 MINE WORKERS CITED FOR CONTEMPT EVERYTHING READY FOR CHURCH BAZAAR

Indianapolis, Ind., Dec. 3.—Ninety-seven members of the United Mine Workers of America were cited for contempt of court today, charged with violating the injunction against the coal strike.

Among the defendants are the 84 international officials, district presidents and executive committee men restrained by Judge A. B. Anderson from furthering the strike by any means.

The charges were filed by Dan W. Shinn, special assistant district attorney in charge of enforcing the injunction and L. E. Slack, district attorney.

The eighty-four original defendants are cited upon the grounds that the action and talk have encouraged the miners to remain on strike in violation of the express terms of the injunction and that they have made no move calculated to induce the miners to return to work.

Judge Anderson is to fix bond later this afternoon for each of the defendants to appear for hearing at 10 o'clock next Tuesday morning.

R. H. Vibbert, 97, of Brooks, Dies Here Last Night

R. H. Vibbert of Brooks died at a hospital here Tuesday evening at the age of 97 years. Vibbert came to Oregon from Pennsylvania in 1875 locating at Hood River. From there he moved to The Dalles, thence to Portland, Cello and Brooks. Vibbert is survived by four children: Mrs. Robert Hays and R. D. Vibbert of Brooks; J. G. Vibbert of Hood River and L. J. Vibbert of Salem.

OREGON FAVORED TO REPRESENT WEST IN PASADENA, REPORT

Pasadena, Cal., Dec. 3.—Greatest interest centered today in the selection of teams to play the east-west football classic here Nov. 29.

Announcement is to whether Harvard will accept the chance to prove herself better than the west has been promised for today. The committee in charge expects telegraphic notification.

It was generally understood a selection of the western team could be expected before night, although there might be a delay.

The University of Oregon has gained much in favor here and many pick the Oregonians as the lucky team. Washington, however, still is considered the runner.

APPEAL IN HORSE LEIN CASE IS FILED TODAY

Notice of appeal to the supreme court from the decision of Judge Bingham in circuit court here November 24 was filed today by William Schaffer, plaintiff in a suit brought by Louis Weissenfels. Weissenfels had sued Schaffer for \$85.53 alleged to have been due for hauling 53 1-2 cords of wood near Mt. Angel, and \$50 attorney fees, which were granted by Schaffer, Judge Bingham.

At the time of the trial in circuit court here attorneys for Schaffer contended that the team used by Weissenfels could not be classed as personal labor, and therefore were not liable to lein. Judge Bingham, however, handed down a decision placing the horse in the same class as man so far as lein for services was concerned, and forthwith decided in favor of Weissenfels. It is believed that the appeal begun today by Schaffer will be based on the theory that a lein on the services of a team cannot be sustained.

SENATORS TO PROBE NEWBERRY CHARGES

Washington, Dec. 3.—The senate today ordered immediate investigation of the Ford-Newberry senatorial election in Michigan in 1918.

Without debate the senate adopted the Pomeroy resolution providing for a sweeping inquiry into the primary and regular election campaigns of Henry Ford and Truman H. Newberry the latter under indictment on charges growing out of the campaign.

COAL SITUATION IS ASSUMING SERIOUS ASPECT; EAST COLD

Seventy five per cent of the industrial plants in Chicago and other mid-western cities face suspension before Saturday.

Stores operated on six hours basis in Kansas City, Des Moines, Indianapolis and other cities throughout the soft coal consuming region.

Lights on streets and advertising signs turned out in practically all mid-west cities.

Hospitals subsisting on day by day fuel rations, with the isolation hospital at LaSalle, Ill., forced to close.

Railroads slash schedules in hopes of keeping most necessary trains in operation.

Governors of Illinois and Missouri confer with coal operators in hope of procuring strike settlement or coal supply.

Confiscation of coal resorted to by officials in many cities.

Kansas' army of volunteers, protected by armed guards, continues to dig coal.

Miners at Trenton, Mo., saying they are "Americans" reported returning to work to save their neighbors from suffering.

Permits issued in Milwaukee for week's supply of coal to consumers.

News papers suspend editions in Omaha.

Five hundred Nebraska university students respond to call for volunteers to dig coal.

CARLISLE SAYS HE MISJUDGED SPEED OF PURSUING POSSE

Douglas, Wyo., Dec. 3.—William L. Carlisle, Wyoming's "parlor car" train robber, is resting easily this afternoon in a hospital here, while deputy sheriffs and railroad detectives in adjoining room watch his every move.

Carlisle says he was unarmed when he was shot through the right lung and captured by Sheriff A. S. Roach yesterday at the Williams ranch.

"I was not armed," he told Dr. L. W. Story, Denver physician, who is here attending the ranch in the brush before going to a ranch house, so that I would not scare the folks. When the officers came in I was so startled that I jumped and they shot me.

"They caught me because I misjudged the speed of the posse," Carlisle added. "After I held up the United train at Medicine Bow, I went straight to the Larimer park region and I have been there ever since. I did not write any letters or telegrams and I wasn't in Casper or any of the places they said I was in."

"I stopped at ranches all the time during the last two weeks. Most of the people recognized me and called me Carlisle."

"When they got me I was coming to Douglas to have the wound in my hand dressed."

Carlisle's condition is serious, but not necessarily critical, Dr. Story said this afternoon.

WOMEN MUCH NEEDED

London, Nov. 3.—"I never saw a place where women were needed more," Lady Nancy Astor, first woman M. P. declared today when asked for her impressions of her first day as a working member of the British navy making body.

Lady Nancy got her first "cell down" last night when she committed the offense of talking to a member "within the house."

She was conversing with Sir John Ross and the speaker twice rapped for order before the viscountess stepped outside the bar of the house and continued her conversation.

Change in Telephone Tariff Means Saving About Equal to Month's Charges in Rebates and Reduced Future Charges for Salem Users

By virtue of the reduction ordered in phone rates by the public service commission, the majority of phone users in Salem and Marion county will not receive any bill when the reduction has finally been determined and the time for distribution of bills comes. This was announced today by W. H. Dancy, local manager of the Pacific Telephone & Telegraph company.

Dancy gave figures, which follow, showing the amount of the reduction on each phone and line.

One Party Residence Phone.

Wall phone, reduced from \$2.75 to \$2.25.
Desk phone, reduced from \$3.00 to \$2.50.
Two party wall phone, reduced from \$2.25 to \$2.00.
Two party desk phone, reduced from \$2.50 to \$2.25.
Four party wall phone, reduced from \$3.00 to \$1.75.
Four party desk phone reduced from \$2.25 to \$2.00.

The money refunded through reduction will be applied on future bills, and none of it will be returned to subscribers.

Two Wharves And Six Ships Destroyed By Fire Today

Baltimore, Dec. 3.—Two wharves of the Canton Lumber company, the steamer Governor McLane and five other vessels were destroyed by fire which broke out at one of the wharves shortly after 3 a. m. today. One man is missing.

LOGANBERRY MEN TO MEET HERE SATURDAY

The highest available price for loganberries next year will be sought by those growers who are not now under contract. This is indicated by the fact that a meeting of all such growers in that county has been called for 2 o'clock Saturday at the auditorium of the Commercial club.

At this meeting plans will be formulated to gain the maximum price for the 1920 crop, according to Bruce C. Portland, O. C. Christmas day has been dropped.

The college faculty announced this afternoon that it could not permit the contest as it would necessitate keeping the equid in training during the examination period.

O. A. C.-NOTRE DAME

Corvallis, Or., Dec. 3.—The proposed football game between Oregon Agricultural college and Notre Dame at Portland, O. C. Christmas day has been dropped.