KREMLIN WRECKED BY THE BOLSHEVIKI



This remarkable photograph is the first to arrive in the United States showing the damage inflicted upon one of the buildings of the famous Kremlin in Moscow by the bolshevikt.

7 MILLION TO CONTRIBUTE TO THE COST OF WAR

Two and a Half Billion Dollars Will Be Collected Under War Revenue Act.

IS CALLED THE 'LIBERTY TAX'

Every Married Man or Head of a Famlly Having an Income of \$2,000 a Year and Every Single Man Having an Income of \$1,-000 Must File a Return.

Washington .- Seven million taxpayers will contribute this year, in proportion to their income, to the cost of the war. The estimated revenue to be collected under the war revenue act of the act. October 3, 1917, 1s \$2,500,000,000, of which \$666,000,000 is in individual income taxes. More than 6,000,000 persons who never before have paid an income tax will be assessed.

"Liberty tax" is the designation given the levy by Daniel C. Roper, com- paring his land for a crop and the missioner of internal revenue. The title is an apt one, for the revenue to be derived under the war revenue act tillzer used, the amount expended for and the proceeds from the sale of the labor in caring for live stock and the Liberty bonds are to be used for the cost of feed. The farmer may deduct ized to grant extensions of more than same purpose, to feed, clothe and fur- also the amount paid for repairs to his thirty days, but this authority is

capable of self-support because defective. A taxpayer is considered to be the head of a family if he is supporting one or more persons closely connected with him by blood relationship. relationship by marriage, or if his duty to support such person is based on some moral or legal obligation. Women as we'l as men are subject to the tax.

The combined net income of a married couple living together is assessed. If, for example, the husband earns \$2,000 and the wife \$1,000, they will have to pay a tax of \$20, provided they have no children.

A widow, a woman living apart from her husband, or a maid is assessed on her net income above \$1,000. "Net income" means gross income,

less certain deductions provided for by

In arriving at your net income you are allowed to deduct from gross income all expenses actually paid during the year in the conduct of a business. trade or profession. These include the amounts paid by a farmer in precultivation, harvesting and marketing of the crop, the cost of seed and fernish with ammunition the American barn or other farm buildings, but not the dwelling, and for repairs to farm fences, machinery, etc. The cost of materials for immediate use and of small tools which are used up in the course of a year or two, such as binding twine, pitchforls, spades, etc., is a deductable item, out not the cost of threshing machines, tractors and machinery of a more or less permanent character. Rent paid for a farm may

Profits from the sale of property real or personal. Rents.

Interest on notes, mortgages, deeds of trust or other securities issued by individuals, partnerships, etc. Interest on bonds, mortgages, deeds

of trust or similar obligations of corporations, joint stock companies or insurance companies.

savings banks.

Income received from fiduciaries, that is, amounts received from incomes of estates, trusts, etc., through trustees, administrators or executors. Dividends on stock, whether re-ceived as cash or stock. Only dividends paid out of earnings or profits accrued since March 1, 1913, are taxable.

Net partnership profits, whether divided and distributed or not.

Royalties from mines, oil and gas wells, patents, copyrights and franchises.

Heavy penalties are provided for delinquents. If you are late in filing your return you are subject to a fine of not less than \$20 nor more than \$1,000, and, in addition, 50 per cent of the amount of the tax due. For making false or fraudulent returns the penalty is a fine not exceeding \$2,000 or not exceeding one year's imprisonment, or both, in the discretion of the court, and, in addition, 100 per cent of the tax evaded. For failing to pay tax when due, which is on June 15, 1918, the penalty is an assessment of 5 per cent of the amount unpaid, plus 1 per cent interest for each month during which it remains unpaid.

Government Keeps Check.

The man who thinks that failure to make proper returns might escape unnoticed is making a serious error. The government has a checking system by which it will be informed of delinquents.

The task of collecting the revenue to be derived under the war revenue act devolves upon the bureau of internal revenue. Revenue officers are visiting every county in the United States to assist taxpayers in making out their income tax returns. The date of their arrival and the location of their office may be ascertained by inquiry of collectors of internal revenue. These government experts will furnish you with return forms and answer any and all questions as to how they should be filled out. Their services are offered without cost. You should remember, however, that failure to see the official who visits your county does not relieve you of the duty imposed by law to file your income tax return within the time prescribed. The taxpayer must seek the government, not the government the taxpayer.

Every effort has been made to inform persons subject to the tax of their duty, and ignorance of the law will not be accepted as an excuse. Delinquents need expect no lenlency.

If, on account of illness or absence from home, you are unable to render a return within the time prescribed, you may obtain an extension of thirty days by filing with the collector of internal revenue of your district a request therefore before March 1. In this you must state your reason why the return cannot be rendered within the time specified. Collectors are not authorgranted the commissioner of internal



Interest on bank deposits, including Brief Resume Most Important Daily News Items.

> COMPILED FOR YOU

Events of Noted People, Governments and Pacific Northwest and Other Things Worth Knowing.

Many persons have been injured and more than 100 houses collapsed by earthquake shocks at Amoy, China, Wednesday.

The Prussian budget for 1918 calls for 2,250,000 marks to be devoted to Wednesday from Switzerland.

Women who can qualify will be emice throughout the country, the Civil them every possible resistance." Service commission announces.

The first woman and child in the Eastern states to be interned as enemy aliens were placed in a detention camp at Gloucester, N. Y. They are Mrs. Matilda Hansen and her 12-year-old daughter.

Canadian Railway Battalion, has been against them. sent home from France because he is with the 23d Michigan Volunteers.

Army for service in France, according foodstuffs. to C. W. O'Brien, an attorney, who has just returned to San Francisco from Manila.

terminated the Eastern shipyard German armies are advancing east- planes. strikes. Reports Monday night to the ward into Russia. Shipping Board from union heads in all districts in which carpenters are out said the strikers would be back at work by noon Tuessday.

With the Yolande, Castle and Searles mines idle, strikes of coal miners in the Birmingham district of Alabama had spread to three new companies, with approximatey 15,000 miners idle. The miners claim the Garfield proposals are not being lived up to.

Count Emerich Karolyi, according to a dispatch from Budapest to the Amsterdam Frankfurter Zeitung, has submitted to the Hungarian military authorities a charge of alleged high treason against his cousin, Count Michael Karolyi, president of the Hungarian Independence party.

BOLSHEVIKI GIVE UP U. S. BATTLE PLANES Lenine and Trotzky Make Abject Surrender to Kaiser-Germany Gets Lithuania, Poland and fliga.

The Russian Bolsheviki government has capitulated and announced its readiness, although protestingly, to sign a First Shipment Is Five Months peace compact under the hard terms imposed by Germany. Notwithstanding this fact, Teutonic

troops are advancing eastward into Russia over a front of 400 miles, from Riga in the north to Lutsk, a scant 50 miles from the East Galician border, on the south. Apparently, thus far the operation has met with no opposi-

tion. The northern reaches of the Dvina river have been crossed by the enemy; the important railroad town of Dvinsk, whence roads run northeastward to Petrograd and eastward to Smolensk, has been captured and Lutsk, one of the famous fortresses of the Volhynian traingle and forming the gateway leading eastward to Kiev, has been entered without the Russians attempt-

ing to stay the force. The only indication that the enemy will meet with hinderance comes in an German propaganda in Polish terri- announcement by Ensign Krylenko, the tory, according an official dispatch Bolshevik commander-in-chief. In his order he instructs the Russians when they encounter German troops to en-

deavor to persuade them to refrain ployed as ship draftsmen in the Navy department and in the navy-yard serv-fuse," he adds, "then you must offer

As yet there is no indication from German sources concerning the full in tentions of the invaders, but it has been assumed that in the north the capture of the provinces of Livonia and Esthonia is contemplated, and that in the south, in Little Russia, aid is to be sent the Ukrainians in stemming Private J. W. Boucher, of the 257th the tide of the Bolshevik government

Apparently all is still chaos in Rus-"too old to fight." He is 73 and sia, with civil war in progress at varfought in the American Civil War lous prints, and the food situation daily grows worse. So serious has become the latter factor that Trotzky

Twenty-five thousand Filipinos are has been appointed food controller and under arms and drilling in the hope given unlimited powers. Already he of being called into the United States has ordered the arrest of speculators in

Berlin, via London - The official President Willson's intervention has from Rigs to as far south as Lutsk,

> London - Rumors are current in Telegraph company, that the Germans plane,

intend to intervene at once in Finland. The belief prevails at the Swedish directed against the unoccupied dis- is both essential and expected." tricts of Courland and Esthonia in conjunction with a great naval attack in the Finnish gulf.

SENATOR GOES UNDER KNIFE

Chamberlain Operated on For Appendicitis-Condition Satisfactory.

Washington, D. C .- Senator George E. Chamberlain, of Oregon, was oper- until Juy. ated on for appendicitis at Providence

Tuesday evening he refused to place

Chinese Take Over Land.

colonies have been established in Wis-

consin, it became known Thursday,

with the announcement of the signing

of leases on 1480 acres of land in Ju-

sent to the farms from Chicago early

in March. It is planned to have many

more follow, some from Chicago, and

Strike Situation Clears.

erhood of Carpenters and Joiners, due

yards seemed assured.

ers' strike.

Washington, D. C.-With striking

will be on the farms by next fall.

Chicago - Two big Chinese farming

At a private conference of leaders hospital, this city, at 2 o'clock Tues- SENATORS RALLY TO REFORM

ON WAY TO FRANCE

Ahead of Schedule.

BAKER STATES FACTS

Problem of America's Sky-Fighting Campaign is Declared to Be Securing of Skilled Mechanics.

Washington, D. C .- The first American-built battle planes are en route to France, nearly five months ahead of the original schedule.

In making this announcement Thurs day night, Secretary Baker a first shipment, although in i large, "marks the final overcon many difficulties met in building up this new and intricate industry."

"These planes," Mr. Baker said, 'are equipped with the first Liberty motors from machine production. One of them in a recent test surpassed all records for speed and climbing for planes of that type.

"Engine production, which began a month ago, is now on a quantity basis and the peak of production will be reached in a few weeks. Only the 12cylinder type is being turned out, as developments abroad have made it wise to conncentrate on the high-powered engine instead of the eight-cylin-

Optimistic as the following statement appear, the secretary said they should be considered in the light of these faces:

"That after three years of warfacre the total number of planes able to take the air at any time on either side of the western front has not been more than 2500.

"That 46 men are required on the communication issued by the German ground for every plane in the air, War office Tuesday evening says that making a total of 115,000 men needed for the present maximum of 2500

"That for every plane in the air there must be two replacement planes on the ground and one training plane Stockholm, according to a dispatch for every pilot, who eventually reaches from Copenhagen to the Exchange the front, with a spare engine for each

"Now that American battle planes are going overseas, a great increase in capital that the German action will be the volunteering of skilled mechanics

Druing the last few months, Mr. Baker said, a responsive channel of communication with the allies has been opened, the latest types of foreign machines have been adapted to American manufacture, the industry increased at least twenty-fold, the training plane problem solved and the production of battle planes begun.

American battle planes were not due in France under the original schedule

armies. The owner of a Liberty bond is entitled to feel a pride also in the possession of an income tax receipt.

Many persons shared in the prosperity of 1917. Merchants, farmers, business and professional men and employees were beneficiaries. To insure a continuance of prosperity each must assume a share of the common burden-a burden so distributed that every man is assessed according to his income. Better for the American people to pay to their own government a Liberty tax of \$2,500,000,000 than a war indemnity to Germany of many times that amount.

Who Must File Returns.

Now is the time to file your income tax return.

Income tax forms may be had from collectors of internal revenue. These have been prepared in the simplest form possible and with a little care and attention taxpayers should be able to fill them out to the satisfaction of themselves and the government.

If married or the head of a family, and your net income for 1917 was \$2,-000 or more, you are required to file with the collector of internal revenue in the district in which you live a return of your income for the calendar year. If single and your income was ical instruments are not allowable as \$1,000 or more you are required to a deduction. make such a return. These returns must be in the hands of collectors not later than March 1, 1918.

The normal rate of tax under the war revenue act of October 3, 1917, is ances are equally applicable in the 2 per cent on incomes above the amount of exemption, which is \$2,000 in the case of married persons or heads of families and \$1,000 in the case of single persons. The old income tax under the act of 1916 still is in effect, so that the total of your tax will be the sum of these taxes added together. Under the act of 1916 the normal rate of tax is 2 per cent on incomes of married persons in excess of \$4,000 and if not compensated by insurance or on incomes of single persons in excess of \$3,000.

For example, if you are married and your net income for 1917 was \$5,000 you will be taxed \$80. This is 2 per cent on the amount above the exemption of \$2,000 under the act of 1917 and 2 per cent on the amount above the exemption of \$4,000 under the act of 1916.

Exemption for Children. If married or the head of a family you are allowed an additional exemption of \$200 for each dependent child, if under eighteen years of age or in- trade or commerce.

Deductions Allowed.

be deducted.

A merchant may claim as deductions the amount expended for advertising. hire of clerks and other employees. cost of light, fuel, water, telephones, etc., used in his place of business, drayage and freight bills, the cost of operating delivery wagons or trucks and cost of their repair.

A physician may deduct the cost of medicines and medical supplies used by him in the practice of his profession; expenses paid in the operation and repair of an automobile used in professional calls, dues to medical societies and subscriptions to medical journals; expenses of attending medical conventions, rent paid for office rooms and the hire of office assistants, and cost of fuel, light, water, telephone, etc., used in office rooms. Amounts expended for books and surg-

This, in a general way, outlines the ordinary expenses incurred by a farmer, merchant or professional man, and the principles underlying these allowcase of any business, trade or profession. In short, all expenses connected directly and solely with an incomeproducing business, trade, profession or vocation are allowable deductions.

You may deduct also from gross income debts actually ascertained to be worthless and charged off within the year, and losses sustained in business or trade or from fires, storms or theft, otherwise. Reasonable allowance is made for the depreciation of property on account of wear and tear in the use of business. Depreciation of your residence is not allowed, but if you rent property to others, depreciation can be claimed.

Items to Be Included. You are required to include under

gross income the following items: Salaries, wages, commissions or compensation of whatever kind for personal services.

All profits derived from busines

revenue in meritorious cases. If such extension is desired the request should be addressed to Commissioner of Internal Revenue, Treasury Department, Washington, D. C.

Agent May Act for You.

You may appoint an agent to act for you if, by reason of illness or absence from home, you are unable personally to render your return. Your agent must make affidavit that he has sufficient knowledge to make return for you and must accept responsibility for and be willing to assume the penalties for a delinquent, false or fraudulent return.

The best advice that can be offered to taxpayers in connection with the filing of their income tax returns is: "Don't delay." By prompt action you are co-operating with your government in the greatest task it has ever undertaken, the defeat of German autocracy and the establishment of a world-wide and lasting peace. Every patriotic American will pay these Liberty taxes cheerfully and promptly. The man who seeks to evade them is not only dishonest, he is disloyal. When discovered, as he will be, he will be made to suffer the full consequences.

Get in line early. Remember it is cash now or kaiserism later. Whether you pay a tax of \$10 on an income of \$2,500 or \$475,180 on an income of \$1,-000,000 you may rejoice in the knowledge that your dollars are helping to win the war.

WORKS FOR BANK 64 YEARS

Connecticut Man Belleved to Be Oldest Bank Employee in the Country.

Derby, Conn .- William S. Browne, aged eighty, believed to be one of the oldest bank employees in the country both in age and in point of service, is still working at the Manufacturers' bank, where he has just celebrated the sixty-fourth anniversary of his employment by the institution. He went to work in the bank when he was in the local high school and has been employed under four cashiers, two presidents and innumerable directors

Portable Homes for Army.

New York .- Hundreds of portable houses for the American troops in France are being built in this country. The houses are built in panels and shipped to Europe. They are bolted together over there.

in Sioux Falls, S. D., Tuesday, at- performed by Drs. Thomas J. Kelly tended by A. C. Townley, National and J. A. Gannon, both of Washingpresident of the organization, it was ton. decided not to enter the South Dakota The senator is reported to have stord primary race next May, according to the shock of operation in a favorable reliable information.

Arthur Soule, a wealthy rancher of Sanders county, Mont., who is awaitcovery. ing trial at Thompson Falls for the murder of Ben Soule, his neighbor and nephew, last month, is charged with the murder of his own baby daughter 21 years ago. The information was filed by the county attorney. himself under a doctor's care.

Discharge of E. Dana Durand, former director of the census, from his position in the economics department table between 2 o'clock and 2:45, of the University of Minnesota was demanded at a meeting of the regents of that institution Wednesday by a delegation of representatives of organtion been much longer deferred, they ized labor and the Nonpartisan League, believe there would have been fatal rea farmers' political organization. sults.

The necessity for increased wages for railroad employes was concedeed Wednesday by representatives of a majority of the railroads of the United States, appearing for the first time before the government's railroad wage commission. They said they came, not to oppose requests of the employes, but merely to aid the commission by giving information.

A big raid was carried out Wednesday by the French southwest of Butte some from Stockton, Cal. Options on Mesnil. The German positions were entered up to the third line and many backers of the plan say 900 Chinese defenses and shelters were destroyed.

Sir William Goode, who, since the entry of the United States into the war has occupied the important post of liason officer between the British food ministry and the United States food administration, discussed the present food situation in an address Thursday to the London Rotary club.

Enthusiastic applause and cheers for America met the declaration of the Italian Premier Orlando, at the opening of the parliament Wednesday, that the war situation was growing better, due to help from the United States replacing Russia.

The Stockholm Aftonbladet says that after a massacre which occurred at Kervo (Kerava) the Red Guards wired the society, has rejected the governto Helsingfors for surgeons and amment's man-power proposals by 93,547 bulances. Five surgeons who left imvotes. mediately, adds the paper, were mur-The figures were: For the govern dered by the Red Guards on their arrival. 017.

of the Farmers' Nonpartisan League day afternoon.

Opposition Said to Decrease-Proposed Amendments Suit Mr. Wilson.

Washington, D. C .- Early compromanner and his condition is pronounced mise in the senate legislation for furvery favorable by the attending physi- ther co-ordination and reorganiation of cians. They look for his complete re- the government's war-making agencies appeared in sight Thursday night as Since Sunday Senator Chamberlain has been suffering more or less from a a result of negotiationss between Democratic and Republican leaders for recurrence of appendicitis, with which the revision of the Overman fill which he was first afflicted last fall, but until would give President Wilson greater

freedom of action. Amendments virtually agreed on

promise largely to harmonize differ-The senator finally consented to an operation, was taken to Providence ences, allay Republican opposition and hospital and was on the operating secure support in the senate from all sides except the group of senators un-The physicians found the appendix alterably insisting upon the military committee's bill for war cabinet and greatly inflamed, and had the operamunitions director.

> President Wilson was said to have no objection to the changes proposed and it is expected that the senate judiciary sub-committee headed by Senator Overman will redraft the bill.

The amendments, however, would retain the principal provisions authorizing the President to transfer departments, bureaus, commissions and other agencies and their personnel as he neau and Rusk counties by Chicago might deem necessary to effect great-Chinese, One hundred Chinese will be er co-ordination and efficiency in prosecuting the war.

Colleges Get Millions.

New York - Large bequests to educational institutions were provided in backers of the plan say 900 Chinese

the will, filed here Thursday, of Genreal Horace W. Carpentier, one of the original "Forty-niners" and a former mayor of Oakland, Cal., who died Jancarpenters in all affected districts re- uary 31 at the age of 92. His estate turning to work Thursday and William is valued at \$3,500,000. To Barnard L. Hutcheson, president of the Broth- College was left outright \$200,000 "for scholarships or assistance from time to here to take up the situation with gov- time to deserving girls, not excluding ernment officials, complete settlement Chinese seeking education there," Co of the recent trouble in eastern ship- lumbia University and Barnard to share and share alike" in the fortune.

adopted, 51 to 27, a joint resolution to congress asking that the nation conscript all fortunes above \$1,000,000 power to fix prices on grain sacks, binding twine and farm machinery. Adjournment of the legislature, which was to have come Thursday, has been

In effect, President Wilson's intervention has terminated the shipbuild-Blow Aimed at Wealth. Helena, Mont .- The Montana house Man-Power Plan Loses London-The Amalgamated Society of Engineers, according to a statement for war expenses and a resolution askissued Wednesday by the secretary of ing that congress give the President

ment proposal, 27,470; against, 121,- put off by the impeachment proceedings against Judge C. L. Crum.