

COUNTER ATTACKS REPULSE GERMANS

DESPERATE ATTACKS OF HUNS HAVE BEEN FUTILE

GERMAN AIRMEN DOING GREAT DAMAGE IN RAIDS ON PADUA. CATHEDRAL PARTLY DESTROYED AND PRICELESS ART TREASURES RUINED

BRITISH STILL VICTORIOUS IN EAST—BIG ADVANCE NEAR JERUSALEM—LLOYD GEORGE SEES END OF THE WAR WITHIN YEAR

By Associated Press DATELESS—The British on the Cambrai front ended the year 1917 by a desperate successful fight in breaking down the German attacks. The enemy's attack was preceded by liquid fire.

The first rush took them to the British trenches on the Welsh ridge, but a brilliant counter attack threw the enemy out on the center and northern end. The British with their artillery have completely repulsed the Germans.

German airmen continue their raids on Padua, where their incendiary bombs are doing much damage to the costly buildings, and objects of art. The facade of the Cathedral has been blown down.

General Allenby's forces are inflicting heavy losses on the Turkish troops. In three days the British have advanced a distance of seven miles to the northeast of Jerusalem.

Premier Lloyd George says in his New Year's message to the Viceroy of India: "I have good hope that before this new year is past, the purpose to which we have set our hands will have been completely achieved."

The allies are now in strong positions from the North Sea to the Atlantic, especially on the Alsace front and in Flanders.

The bolshevik troops have been defeated in a pitched battle in southwestern Russia by the Ukrainians and Cossacks.

Chairman of Excess Profits Committee



Representative Cordell Hull of Tennessee, member of the ways and means committee, and a recognized expert on taxation problems, is chairman of the excess profits advisory committee of the internal revenue bureau. The committee will formulate regulations to be applied in administering the excess profits tax collection.

ALASKA HAS NOW GONE DRY

LIQUOR CANNOT BE LEGALLY SOLD BETWEEN DORRIS AND THE ARCTIC OCEAN—MUCH BOOZE BELIEVED HID ON COAST

JUNEAU, Jan. 1.—Alaska went bone dry at midnight last night. The prosecution of bootleggers will now extend from the Arctic Ocean to the California-Oregon line.

Much liquor is reported to have been imported recently and hid along the Pacific Coast.

WASHOUTS DELAY TRANSPORTATION

SEATTLE, Jan. 1.—Continued rains in the Cascades raised the level of the flood rivers, and have caused many washouts. Railroad communications with the east, across the mountains, will probably not be resumed for several days.

New Years Resolves Are Now in Order

The New Year's resolution mania is a peculiar and serious thing. It occurs annually in the nature of an epidemic, affecting all classes. The mania is usually first noticed about December 26th, and if the patient is thereby inoculated, will run from eight to fourteen days. The disease seldom proves disastrous, the crisis occurring in a normal state about January 24 or 25th, after which the sufferer convalesces rapidly. The cause is ascribed in most instances to a general depleted and exhausted condition of the body following assiduous and appropriate celebration of Christmas.

Symptoms by which the disease is detected are a sanctimonious expression of the face, compressed lips and a firm, set position of the lower jaw. In extreme cases, patients are frequently known to forsake their boon companions and to hold aloof from habitual centers of social intercourse. A great majority of sufferers express an abhorrence of all alcoholic and narcotic stimulants.

BAD MAN IS ARRESTED BY THE SHERIFF

WANTED FOR LARCENY OF SHEEP IN MODOC COUNTY—IS CHARGED WITH PUTTING OUT POISON FOR STOCK

In the arrest this morning of one Jess Gordon, the local authorities apprehended what they believe to be a bad character, judging from the long butcher knife and smaller knife found on his person.

Gordon is alleged to have put out poison for stock in the lava bed district, and is now wanted in Alturas on a charge of the larceny of 125 head of sheep, which are said to have been discovered with the brands mutilated and changed.

Yesterday morning Sheriff Humphrey received a wire from Sheriff Smith at Alturas, giving a description of the man, and requesting that a lookout be kept for him. He had been tracked to Merrill in a car by a deputy from Alturas, but switched from there and went to Dorris, where he sold his car and came back to Klamath Falls.

Reading the message from Alturas, Deputy T. E. Griffith remembered seeing a man of that description talking to prisoners at the jail. Going on this theory, the man was searched for and taken into custody. He proved to be the party wanted. He had paid his stage fare to Bly, and was planning to get away in that direction. Gordon is being taken back to Alturas today by the deputy sheriff.

OREGON LEADS UNITED STATES

GETS HIGHEST PER CENT IN RED CROSS DRIVE IN UNION—PORTLAND ELKS BRING CITY 'OVER THE TOP'

PORTLAND, Jan. 1.—Thanks to outside counties and the Portland Elks, Oregon last night went "over the top" in the Red Cross membership drive with the highest per cent, based on population, of any state in the Union, as far as figures received up to this time are available.

Wild scenes were enacted on the streets of Portland last night by a determined aggregation of the B. P. O. Elks, who were resolved to square the city's reputation before the state or "bust something." It is reported that there were a hundred thousand people on the streets during the evening, and it is probable that the record of hold-ups in any Western city during one evening was smashed.

BRITISH WILL REPLY TO GERMAN OFFER

LONDON, Jan. 1.—The Manchester Guardian says that when the Austro-German terms are officially presented, the British government intends to return a serious reasoned reply.

BIG DINNER AT MT. LAKE

A number of Klamath Falls people went out to attend the Mt. Lake annual New Year's dinner today. Mt. Lake residents have a habit of getting together quite often and having the finest times imaginable. Those who have attended the gatherings are always eager to repeat the experience.

Klamath Pupils Show Enterprise

Many Young Students Take Advantage of Work Offered By O. A. C. Extension and Complete Reports in Various Industrial Clubs Thirty-five in County

Thirty-five Klamath County school pupils as members of the industrial clubs carried on by the Oregon Agricultural College, have completed their year's work and have filed their reports at the college at Corvallis, according to State Leader H. C. Seymour.

These names do not include members of the Pig Club, which have been previously received here. The report shows that this department of the Agricultural College is appreciated in this district.

- The following are the names and addresses: Corn Club: Bonnie Oden, Dairy; Potato Club: George Brothman, Malin; Gardening: Rudolph Caska, Merrill; Scott Oden, Dairy; Ernest Folsom, Midland; Poultry—Division No. 1: Andrew Folsom, Midland; Garland Griffith, Merrill-Klamath Falls Stage; Poultry—Division No. 2: Robert Hunslett, Midland; Baking Club: Grace Cunningham, Klamath Falls; Beryl Crossfield, Olene; Gladys Harris, Hildebrand; Glenn B. Koster, Olene; Ethel Schreiner, Klamath Falls; Bernice Clugston, Bonanza; Willetta Welch, Dairy; Irene Folsom, Midland; Sewing—Division No. 1: Reatha L. Oden, Dairy; Neva Glenn, Merrill-Klamath Falls Stage; Ruby Schreiner, Klamath Falls, box 1014; Frances Short, Klamath Falls-Merrill Route; Louise Schreiner, Klamath Falls, Box 1014; Irma Woolk, Hildebrand; Lucille M. Jones, Dairy; Edith Young, Bonanza; Faye E. Drew, Hildebrand; Bernice Clugston, Bonanza; Esther Myrtle Griffith, Merrill; Lavina Griffith, Merrill; Bethel Nixon, Olene; Sewing—Division No. 2: Ramona M. Koster, Olene; Blanche Short, Klamath Falls-Merrill Route; Handicraft: Emil Pecharne, Malin; Charlie Pecharne, Malin; Richard Bradbury, Klamath Falls; Elmer Sutton, Klamath Falls.

Three Senate Chairmen Now Busy Investigating



Senator George F. Chamberlain of Oregon, chairman of the military affairs committee of the senate; James A. Reed of the manufacturers committee, and Senator D. U. Fletcher, head of the commerce committee, are now busy with investigations. Senator Chamberlain's committee has been delving into the supply of guns to soldiers; Senator Reed's committee will go into the coal situation, while Senator Fletcher's committee will consider the failure of the government to build ships to replace those sunk by U boats.

1918 ARRIVES WITH MUCH TOOTING OF WHISTLES, ETC.

The advent of the New Year was duly heralded to every resident of this community promptly on its arrival last night. If there was any one in this district who was not aware that 1918 had been ushered in and was now on the job, he was certainly some sleeper.

A number who were suddenly distracted from "sheet solo" work at this time wondered if 1918 had not arrived before the various tooting had ceased.

INDUSTRIAL SECTION OF 6TH STREET LOOKS GOOD

WORK ON EWAUNA BOX GOING AHEAD RAPIDLY—UPRIGHTS INSTALLED AND JOIST BEING LAID FOR FLOOR—NEW WAREHOUSE COMPLETED

FOUNDERS HAVE BEEN GONE OVER AND MUCH DEBRIS FROM FIRE REMOVED—BIG NEW BLACKSMITH SHOP TO BE COMPLETED IN FEW DAYS

The industrial district of lower Sixth street in this city certainly presents a different appearance from that following the big fire which wrought such havoc in October.

It is hardly possible to believe that the enterprise now evidenced there is the same ground where such desolation was recently in evidence. The fact, however, that while the carpenters are now at work on the frame of the new Ewauna factory, the smoke still rises from the piles of pyrudd near by is a continual reminder of the industrial blow.

On large concrete piers, sunk well into the ground, the big beams which will support the new box factory about six feet above the ground, are now all installed, and the joist for the floor are placed over a large part of these. About a dozen men are at work on the building, which is going ahead very rapidly.

The new Martin Brothers warehouse across the street is now completed on part of the ground where the flouring mill stood last year. This building, which is capable of holding an enormous amount of grain, is equipped with every modern appliance for safety. With its steel doors and window coverings, it is believed to be absolutely fire proof. It is the intention of the Martin Brothers to erect another flour mill adjacent to the warehouse, this coming year.

The recently completed plant of the Union Oil company nearby adds to the appearance of the district.

A new blacksmith shop is being constructed by D. A. Kenyon a short distance up the street and is nearly completed. The new structure is 50x104 feet, and will be large enough to suit the needs of the proprietor. It will be ready for occupancy within the next few days.

New Income Tax Will Soon Be Due

WASHINGTON, D. C., Jan. 1.—The great task of gathering income tax and excess profits returns will begin with the new year. Every unmarried person earning more than \$1,000 during the last year, and every married person or head of a family who made more than \$2,000, must file with the internal revenue collector of his district a report any time between now and March 1st. He will be notified before June 1st of the tax due, and payment will be due June 15th.

The government expects to receive \$1,201,000,000 from income taxes before July 1st, including \$666,000,000 from individuals and \$535,000,000 from corporations. This is more than one third of the \$3,400,000,000 estimated receipts under the war revenue act passed by congress at the last session.

From excess profit taxes the government expects to realize about \$1,350,000,000 before July 1st.

The rate of tax for a married man or the head of a family is 3 per cent on the amount of his net income exceeding \$2,000, but less than \$4,000, and 4 per cent on the amount of his net income above \$4,000 but less than \$5,000. An unmarried person not the head of a family, will pay 3 per cent on the amount of net income above \$2,000, but less than \$5,000, and 4 per cent on the net income above \$5,000 but less than \$5,000.

An extra levy, or surtax, in addition to the normal tax, is imposed on incomes above \$5,000, so that the amount of income between \$5,000 and \$7,500 is subject to a total income tax, including both normal and extra, of 5 per cent; and between \$7,500 and \$10,000, 6 per cent. The surtax further increases with higher incomes, so that amounts of \$1,000,000 are taxable at 65 per cent, with 1 per cent additional for each half million over the latter amounts are taxable at 67 per cent.

Klamath Has Climate Among Other Things

While the billiards bleak and freezing, set the people all a-sneezing in the sections north and south and east and west. While Jock Frost is cutting capers, as we read in all the papers, and the Nations putting on its extra vest. While our neighbors all a-quiver from one long, exhaustive shiver, are scrapping for the country's pile of coal. Where the mercury is falling got a bump that was appalling, where the people dress like Peary at the pole, don't this warm and balmy weather which we bask in altogether put to shame the chronic kicker's walls and bawls. If you come across a knacker, go and stick him in a locker. There is no place on earth like Klamath Falls.