NEWS OF THE WO ASSOCIATED PR

PRIOR PIVE

WASHINGTON, Dec. 16 .- Devel-

pment of the Tule Lake lands in

Reclamation Service and makes the

The plan, in developing the Tule

Lake region, is to give az-service

spend \$100,000 during the next flo-

A table of proposed expenditures in the entire project has been furn-

ished to Representative Sinnett of Oregon by Morris Bies, Acting 196

were made up on the theory that considerable money would be invest-

ed for development of the Tule Lake

lands on the Klamath project. In the above table you will find an itom of

\$284,000 attributable to this feature,

but that is not the entire share of the

to this, the Tule Lake lands are

etc., applicable to the project as a whole. For example, in studies of the

Horsefly Dam Included

"There is also an item of \$42,000

for preliminaries connected with the

proposed Horsefly reservoir. This in

art is chargeable to the Tule Lake

lands. These lands in the bed of Tule

Lake must first be uncovered and

"The uncovering is brought about

Lake of its natural inflow. This has

of Clear Lake reservoir, by irrigation

from Lost River, and by building the

Lost River dam and drainage channel

"The process would be substanti-

ally aided and the recession of Tule

Lake accelerated by the construction

Western Men Hopeful.

gress that reclamation projects al-

ready started be expedited, and that

funds be made available for addition-

Representatives are hopeful of legis-

lation being speedily enacted toward

**GROCERIES STOLEN** 

al projects, Western Congres

In view of recommendations made

protected against re-submergence.

by evaporation and by robbi

therefrom to Klamath river.

of the Horsefly reservoir."

been done in part by the constru

the Tule Lake bed land. In additi

chargeable with their proportie

part of the amounts used for m

purposes, such as indirect ch

reimbursable operations and our

water supply and its routine

urement.

proposed expenditure charge

rector of the Reclamation Ser

which this plan is outlined:

"You will note that the on

secessary appropriations.

men the preference for settles

the land, and the proposal is

cal year on canals, structures, etc.

Fifteenth Year.-No. 0197

Continued cold.

KLAMATH FALLS, OREGON, FRIDAY, DECEMBER 16, 1921

Member of the Associated Press.

# CHANGES SHOWN

#### Revenue Collector Points + came from Montana with Dav. + British Declare Plans Out Provisions of Act Now in Force

PORTLAND, Dec. 16 .- For the information and assistance of taxpayers in preparing their income tax returns for the year 1921, Clyde G. Huntley Collector of Internal Revenue, today gave out a statement in which he briefly discusses the material provisions of the new revenue act and points out wherein those provisions differ from the act under which last year's returns were made.

"The exemption allowed for a dependent is increased from \$200 to \$400.00," explains Collector Huntley. "Married persons living with husband or wife, and heads of families are allowed a personal exemption of \$2,500 (instead of \$2,000) unless the net income is in excess of \$5,000. in which case the personal exemption is only \$2,600. The act provides that in no case shall the reduction of the personal exemption from \$2,500 to \$2,000 operate to increase the tax which would be payable if the exemption were 12,500 by more than the amount of the net income in excess of \$5,000. This is to overcome the disparity in the case of two taxpayers, one of whom is just within the lower \$2,000 exemption and the other just within the higher \$2,500 exemption.

#### \$1,000 Exemption Allowed

"Single persons, and married persons not living with husband or wife are allowed an exemption of \$1,000 Persons having gross incomes for 1921 of \$5,000 or over are required to make a return, regardless of the amount of not income.

The excess profits fax is repealed as of January 1, 1922. The rates for 1921 are unchanged.

"The surtax rates for the calendar year 1921 are unchanged and range from 1 per cent on the amount of net income between \$5,000 and \$6, 600 to 65 per cent of the amount of net income in excess of \$1,000,000 For the calendar year 1922 the surtax rates range from 1 per cent on the amount of net income between \$6,000 and \$10,000 to 50 percent on the amount by which the net income exceeds \$200,000.

"Provision is made for the repeal as of January 1, 1922 of the tax on stock holders of a personal service corporation as such. After that date such corporations are to be taxed in the same manner as other corpora-

#### Corporation Tax Increased

The income tax on corporations for the calendar year 1922 and there after is increased from 10 to 12 % per cent. The \$2,000 exemption heretofore allowed corporations is to be granted only to those corporations whose net income is \$25,000 or less

"Many persons are under the impression that the taxes on ice cream. soft drinks, etc., monthly returns of which are required, have been repealed with the enactment of the new act. These remain in force until De Vember 31, 1921.

"No change is made in the tax or admissions except that after January 1, 1922 there will be no tax where admission is 10 cents or less. Effec tive Jan 1, 1922 the following taxes the also abolished: on musical in struments, sporting goods, chewing gum. portable electric fans, thermos bottles, fur articles, pleasure boats and pleasure canoes, (unless sold for more than \$100) tollet articles, medicines, and numerous articles of ap

parel. "On and after January 1, 1922 the tax on various works of art is reduced from !0 percent to 5 percent the tax on candy from 5 per cent to 3 per cent and the tax on carpets, rugs, trunks, values, purses, fans, etc. from 10 per cent of sales price in excess of specified amounts to 5 per cent of sales price in excess of specified amounts.

Collector Huntley also calls attention to the fact that commencing on January 1, 1922, the stamp tax on toilet and proprietary preparations will no longer be in effect. While this is a small tax it hus been a source of annoyance to dealers and patrons alike, and its repeal will be generally approved. He suggests that dealers restrict their purchases of proprietary stamps between now and December 31, to actual immediate needs in order that they may not as follows: John McCall, C. C. Whittie up funds unnesstarily and be reautred to tile-plature for refund.

SEEK SOLUTION FOR MYSTERY OF MURDER OF EX-LIEUTENANT

OREGON CITY, Dec. 16 .- . Authorities seeking to solve the . murder case of E. E. Davis, . • ex-Lieutenant killed in a cabin • • near Molalla, were without clue • ♦ today. Harry Friedman, taken ♦ • into custedy in in Portland with • • another youth, was released af- • • ter being questioned. He said he • . in, and first knew of the num-• ber when he read of it in the • · newspapers.

### TAX EQUALIZATION PROBLEM IS BEING

..............

Survey of County Being Made by 5.5.3 ratio naval reduction. Representative of Oregon Agriculture College

A survey of the county for the purpose of studying the problem of tax equalitation, is being made by ft. V. Gunn, farm management demonstrator for Oregon Agricultural college, who arrived here last night. He ts accompanied by E. II. Thomas. county agriculturist.

The survey is the result of the appointment by the governor of a special tax committee, with Senator Pierce of La Grande as chairman. for the purpose of securing information on the relation of taxes paid to actual valuation, the relation of taxes similar building program. paid to assessed valuation, and the relation of taxes paid to net income on 12 or 15 representative farms in every county in the state.

#### Ask O. A. C. Assistance

"Oregon Agirculture college asked to assist in this work, and has become especially interested in conducting these surveys for educational purposes," Gunn said, "for the information thus obtained serves as the basis of real farm management studies. During the past three or four years farm management and cost of production studies have been carried on in eight counties, representing the gated alfalfa district in Malheur, and treaty in the Senate. the dry wheat district in Sherman.

The survey will be completed tomorrow and Gunn will leave here DIVORCE DECREE GRANTED Sunday morning.

#### ROAD AID REQUESTED

Highway Commission Today

PORTLAND, Dec. 16.-Klamath county commissioners Short and Fordyce today asked the Highway Comroads. They promised Klamath counland-Klamath Falls highway, and on of Martin Lotches. The court orthe branch leading to Crater Lake, der issued in this case places the of The Dalles-California road."

as to the latter road, they said that on this road." It was decided that the county would aid all it can on the Freemont trail, as much of the work to be done the coming year will be in straightening the road and gravelling the sections in most need

Following a debate between Highway Commissioner Barratt and H. J. Ottenheimer, of the Portland Chamher of Commerce, over the proposed Wallula cutoff, which Ottenbelmer urged the highway commission to designate as a road of primary importance, Chairman Booth said the commission would go over the ground and investigate. Barratt indicated his opposition to the cutoff. J. H. Yeon favored it while Ottenheimer urged it in order to get more tourists from Yellowstone to Colum-

bia river highway. Booth today said the commission is running so low on funds that it would within a month appropriate what can be spent in each county, and could not exceed that amount.

## **GRAIN RATES REDUCED**

Interstate Commerce Commission Sustains Freight Reduction

WASHINGTON, Dec. 16 .- Reduc-

ed railroad rates on grain and grain products were sustained by the interstate commerce commission today and will go into effect December 27. The reductions already average about 16 % percent and are further decreased by the commissions order today, which requires corn and other coares grains to be carried for 10 percent less than wheat and other breadstuff grains.

#### FIVE P. M. APPLICATIONS

Five applications for the local postmesterskip have been filed here. more, Frank B, Robinson, C. F. W. Werner and Den Relding

## NAVAL PROGRAM

## French Would Upset Ratio Reduction

French delegation today presented a poses its acceptance. proposal for so great an increase in INVESTIGATED HERE the French naval strength that the British declare such a program would upset the whole proposed plan for a

The British delegates understand that the French plan provides for the construction of 19 super-dreadnaughts of 35,000 ton capacity each, in the 16 years subsequent to 1925.

Vessels of a type similar to the American battleship, Maryland, it is declared, would give France a capital ship tonnage of 350,000 against 315,000 for Japan, as well as a preponderance of the new "post-Jutland" type of craft over all nations.

Italy, although indicating her disapproval of such a building program. is said to have told the Arms Confer- in good shape, she says. once that if France constructs 10 such ships. Italy must carry out a

WASHINGTON, Dec. 16 .- Arthur J. Balfour, head of the British delegation, gave notice today that Great Britain would propose to the arms conference a total abolition of submarines. Balfour will take the question before open session. The naval opinion in America, Japanese, French and Italian group is understood as opposed to the British contention that submarines are of necessity weapons of assassination."

WASHINGTON, Dec. 16 .- Senator milk district near Portland, the irri- Reed today attacked the quadruple

TO MILDRED LOTCHES

Judge Kuykendall yesterday Short and Pordyce Appear Before signed a court order granting an absolute divorce to Mildred Lotches and Harold Wortley, guards: Clifford ceived here. against Martin Lotches. The court Hogue. Roger Montgomery and ordered that the minor girl be Frank Peyton, substitutes. The asso- CHIEF OF POLICE WARNS awarded into the custody of Mrs. ciation team: John Houston, Bress-Lotches' mother, while the minor custody of Byron Lotches, father "and the same on the unfinished part custody of each minor child absolutely in the hands of the childrens' When asked by Chairman Booth grandparents, and they are to go ern the conduct of each child and we intend to give only one-fourth be responsible to the court for safe-

BY GOLLY !

SUCH A FRIENDLY

HE USED TO BE

LITTLE PUP

#### ENGLAND RATIFIES TREATY CREATING IRISH FREE STATE

Both Houses of Parliament Affirm Pact-Dall Aircann Delays to Protect De Valera

LONDON, Dec. 16,-Both houses of British Parliament today ratified the treaty creating an Irish free state by overwhelming majorities.

DUBLIN, Dec. 16 .- The Dail Etreann continued in secret sessions largely in an attempt to find a way to accept the treaty without register-WASHINGTON. Dec. 16.— The ing the defeat of De Valera, who op-

#### FARMERS GET LOANS

\$35,000 Allowed Klamath Members of Farm Association

Mrs. L. B. Hague, as secretary of ing. the Klamath Palls National Parm from the Land bank at Spokane that of the Peace who issued a warrant loans totaling \$35,000 have been al- for the arrest of Davis, who is conlowed farmers, who are members of fined in the city jall awaiting the the Klamath association.

Abstracts are being sent in now

#### FIRST BASKET GAMES Jack Palmer.

at Merrill Tomorrow Night

Klamath county hoopers will open the season tomorrow night when two

Klamath Falls Amateur Athletic as- want to give it. sociation. Most of the men on this team have not played basketball in years, but the members of the Merrill town team, whom they are going up against are facing the same handicap.

The lineups follow: High school: ler, Kenneth Perry, George Carr,

#### TRIAL POSTPONED

court this morning at 10 o'clock, was congestion takes place at this point postponed until December 21. by and that serious accidents have been Justice L. L. Gaghagen.

YOU NEVER CAN TELL WHAT A PUP'S GOING TO GROW INTO

#### Coroner's Jury Declares west. The delegates this morn-Findings in Pool Hall Killing

Watkin Davis, a Klamath Indian, was found guilty of the murder of Oliver Jefferson, a Modoc Indian, by the coroners jury late yesterday, Jefferson was struck over the head by a 15 ounce pool stick in the hands of Davis, about 5:30 Wednesday evening in McDonald's Pool hall, and died at 6:15 oclock Thursday morn-

The findings of the Coroners' jury action of the grand jury.

and the money should arrive within fellows: E. P. Combs, H. R. DeLap, in his December Seport on Oregon the next week, according to Mrs. Charles F. DeLap, A. L. Harrison, M. cities, made public here today. Hague. Coming at this time the loans McAndrews, and S. A. Michelson. The are going to tide the farmers over witnesses who appeared before the Astoria and Portland follows: jury were: James McLoughlin, Fred

Investigation Proves Pather Been Unemployed

sending a team down, which, though circumstances. The father finally secomposed of practically all new ma- cured employment and it is expected. terial, is expected to put up a good that the lack of funds will no longer buildings in large number under fight. The other team is composed of stand in the way of the care of the construction, with many sales, especprospective members of the proposed child which the parents say they

#### GUN-RUNNERS CAPTURED

MADRID, Dec. 16 .- The Spanish gunboat, Bonifaz today, captured two al thousand. There are perhaps from French sailing vessels conveying 5000 to \$500 men idle. Woolen mills arms to Morrocan insurgents, and Charles Greve and Landes, forwards: sunk another engaged in the same Relland Watt, center: Harold Goetz occupation, said official report re-

#### AGAINST STREET BLOCKADE

That the partial blockade existing at Seventh and Main street, due to to stimulate buying of Oregon probuilding material used by E. S. Hen- ducts. ry in the construction of the Hart building, was the cause of a removal The case of the State vs Earl Mil- order being issued to Henry by Chief Building construction is normal. Canof Police Wilson yesterday afternoon. was to have been heard in the justice Chief Wilson contended that traffic narrowly averted.

#### NEED OF SETTLERS OF RIGHT KIND IS SEEN BY

of the most vital needs of irri-• gation districts is more settlers • of the right kind, said irrigation · congress delegates in a round · · table discussion here last night. • · Chief difficulty is seen in find- · • ing people financially able to • · leave their homes and come · 

### IMPROVEMENT IN BUSINESS SEEN BY

Permanent Betterment Looked fo in All Lines With Coming of Holiday Trade

SAN FRANCISCO, Dec. 16 .- Port. land, Oregon, hopes that the coming Loan association, has received notice were put in the hands of the Justice holiday trade will go far in establishing permanent improvement in business conditions, J. A. Kelly, San Francisco, district director of the employment service of the United The personnel of the coroners jury States department of labor, declared

Mr. Kelly's report covering Salen

"Salem:-Fifty residences unde Garich, Ira Issaes, H. E. Crane, and construction. Housing conditions fair The new Salem hospital and several State buildings are employing 100 Opening of Season Will Be Marked CHILD NEGLECT PROBE carpenters. Very few, if any men are unemployed, except transients, Packing plants are closed for the season Agricultural activities are slowing down. Lumber and allied industries investigation into the case of al- working full time. Oregon Wood quintets leave here for the Lost leged neglect of the infant of one Products Co. has opened under new river town, to do battle with the of the tenants in the Helm's apart- management, Retail business normal. Merrill high school and with a town ments, has revealed the fact that All working full time. Overtime in the parents came here but recently woolen and paper mills. Business is The Klamath county high school is and have been in very straightened good and optimistic feeling prevails.

> "Portland:- Houses and othe ially of small residences. Rentals good with few changes. Road work continues. A new \$2,000,000 freight yard, a 30 mile railroad, new dam and pipeline, with the other activities are giving employment to sever vegetable oils, paper and printing, chemicals, leather, repair shops about normal, Lumber is 50 percent normal with indications of improve ment. Retail prices on many com modities remain high with buying restricted. Holiday trade is hoped to go far in establishing permanent improvement. There is concerted effort

"Astoria:-There are sufficient houses for both buying and renting mill is closed, affecting 250 men, on account of no porfit. There is some unemployment but not serious. Retail business slow. Astoria is in excellent financial condition and loans are easily secured on home building etc. Construction of the coast Roosevelt this end. Highway is being planned upon the matching of State with Federal

#### ANDERSON JURY OUT

No Verdict Returned in Blotting Case Up to 2:45

At 2:24 this afternoon the jury was still out in the case of State against O. T. Anderson, charged with appropriating a steer valued at \$35 and blotting the brand of the Chawacan Land and Cattle company with his "O T" brand which has been in the course of trial for two days in the circuit court, and went to the jury at 11:45 this morning.

Humor Appears A large number of prominent cat-

tle men of Klamath county have been witnesses in the case for both prosecution and defense and there was some humor expressed by attorneys for the state when the defense demanded that the "year old steer in question be produced in court."

A special venire was called today in the trial of Blanche Turner, indicted jointly with Jesse Eckwald with larceny from the person, composed of Joe Robustellini. Earl Sharp. W. M. Brotherton, Geo. Grizzle, Geo. Christy and D. M. Smith. Harry Trainer is the complaining witness in the case. The defendant is represented by Wm. Marx.

Seven Criminal Cases Seven criminal cases are docketed for trial yet as follows: State vs Sims: State vs Singleton: State vs Kempke: State vs Kennedy et al; State va McDonald & Capage; State

IRRIGATION CONGRESS PENDLETON, Dec. 16.—One ◆

Proposal Is to Spend \$100,-000-Soldiers to Be Given Preference

## the Klamath Irrigation Project, Oregon, at a cost to exceed \$26,000, will be one of the initial undertakings in completing the project, if Geograms complies with the request of the LABOR SECRETARY

Construction Heavy

Tom Moore Complains That Hupplies Were Taken From Auto

Tom Moore complained to Chief Wilson yesterday that home "low lifed dirty dog stole all my grub' ast night from his automobile back of the old Klamath Creamery near Seventh and Main street while as was transacting other business and that as a result he was without groceries for his ranch.

Chief Wilson directed that a search be made for the missing groceries, but after searching half of the night the officers were compel to give up the hunt. The chief told Moore the best thing to do under the circumstances if he wanted to est was to buy some more groceries. He said that search would be kept up and, if possible, the thief or thieves apprehended.

BABY GIRL BORN

The birth of a baby girl to Mr. and Mrs. James Whalen, of Shippin on December 15, is reported by Dr. R. B. Craver. Both mother and babe are doing well.

WEATHER PROBABILITIES
The Cyclo-Stormagraph at U
cood's Pharmacy has register
illing barometric pressure
con today, but having resch very high point no immed