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This Government Won't Put Its Money

In a bank that does not guarantee it against loss. **Why Should You?**

The United States will not deposit a dollar in a National Bank, on any other bank, unless the bank furnishes a bond for twice the amount deposited.

The United States Government can at any time make an investigation of any National Bank and learn all about its resources. But still the Government demands a guarantee for its deposits—why shouldn't YOU have protection.

Your deposits in this bank are protected by the State Guaranty Law—no matter what happens **YOU CAN'T LOSE!**

WEBSTER COUNTY BANK
RED CLOUD, NEBRASKA

RUGS!

Just received another large shipment of Rugs in all sizes. My stock is now complete in all lines. I can furnish Rugs from the small 18x36 inch to the large 11-3 by 12 foot size, and we have in stock Wiltons, Axminsters, Body Brussell, Tapistry, Velvet and Wool Fibre.

ROY SATTLEY

Furniture Dealer and Licensed Embalmer
(SUCCESSOR TO A. E. ATKINS)
ALL THE PHONES

Earnings Go To State

Since the state fair was permanently located in Lincoln, the state board of agriculture had paid out in earnings in the way of permanent improvements approximately \$170,000. The property thus acquired now belongs to the people without one cent of expense to the taxpayers. During the year 1913 the state board of agriculture has paid for the following improvements out of the earnings:

- Placing walls about machinery hall.
 - Building the west bleachers.
 - Laying stone walks.
 - Excavating and filling draw on the new east tract and fencing said tract.
 - Paving seventeenth street north of Burlington track.
 - Sewers on Barker Avenue and thru center of machinery section.
 - Ten car loads of cinders for surfacing.
 - Extra balcony in new agriculture-horticulture building.
- This is a record that few state fair associations have equalled and attests the loyalty of Nebraskans to their big exposition.

LOST—A satchel, on last Friday, between Amboy and a mile west of town. Finder leave at this office and receive reward. A. N. TERRY.

Town Team

Organized

This week a number of our young men who used to attend school in days gone by and were star foot ball players in the teams of which they were members got together and organized a town foot ball team and are busy practicing every day. They are now ready to play any team that wants to match a game with them. We predict for them many victories. Chas. A. Schellak is the manager of the team. Below we give the names of the players on the team:

- Center—V. Zeiss.
- Right Guard—Teddy McArthur.
- Right Tackle—Carl Jernberg.
- Right End—Lloyd Hines.
- Left End—Floyd Turnure.
- Left Tackle—Lloyd Crow.
- Left Guard—"Red" Geer.
- Quarter Back—Henry Phares.
- Full Back—Webster Ray.
- Right Half Back—Esty Smelser.
- Left Half Back—Vinton Johnston.
- Substitutes—G. Zeiss, M. Butler, C. Wolfe.

Lest you forget—hot waffles at the Paritan restaurant.—H. Ludlow, Proprietor.

Income Tax Law How It Will Work.

The new income tax law is in full force and effect and we may as well understand its provisions now as to wait. The principle of the income tax has been advocated by legislators for many years but it was never made a part of our law until the Democrats came into power last March. In its broadest interpretation this law puts the tax on the man who can best afford to pay it, that is on the men who has an income of three thousand dollars or more.

The law provides that every person or corporation with an annual income of three thousand dollars or more must file a statement with the internal revenue officer which must state the income and the source. The first statement must be filed March 1, 1914 which is not very far away. The tax collector then estimates the tax liability, sending notice June 1 and this tax must be paid by the 30th of the same month; failure to pay within ten days costs five percent more and an additional one percent per month thereafter.

The law provides for a normal tax of 1 percent per annum on the amount of net income over \$3,000 for individuals, and over \$4,000 for husband and wife living together. This tax applies to all taxable incomes small or great. The law also provides for an additional yearly tax of 1 percent on the total amount of net income from all sources over \$20,000 and not over \$50,000 per annum; 2 percent on the amount of net income over \$50,000 and not over \$75,000; 3 percent on the amount of net income over \$75,000 and not over \$100,000; 4 percent on the amount of net income over \$100,000; and not over \$250,000; 5 percent on the amount of net income over \$250,000 and not over \$500,000; and 6 percent on the amount by which the total net income exceeds \$500,000.

While for a man and wife living together the first \$4,000 of an income is exempted from taxation, there is nothing in the law freeing such a man from the requirement of making a return of his income to the collector. The normal tax of 1 percent, when an income is derived from investments, may be withheld at the source of income and paid to the government, but the surtax in all instances is to be paid by the individual.

From a further study of the tax it is seen that the burden of the tax will rest heaviest upon the bondholders, and furthermore that those persons who have their fortune invested in government or like bonds will find themselves better off, inasmuch as income from these will be exempt from taxation. Without doubt one of the final results, if not an immediate result, of the application of the new tax will be a shifting in investments in this country.

We have had the corporation tax for the past three years, which in the final analysis has been borne by the stockholders. Therefore the income tax under the new law will not rest any heavier on fortunes invested in stocks than the corporation tax has in the past. In the sale of bonds, however, this is different. The return from bonds has not been taxed by the federal government before, but under the new law such interests will be taxed.

The law in addition provides that the interest upon obligations of a state or any political subdivision thereof, and upon the obligations of the United States or its possessions shall be exempt from the tax. It would be impossible to accurately estimate how many fortunes under this clause will be exempt from the tax. It is known that Hetty Green has larger holdings of such bonds and her interest therefrom will be exempt from the federal income tax. People of smaller wealth have their fortunes so invested and they will be exempted from taxation. This provision should also encourage

the making of such investments

The rank and file of the taxpayers under the new law will not have to trouble with the surtax as that is to rest upon incomes only above \$20,000 a year and the number of such incomes is comparatively small. Much has been said about taxing at the source, but this is to play but a small part in the tax on the income of moderately salaried men. Men with incomes below the \$20,000 mark usually have a salary and an annual return from a few investments. Such a man will be required to file a statement with the collector indicating what his net income is.

Supposing such a man to have varied interests, the head of a private business in which he has most of his investments. Furthermore he may have outside investments. In order to estimate the income upon which he will pay a tax such a man will subtract from his gross income the actual and necessary expenses of carrying on his business, but this is not to include his personal, living or family expenses. Then he will be permitted to subtract the interest he has paid during the year on his indebtedness; all national, state, county, school, and municipal taxes; all losses not secured by insurance or otherwise; debts that are no good and charged off during the year.

Such a man may then charge off from his income a reasonable allowance for wear and tear of property arising out of its use in business, but he is not to be permitted to deduct an allowance for new buildings, permanent improvements, or betterments. If the taxpayer has investments in any corporation, joint stock company, association or insurance company he is permitted to subtract his returns from this from his gross income, because under the law such income is taxed at the source and the corporation paying the dividend must subtract and pay the tax to the government. Also as pointed out above if the small businessman has investments in "the obligations of a state or any political subdivision thereof," or in "the obligations of the United States or its possessions," the income he receives from such a source is not to be taxed. Subtracting from his gross income all these items will leave the net income upon which the individual is to be required to pay a tax.

Teachers' Held Meeting At Cowles, Saturday.

At the first general teachers' meeting held at Cowles, Saturday, October 25th, each teacher received a copy of the Nebraska Special Day Programs published this fall. The book contains 188 pages of material for the special days observed in Nebraska schools. Patriotic Day, Washington Day, Nebraska Day, Arbor and Bird Day, Peace Day and Closing Day. It is an excellent selection of poems and exercises with which every school child should be familiar.

Other helps to teachers and pupils, and a circular giving full information concerning the Gold and Silver Medals offered to children for the best essay on the "Repair and Maintenance of Earth Roads" were distributed. The contest closes March 2, 1914. The circular gives some helpful suggestions to children concerning roads. These circulars are to be posted in the school room so that every child may have the benefit of the information contained as some of the Webster County boys and girls will try for the medal and it is hoped that many will when they know about it.

The teachers voted to send greetings to the Webster County girls who have gone to other counties to teach: Elma Ailes, Daves Co., Anna Peterson, Ollie Spence, Flora Shute, Jessie Moranville Marie Jernberg all of Lincoln county.

Talk about Nebraskans being hard up this fall! Look at the way they rushed for a chance to get some of that government land—spending more money in car fare than the total value of all the land to be opened.—Wednesday's Superior Express.

Cut Glass Costs Money

SURE IT DOES



And the better it is the more it costs—just like everything else.

But cut glass is bought mainly for its beauty anyway—and you can't get beauty without paying for it.

But that needn't frighten any lover of cut glass away from our store.

To tell you that ours is moderately priced, doesn't explain anything for you.

To tell you that we have just opened a new, clean stock does not let you know the beauty of our glass, nor can you appreciate the beauty of our new silver deposit ware till you see it.

So we guess you'll just have to drop in and see for yourself.

Will you?

E. H. NEWHOUSE

Optometrist and Jeweler

RED CLOUD,

Nebraska

Last Chance Offers

Many of the Magazines

Will increase their subscription rates after November 10th. I have a list of these Magazines and can make a combination now

At Reduced Rates

I meet any offers made you and SAVE you the expense of remitting direct. Come in and get these lowest rates before the advance

CHAS L. COTTING THE DRUGGIST.

Stamping Out Hog Cholera

The United States Department of Agriculture, co-operating with the University of Nebraska and the State Sanitary Board, has formed a special district composed of Johnson county and the north half of Gage in which to attempt the extermination of hog cholera.

A survey will first be made of the district to ascertain the present condition of hogs. Beginning next spring men will be placed in the field to prevent the spread of any disease which may be present, to cure herds where the disease is raging and to instruct the farmers of the community as to the best methods of preventing the spread of the disease.

Liberal use will be made of serum and virus where it seems advisable. It is hoped that this will prove that hog cholera can be stamped out if sensible precautions are taken. The Govern-

ment's share of the expenses will be paid from a special appropriation of \$75,000 made by the last Congress.

Foot Ball Pictures

At the Tepee, next Tuesday evening, Nov. 4, will be shown the pictures of the Nebraska-Minnesota foot ball game at Lincoln, when Nebraska won 7 to 0.

These foot ball pictures will be shown in addition to the regular program and a straight 10 cents admission will be charged for both adults and children. First show at 7:30.

Ladies Take Notice!

All entries for the Ladies' Department of the Farmers' Institute should be brought to Turnure's hall.

Our dinners advertise themselves, H. Ludlow, adv