BEAT ALL RECORDS REVENUE BUDGET TOTALS OVER The Federal Farm Loan Act

BILLION AND HALF IN FISCAL YEAR.

MAY PLACE FEE ON STOCKS

Many Special Bills Added to Regular Supply Measures-During Last Fiscal Year Over Half Billion Was Collected by Revenue Department.

Western Newspaper Union News Service.

Washington, D. C .- The importance of the \$200,000,000 revenue bill, to which senate Democrats devoted many hours of deliberation in caucus, is being impressed upon leaders by the fact that the appropriations of the session now nearing completion have broken all records.

With the passage last week of the \$50,000,000 slip purchase bill and probable approval by the house of the senate's gigantic naval bill, the appropriations of the Sixty-fourth conress will have exceeded the previous high record by at least half a billion dollars.

While exact figures cannot be computed until the gavel has fallen on the hast supply bill of the session, the aggregate appropriation by congress for all purposes will approximate \$1,700.-000,000, as against \$1,114,000,000 for the Sixty-third congress.

Besides regular supply bills, which total as they now stand \$1,387,206,580, congress will have added when the shipping bill is approved more than \$90,000,000 for special purposes. There also have been contract authorizations mounting to about \$207,000,000, all of which would bring the grand aggregate to \$1,685,000,000, with the uncertain general deficiencies appropriation bill still in the making to be added at the end of the session.

GRIEF STRICKEN; SUICIDES.

Ellsworth, Popular Co-E /, Doroiny Takes Poison.

Lincoln, Neb .- Miss Dorothy Ellaworth, one of the most popular of the state university students, died from the effects of poison taken while temporarily insane from grief, caused by the death of her flance, "Shade" Fossler, assistant city editor of the Lincoln State Journal, who died at a local hospital after a brief illness.

Mr. Fossler and Miss Ellsworth were to have been married as soon as the latter completed her course at the state university. Mr. Fossler was one of the most popular newspaper men in the capital city and had a bright

Synopsis of Its Salient Features Prepared by H. M. Hanson, Secretary-Treasurer Farm Mortgage Bankers' Association of America

Respectively.

Signed by the President July 17, 1916.

8 .- Provides for a federal land bank

system in the continental United States

eral farm loan board. The secretary

of the treasury is ex-officio chairman

of the board with four other members

appointed by the president for eight

years at an annual salary of \$10,000.

One member is designated farm loan

commissioner and is the active execu-

17 .- Powers of the Board: (a) To

(d) To regulate charges for ap-

praisal, examining titles and record-

banks, joint stock land banks and na-

land bank for which they act.

tional farm loan associations.

paid by the United States.

composed of whole states.

tive officer.

trict and

United States.

banks for loans.

stock land banks.

land banks,

gages for bond issue.

ing.

FEDERAL FARM LOAN ACT | or be made part of loan and paid in amortization payments.

Sec. 14 .- To accept mortgages only Passed by the House of Representafrom farm loan associations and aptives and the United States Senproved agents. ate June 27 and 28, 1916,

Sec. 14 .- To accept deposits of current funds only from its stockholders. Sec. 6 .- To become financial agents of United States government and depository of public money. Public deposits cannot be invested in mortgages or farm loan bonds.

(exclusive of Alaska), dividing the Sec. 13 .- To deposit its securities country into twelve land bank districts and current funds subject to check with any member bank of the federal 3 .- The system is operated as a bureserve system and to receive interest reau of the United states treasury dethereon. partment and supervised by the fed-

BONDS.

Sec. 20 .- Issued in series of \$50,000 or more, in denominations of \$25, \$50, \$100, \$500 and \$1,000.

Sec. 20 .- May bear a maximum rate of 5 per cent interest per annum. Sec. 19 .- Mortgages and United

States government bonds equal in 3-Appointees of Board: (a) Farm amount to the farm loan bonds issued loan registrar for each land bank disare retained as collateral security by the land bank registrar.

Sec. 14 .- The outstanding farm loan (b) One or more land appraisers for bonds shall not exceed 20 times the each land bank district. Salarles paid capital and surplus. by federal land bank or joint stock

Sec. 21.-Shall be guaranteed by bank of Issue and all other federal land (c) Land bank examiners; salaries banks.

Sec. 17 .- No issue is authorized (d) Attorneys, experts, assistants and other employees to be paid by the without the approval of the farm loan board.

Sec. 22 .- Substitution of mortgages organize and charter federal land and United States government bonds held as collateral to farm loan bonds is permitted.

TAXATION.

(b) To review and alter the rate of Interest to be charged by federal land Sec. 26 .- The capital stock, surplus, mortgages and farm loan bonds (c) To approve or reject any or all and all income derived therefrom are loans for bond issue and to grant or exempt from federal, state, municipal refuse any specific issue of farm loan and local taxation. bonds of federal land banks and joint

Sec. 26 .-- Real property taken and held under the provisions of sections 11 and 13 is not tax exempt.

AGENTS.

(e) To appraise land securing mort-Sec. 15 .- Incorporated banks, trust companies, mortgage companies or (f) To exercise general supervisory chartered savings institutions may act as agents for federal land banks if no authority over the federal land banks, farm loan associations and joint stock farm loan association has been formed in a given locality after one year.

Sec. 15 .- Borrowers securing loans shall examine the laws of every state through agenes are required to subscribe 5 per cent of the loan to the

pay agent for actual expenses for ap-

praising land, examining titles, exe-

cuting and recording the mortgage pa-

pers which shall be added to the face

Sec. 15 .- Agents shall indorse and

become liable for the payment of the

gate unpaid principal of such loans

shall not exceed ten times the agent's

Sec. 15 .- Agents are required to

Sec. 15 .- All collections made shall

Sec. 12 .- Amortization and other

(a) To pay off maturing farm loan

(b) To purchase farm loan bonds.

(c) To lend on first farm mortgages

(d) To buy United States govern

Sec. 23 .- Peserve and dividends: No

limit is placed on dividend distributions

after a reserve account has been built

up from earnings equal to 20 per cent

of the capital stock and after 5 per

cent of the net earnings annually

thereafter are added to the reserve ac-

Sec. 23 .- Reserve funds to be invest-

ed as prescribed by the federal farm

Sec. 27.-Farm loan bonds are lawful

investments for fiduciary and trust

funds and security for all public de-

Sec. 27 .- Federal reserve bank may

Sec. 20 .- Provision is made for dis-

Sec. 14 .- No commission or charge

ATIONS

ORGANIZATION.

vice president and a loan committee of

three serving without compensation,

and by a secretary treasurer with sal-

ary fixed by the farm loan board and

CAPITAL STOCK.

Sec. 8 .- Shares, \$5 each; (9) carry-

ing double liability; (8) may be owned

only by borrowers who are required to

paid by the association.

buy and sell farm loan bonds.

shall be demanded or received.

make good any default within 30 days

SPECIAL PROVISIONS.

payments constitute a trust fund to be

be remitted without charge.

loans they negotiate and the aggre-

of the loan.

after notice.

ond issues.

ment bonds.

count.

posits.

oan board.

capital and surplus.

invested as follows:

within the district.

which in turn subscribes an equal | farm loan associations. amount of stock in the federal land bank.

Sec. 8 .- Shares are paid for in cash or (9) the amount may be added to the face of the loan and retired in amortization payments at par. In such case the face of the loan shall not exceed the 50 per cent and 20 per cent limitation.

gage through its loan committee of three Sec. 11 .- To indorse and become liable for the mortgages of its share-

holders. Sec. 11 .- To receive and deliver the proceeds of loans to borrowers.

Sec. 11 .- To acquire and dispose of property necessary for the convenient transaction of its business.

Sec. 11 .- To issue certificates of deposit for not longer than one year and to pay 4 per cent interest thereon, convertible into farm loan bonds at the federal land bank of its district.

Sec. 7 .--- 'To receive and transmit to the federal land bank payments of interest and principal and amortization payments.

LOANS.

Sec. 12 .- Loans shall be secured by first mortgages on land within its land bank district. Section 12 .- To run from 5 to 40

years with amortization and with additional optional prepayments after five years.

Sec. 12 .- Interest on loans shall not exceed 6 per cent per annum on the unpaid principal. Sec. 12 .- Borrowers shall pay 8

per cent simple interest on defaulted payments. Sec. 12 .-- Loans may be made for the

following purposes and for no other under penalty:

(a) To purchase land for agricultural purposes. (b) To purchase equipment, fertil-

izer and live stock for the operation of the mortgaged farm.

(c) To provide buildings and for the Improvement of farm lands.

(d) To pay debts existing at time of organization of the Brst national farm loan association within the county. Sec. 12 .- Maximum Ioan \$10,000;

minimum loan \$100. Sec. 12 .- No loan shall exceed 50 per cent of the value of the land mortgaged and 20 per cent of the permanent insured improvements.

Sec. 12 .- No loans shall be made to any person who is not at the time or shortly to become engaged in the cultivation of the farm mortgaged.

Note.-All applications for loans originate with the national farm loan associations or agents and all loans are made and closed by the federal land

the capital stock of the association | the purposes prescribed for nations Sec. 16 .- Loans may be made to farm owners regardless of whether en gaged in cultivation of the land mort

gaged or not. Sec. 16 .- Interest on loans shall no exceed more than 1 per cent, the in

terest rate established for its last series of bonds, nor more than 6 per cent b any case. Sec. 16 .- Commissions or othe

charges not specifically authorized by this act shall not be demanded or re celved.

BONDS.

Sec. 20 .- Issued in series of \$50,000 or more, in denominations of \$25, \$50 \$100, \$500 and \$1,000.

Sec. 20 .-- May bear maximum rate of 5 per cent interest per annum.

Sec. 16 .- Bonds shall be so engraved as to be ceadily distinguishable from federal land bank bonds.

Sec. 19. - Mortgages and United States government bonds equal in amount to the farm loan bonds issued are retained as collateral security by

the land bank registrar. Sec. 17 .- No issue is authorized without the approval of the farm loan

board. Sec. 27 .- Federal reserve banks are

authorized to buy and sell the bonds of joint stock land banks.

and United States government bonds held as collateral to farm loan bonds is permitted. Sec. 27 .- Its bonds are lawful invest-

ments for fiduciary and trust funds and security for all public deposits.

TAXATION.

Sec. 26 .- The capital stock, surplus and earnings are subject to the taxing powers of the state.

Sec. 26 .- Its mortgages executed under this act and its farm loan bonds and all income derived therefrom are exempt from federal, state and municipal and local taxation.

Sec. 26 .- Real property taken and held under the provisions of sections 11 and 13 is not tax exempt.

SPECIAL PROVISIONS.

Sec. 6 .- Joint stock land banks are made public depositories and financial agents of the United States government.

Sec. 6 .- Public deposits cannot be invested in farm mortgages or in farm loan bonds.

Sec. 16 .- Rates of interest for loans under 6 per cent are not subject to review or alteration by the farm loan board.

Sec. 13 .- Shall receive no deposits except public deposits.

Sec. 22.-Amortization and other payments constitute a trust fund to be invested as follows:

(a) To pay off its maturing farm loan bonds. (b) To purchase farm loan bonds,

(c) To lend on first mortgages withn its prescribed field. (d) To purchase United States government bonds. Sec. 23 .- Reserve and dividends provided for as in the case of federal land

AVERT RAIL STRIKE

EMPLOYEES AND MANAGERS AC-CEPT FEDERAL BOARD'S OF-FER OF MEDIATION.

CONFERENCES START AT ONCE

Workers' Leader Declares That Move

Does Not Mean Arbitration-Mediators Are Notified of Action Taken-Begin Work.

- New York, Aug. 11 .- Acceptance by the railroad brotherhoods on Wednesday of the proposal for mediation by the federal board of mediation and conciliation averted a strike of 400,000 rallway employees.

After first refusing to listen to the offer to accept mediation made by the railroad presidents, the employees' leaders reconsidered, and announced that they, too, would consent to mediation, but not to arbitration.

Announcement of the acceptance of the offer was made by A. B. Garretson, head of the conductors' brotherhood, after it had been delivered by Sec. 22 .- Substitution of mortgages G. W. Hanger, a member of the board, following an appeal to that body to intervene made by the railroad managers. Mr. Garretson said he had informed the board that the offer was accepted on condition that "its good offices are promptly exercised."

The federal board, which is composed of Mr. Hanger, Martin A. Knapp and Judge W. L. Chambers, was prepared to begin conferences with the respective sides to the controversy at once.

The procedure of the federal board s to meet each side separately, learn Its attitude and attempt to obtain concessions from each as a basis on which a settlement can be reached when they are again brought together.

The step followed rejection by the managers of the demands made by the men.

APPOINTS MEXICAN ARBITERS

Secretary Lane and Justice Brandels Named by the President-Procedure is Agreed Upon.

Washington, Aug. 11 .-- Formal announcement was made on Wednesday by Acting Secretary Polk of the acceptance of General Carranza's proposal for a joint international commission to seek a solution of border disputes and to discuss other matters which may help clarify relations between the United States and Mexico. Only the time and place for the conference remain to be decided.

Secretary Lane of the interior deartment will head the Amri mission, supportd by Justice Louis D. Brandels of the Supreme court and a third commissioner whose name will be announced later. The Mexican commissioners were named several days ago. The first subject will be withdrawal of American troops from Mexico, to be followed by negotiation on a protocol covering future military operations along the border.

Sec. 7 .- Assessment on shares may be levied for operating expenses if funds are not otherwise available. POWERS.

DAKOTA COUNTY HERALD: DAKOTA CITY, NEBRASKA.

Sec. 10 .- To appraise land for mort-

future.

U. S. Divine Killed.

Baltimore, Md.-Rev. Niezler M. Bioletti, S. S., formerly of California, has been killed at the front somewhere in France. News of his death was received at St. Mary's seminary from the Sukphician mother house in Paris. For fifteen months Father Bieletti had been engaged in hospital work in the rear, when, in defiance of army rogulations, he made an appeal to Gen. Joffre himself to be put in the firing line. His request was granted. Father Bioletti was 37 years old. He was born in Lyons, France, in 1878. Re studied in Rome, where he received his licentiate in theology.

Silver Bars Plowed Up. Nacona, Tex .- A farmer named Palmer, near here, has plowed up silver bars on his farm variously estimated to be worth from \$100,000 to \$280,000. Palmer says he will send the bars to the Denver mint for analysis. It is believed the silver bars were left here by Spaniards in the sixteenth or seventeenth century, when they retreated owing to the assault of Mexicans against them.

Gen. Garcia Killed.

Chihuahua City, Mex.-Gen. Layaaga, in pursuit with his constitutional troops of scattered Villista bandits in Durango, has reported via Topehuanes to Gen. Trevino here he had engaged a small band of Villistas under Gen. Alberto Garcia at Presidio, killing Garcia and a number of his followers and putting the rest to flight.

Judge Nortoni Resigns.

St. Louis .- Albert D. Nortoni resigned as judge of the St. Louis court of appeals to accept a place on the national Democratic campaign committee. Judge Nortoni is a progressive and four years ago was the progressive candidate for governor of Missouri.

To Put Strikers to Death.

Ela Paso .- The text of a decree wherein First Chief Carranza evokes the death penalty against the strikers who paralyzed Mexico City through a general electric strike appears in copies arriving here of El Pueblo, a daily publication in the capital.

Grounds in the Canal.

San Francisco.-The first vessel to ground in the Panama canal is reported in a message to the San Francisco Merchants' exchange. She is the British steamer liford, on her way from Bahia Blanco to Atlantic ports. The cargo of nitrate had to be lightsned, the advices said.

Russians Occupy Stanislau.

Petrograd.-Stanislau, an important milway center south of Lemberg, capi ial of Galicia, has been occupied by Russian troops.

state are shown to afford insufficient protection to holders, its mortgages shall be declared ineligible under this act during the continuance of the laws per annum on unpaid principal of each In question. loan they negotiate and the bank shall

30.-The farm loan commissioner

and if on examination the laws of any

32.-The secretary of the treasury is authorized to deposit United States funds in federal land banks at current government rates of interest, the aggregate of such funds not to exceed \$6,000,000 at any one time.

FEDERAL FARM LOAN BANKS

ORGANIZATION.

Section 4 .- One in each land bank district. Branches permitted within its district. Officers: President, vice president, secretary and treasurer; directors; six representatives of farm loan associations and three representing the public interest. Attorneys, as-

sistants, experts and other employees. All salaries fixed by farm loan board and paid by bank. Subject to semiannual examinations by land bank examiner.

CAPITAL STOCK.

Sec. 5 .- \$750,000. May be owned by individuals, firms, corporations and the United States and state governments. Sec. 5 .- Shares, \$5 each.

Sec. 5 .- All stock remaining unsubscribed 30 days after subscription books are opened shall be subscribed by the United States and thereafter only the United States government and borrowers may acquire shares of stock. Sec. 5 .- United States government

not to participate in dividends. All other stockholders share dividends equally. Sec. 5 .- The original capital stock

shall be gradually retired after the stock held by farm loan associations shall amount to \$750,000. Sec. 5 .- Not less than 5 per cent

of capital shall be invested in United States government bonds.

POWERS.

solution and the appointment of a re-Sec. 13 .- To buy first farm mortcelver. gages within its district and to issue and sell farm loan bonds.

Sec. 13 .- To receive from farm loan associations interest and amortization payments on mortgages and farm loan bonds.

NATIONAL FARM LOAN ASSOCI-Sec. 13 .- To acquire and dispose of real and personal property necessary for the convenient transaction of business; and land taken in satisfaction of debts or purchased under judgments, decrees or mortgages held by it. Shall not hold title exceeding five years, may form such an association.

Sec. 13 .- To accept deposits of securities or current funds from member associations but pay no interest there-011.

Sec. 13 .- To borrow money on security and pay interest thereon. Sec. 13 .- To buy and sell United States bonds.

Sec. 13 .- To appraise lands for bond issue and to charge applicants and borrowers the cost of land appraisal, examining titles, recording and other legal fees, said fees to be paid in cash subscribe 5 per cent of their ioan in

capital of the federal land bank. banks. This does not apply to joint Sec. 15 .- Agents are entitled to a stock land banks. commission of one-half of 1 per cent

TAXATION.

Sec. 26 .- Same as applies to federal

land banks.

SPECIAL PROVISIONS.

Sec. 9.--Associations may retain as commission one-eighth of 1 per cent semiannually from interest payments on the unpaid principal of loans,

Sec. 9.-Associations may borrow from federal land banks at 6 per cent annual interest up to one-fourth of its total stockholdings in said bank.

Sec. 24.-Reserves and dividends: No limit is placed on dividend distributions after the reserve account, built up from net earnings equals 20 per cent of the capital stock and after 2 per cent of the net earnings annually thereafter are added to the reserve account.

Sec. 25 .- Defaults must be made good within 30 days after notice. Sec. 29 .- Provision is made for dis-

solution and the appointment of a recelver.

JOINT STOCK LAND BANKS ORGANIZATION.

Section 16 .- A private corporation subject to the requirements under this act which may be formed by ten or more persons with a board of directors

of five or more. Sec. 16 .- May operate within the state in which its principal office is located and within some one continguous state.

Sec. 28 .- Subject to somiannual ex-

Sec. 16 .- Double liability of share-

Sec. 16 .- The United States government shall own none of the shares of Sec. 16 .- No farm loan bonds can be

not specifically authorized in this act business when one-half of the capital is subscribed and paid in cash.

POWERS.

Sec. 16 .- To lend money on farm

Sec. 16 .- To issue and sell farm loan bonds. Sec. 16 .- To issue farm loan bonds

tal and surplus. Sec. 10 .- Except as otherwise provided it has the powers of and is sub-

PRIVILEGES.

Sec. 16 .- May lend more than \$10,000 to any one borrower, but not beyond 50 per cent of the value of the land and 20 per cent of the permanent insured improvements.

Sec. 16 .- Loans are not restricted to

banks. Sec. 29 .- Provision is made for dis-

solution and the appointment of a re-

THIS DEALER HAD REAL TACT Stout and Thin Customers Use Special

Mirrors in Wearing Apparel Establishment.

celver.

A dealer in wearing apparel, noticing that his stout customers and his very thin customers often were sensitive as to their figures, installed two full length mirrors of special design, says Popular Mechanics magazine. One was slightly concave and the other slightly convex. When a stout customer tried on a suit she was led to the concave mirror for self-inspection, and was able to see her figure as it would appear with its measurements reduced. When a thin person came in to try on clothes she was taken to the convex mirror, where the opposite effect was produced.

Only Moistened His Lips.

Omer Scudder, a Columbus real estate and insurance agent, told some of the other business men who have offices in the Bassett building that he was hot. They agreed that they were just as hot as he was.

"I can eat all the ice cream you fellows are willing to buy," Scudder declared.

The others made up 60 cents and sent out for a half gallon of cream. They had a notion that Scudder would eat about a quart after which they would divide the remaining quart among themselves. Scudder surrounded the entire half gallon of ice cream, smacked his lips and asked them whether they were not going to get him enough ice cream for a real taste. The business men looked at each other, smiled sickly and returned to their places of business. - Indianapolis News.

The Three Philosophers.

For the first time in their lives three genuine, simon-pure philosophers went out riding in a motor car. After they had ridden about twenty miles out in the country the car broke down. Said the first philosopher: "I have long wanted to study certain aspects of nature, and this affords me the particular prospect I most admire." Said the second philosopher: "I observe there is a farmhouse over there where food can doubtless be obtained in sufficient quantities." Said

the third philosopher: "I have long wanted to be in a situation where, without moving, sustenance would be brought to me by one friend, while the other discoursed on the beauties of nature."-Life

It is regarded as probable that the meetings will be held at some resort on the New Jersey Coast.

CHILD LABOR BILL PASSED

Measure Approved by Senate Even Prohibits Shipment of Children's Products.

Washington, Aug. 10 .- The child labor bill was passed in the senate on Tuesday, 32 to 12. Prior to this every amendment was voted down.

Two Republicans and ten Democrats voted against the administration bill. The bill prohibits the shipment in interstate and foreign commerce of the product of the proscribed child labor. Children under sixteen are prohibited from working in quarries and mines. Children under fourteen are not permitted to work in tanuerles, factories or mills of any kind. Children between fourteen and sixteen may work only eight hours a day, and only six days a week.

NEW G. O. P. CHIEF NAMED

Alvin T. Hert of Kentucky Will Manage Republican National Fight From Chicago.

Chicago, Aug. 9 .- Alvin T. Hert of Kentucky will be the western manager of the Hughes campaign, with headquarters in Chicago. Mr. Hert's selection was announced on Monday by William R. Willcox, chairman of the Republican national committee, following a day's conference with western leaders of the party. Mr. Hert is the new national committeeman from Kentucky. He is a Louisville manufacturer. Up to 15 years ago he resided in Indiana and is a close friend of Charles W. Fairbanks of that state, the vice presidential nominee. In the recent Republican convention he was a Fairbanks delegate.

More Troops for Border.

Washington, Aug. 12 .- The Thircenth Pennsylvania infantry regiment has been called into service by the war department. It will be sent to the border as soon as possible to replace the Pennsylvania Second Infautry,

More Russian Troops Land.

Brest, Aug. 12 .- Another contingent of Russian troops has been landed here. The soldiers were given an euthusinstic welcome. The first Russian troops to land in France arrived at Marseilles on April 20.

mortgage security. Section 7 .- Ten farm owners desiring loans aggregating \$20,000 or more up to 15 times the amount of its capi-Sec. 7 .- Its affairs are administered by five directors, including president,

fect to the restrictions imposed on federal land banks.

Sec. 16 .- \$250,000 minimum.

issued until the capital stock is fully

aminations by the federal land bank examiner.

CAPITAL STOCK.

holders.

stock.

paid, although the bank may begin