

THE OMAHA DAILY BEE

FOUNDED BY EDWARD ROSEWATER.
VICTOR ROSEWATER, EDITOR.

Entered at Omaha postoffice as second-class matter.

TERMS OF SUBSCRIPTION.
Daily Bee (without Sunday), one year, \$4.00.
Daily Bee and Sunday, one year, \$5.00.
Sunday Bee, one year, \$2.00.
Saturday Bee, one year, \$1.50.
DELIVERED BY CARRIER.
Daily Bee (including Sunday), per week, 10c.
Daily Bee (without Sunday), per week, 8c.
Evening Bee (without Sunday), per week, 10c.
Evening Bee (with Sunday), per week, 12c.
Address all complaints of irregularities in delivery to City Circulation Department.

OFFICES.
Omaha—The Bee Building.
South Omaha—City Hall Building.
Council Bluffs—16 Scott Street.
Chicago—1000 Unity Building.
New York—100 Home Life Insurance Bldg.
Washington—404 Fourth Street.

CORRESPONDENCE.
Communications relating to news and editorial matter should be addressed, Omaha Bee, Editorial Department.

REMITTANCES.
Remit by draft, express or postal order, payable to The Bee Publishing Company. Only 2-cent stamps received in payment of mail accounts. Personal checks, except on Omaha or eastern exchange, not accepted.

STATEMENT OF CIRCULATION.
State of Nebraska, Douglas county, ss: Charles C. Rosewater, general manager of The Bee Publishing Company, being duly sworn, says that the actual number of full and complete copies of the Daily Bee, Evening Bee and Sunday Bee printed during the month of June, 1937, was as follows:

1.....	36,530	17.....	36,480
2.....	36,500	18.....	36,480
3.....	36,680	19.....	36,480
4.....	36,690	20.....	36,520
5.....	36,410	21.....	36,520
6.....	36,610	22.....	36,510
7.....	36,530	23.....	36,750
8.....	36,500	24.....	36,600
9.....	36,500	25.....	36,500
10.....	36,500	26.....	36,550
11.....	36,500	27.....	36,570
12.....	36,500	28.....	36,470
13.....	36,640	29.....	36,690
14.....	36,580	30.....	36,580
15.....	37,170		
16.....	36,000	Total.....	1,094,530
Less unsold and returned copies.....	10,309		
Net total.....	1,084,221		
Daily average.....	36,137		

CHARLES C. ROSEWATER,
General Manager.
Subscribed in my presence and sworn to before me this 1st day of July, 1937.
(Seal) M. B. HUNGATE,
Notary Public.

WHEN OUT OF TOWN.

Subscribers leaving the city temporarily should have The Bee mailed to them. Address will be changed as often as requested.

Mayor "Jim" had better hurry home if he expects to find the dog muzzies still on straight.

Mayor Schmitts of San Francisco will not spend any portion of his summer in Europe this year.

Our battleships in the Pacific will constitute no menace to Japan, unless Japan is looking for trouble.

Of course Mark Twain is having a good time in Europe. His old ones are as good as new over there.

Secretary Taft is doing his best to live down the fact that he was born in town instead of in a prairie sod house.

Probably Mr. Rockefeller is too busy to attend one of those night schools where the art of restoring lost memory is taught.

Slot machine gambling must go. The Bee has hammered on this proposition until it has become an accomplished fact.

A shower of fish and pink bugs is reported from Kansas, where efforts are still being made to enforce the prohibition law.

"Many a dishonest railroad fortune is made by robbing the stockholders," says Stuyvesant Fish. Evidently all fish stories are not lies.

With James J. Hill gone to Labrador for the summer, the country may have to worry about without any panic predictions for a couple of months.

Senator Beveridge says he will do no more talking this summer. The Society for the Suppression of Unnecessary Noises may now take its vacation.

Mayor Schmitts of San Francisco may plead hot weather as the excuse for getting his pompadour cut and having his pugacious whiskers removed.

"Boston will have cheaper gas" was announced in the same newspapers that reported the arrival home of Tom Lawson from his European visit. Coincidence?

Only one more day for the Young Men's Christian association building fund campaign. If your name is not on the list of contributors now is the time to speak up.

That little insurrection in the Nebraska state penitentiary must have been specially timed for the convicts to get an enforced vacation from hard labor during the heated spell.

A Connecticut hen is credited with having laid an egg with the words "Three Times Out" on it. Mr. Bryan may find more significance in the incident than President Roosevelt.

Lightning struck a railroad brakeman in Indiana and melted the money in his pocket. Lightning has to be mighty quick to get a brakeman's money before he melts it himself.

A voracious chronicler says that John D. Rockefeller finds greatest pleasure in throwing off his business cares and playing peekaboo and hide and seek in the nursery with his grandchildren. So he was just practicing up for a hide and seek game when he dodged these subpoena servers.

A FEARLESS PROSECUTOR.

Credit for the conviction of Eugene Schmitts, the mayor of San Francisco, Abe Ruef, the city's political boss, and the unearthing of evidence which must eventually lead to uprooting the nest of grafters who have looted the California metropolis for years, must be accorded to the fullest degree to Francis J. Heney, special counsel for the city in the conduct of the prosecutions. It is true Heney has had the moral and financial backing of some of the most representative citizens of San Francisco, but it is likewise true that some of this support was offered with a suspicion that it was backed by ulterior motives and that some plans and methods of the prosecution, as outlined by Heney, have not met their cordial endorsement. He has had enough backbone, however, to insist upon conducting the prosecution in his own way, and the results furnish sufficient vindication of the wisdom of his plan.

Heney is a product of the west. He has been a machinist's helper, a cowboy, a worker on a ranch and has achieved his prominence unaided. He first came into notice as a prosecutor of the criminals in the Oregon land frauds and was rewarded by an appointment as United States attorney for Oregon. It is no longer a secret that a federal judgeship of life tenure was assured him as a reward for his service, but he declined it to take up the work of extinguishing graft and corruption in San Francisco.

The one significant feature of Heney's work has been his contention that the evils from which American municipalities have suffered is law defiance. He contends that there is no need for new laws; that the existing enactments are sufficiently broad in their scope to cause proper punishment to be visited upon every violator of the law. In the land fraud prosecutions and in the trial of the San Francisco cases Heney has insisted that the crying need was not for new enactments, but for an honest prosecution under existing laws. He has justified his contentions and must be given the lion's share of the credit for the promised reawakening of the sense of civic duty and civic pride in San Francisco.

THOSE LOST TWO BILLIONS.

Financial organs of Wall street have been compiling statistics since the close of the fiscal year on June 30 and are making a doleful showing of the shrinking of securities and stocks within the last year. The statisticians very generally agree that the loss in values has exceeded \$2,000,000,000, and they are unable to figure it out in any way to show any result other than that the country is \$2,000,000,000 poorer than it was before the crash against watered stock and illegal manipulation by capitalists of high finance was started.

The trouble with these loss estimates is that they are wholly fictitious. The country has lost nothing, but has gained steadily during the last year in every sort of material wealth. Factories are working overtime everywhere, merchants are busier than ever before in their experience, railroads can not care for the business offered, banks are filled with money and every dollar of capital invested in legitimate business or enterprise is producing solid returns. The loss of \$2,000,000,000 on the Wall street blackboard simply represents what the speculators would have earned had their plans not miscarried. Intrinsic values have been maintained or increased everywhere. Speculative values may have suffered, but the country is no loser.

AMBASSADOR BRYCE'S ALIBI.

The American people, who have a warm spot in their hearts for Ambassador Bryce, will be glad to learn that he has spoiled a splendid summer story by denying in toto the report that he had expressed an opinion of the merits of the Oklahoma constitution. Efforts are being made to induce the administration at Washington to reject the constitution prepared by the Guthrie convention, on the ground that it is too full of questionable matters that should have been dealt with by the state legislature and not by the constitutional convention. In the midst of the discussion of the subject came an alleged interview with Ambassador Bryce, in which he was quoted as having fully endorsed the constitution and declared it to be admirable in every respect. Washington correspondents eagerly seized upon the report and painted pretty pictures of Ambassador Bryce going home to England, discredited as was Lord Sackville-West once upon a time.

Utterances of diplomats at Washington are taken with great seriousness. If Mr. Bryce had said what he was quoted as saying, the correspondents warned the reading public not to be surprised if the fleet of battleships now enroute to the Pacific should receive orders to change course and pull off a naval demonstration in some English port. But the crisis has been happily averted. From his summer home at Intervale, N. H., Ambassador Bryce has sent this message to a New York paper:

Statements you quote as attributed to me regarding merits of Oklahoma constitution wholly unfounded. I invariably refuse to express my opinions on its provisions, as I have invariably refused to say anything whatever on any American political question since I came to the United States in official capacity.

The hands-across-the-sea may remain clasped and the battleships may go on to the Pacific, just to give Japan a chance to show whether it likes it or not. So far as Ambassador Bryce is

concerned, he has proved an alibi and convinced the public that he will take no back seat in refusing to tell what he knows or thinks. From a diplomatic standpoint the Oklahoma constitution is a closed incident.

A GOOD MOVE.

The Board of Fire and Police Commissioners has made a good move in issuing orders intended to put an end to slot machine gambling in Omaha.

The automatic gambling device has had a similar career in nearly all cities where it has been introduced and for a longer or shorter time held its own until suppressed by law. The first form was what was called the money machine, which was nothing but a roulette wheel, with the player making it self-operative. The money machine purported to be nothing but a gambling device and under stress of public opinion voiced in Omaha, chiefly by The Bee, was soon forced out of the community. It remained, however, notwithstanding our protests, in a modified form under pretense of returning to the players, not a money prize, but an uncertain value of merchandise in exchange.

The element of chance, the demoralizing influence and the temptation to young folks to take their first lessons in gambling upon it, still brought this merchandise machine within the scope of the laws against gambling, but the persistent pressure of the beneficiaries of its profits seems to have been potent up to this time in securing inaction of the authorities. What this pressure must have been upon the present board, as well as previous ones, may be gathered from the statement made, upon good authority, that the owner of one cigar store in Omaha has been cleaning up \$1,000 a month out of his battery of slot machines.

The members of the police board will, without question, find that the people of Omaha, exclusive of those sharing in the profits, are thoroughly with them in their anti-slot machine edict and will be glad to have Omaha placed in the list of cities which have weeded out this pernicious evil.

The British government has given notable recognition of the excellence of American agricultural education and teaching by employing, at a salary of \$10,000 a year, Prof. A. E. Parr of the Iowa State Agricultural college as director of agriculture and animal industry for India. It is encouraging to note that our scientific agricultural education is being appreciated and recognized.

It is said that the express companies will not set up a cry of confiscation, but will rely on alleged technical defects in the law to render them immune from the penalties prescribed by the Nebraska rate reduction law. Technical defenses are dangerous, even if successful, in this class of cases, because the defects can be readily cured by another legislature.

Our old friend, Carroll G. Pearce, has been elected to a vacancy in the board of trustees of the National Educational association, his predecessor having graduated into a penitentiary at Joliet, Ill. It goes without saying that there was no politics in according this great distinction to Superintendent Pearce, now of Milwaukee.

It will be well for our country commissioners to keep an eye on the state assessment when up for revision by the State Board of Equalization. Douglas county wants to do the right thing in the way of bearing its proper share of tax burdens, but it also wants just as good treatment as any other county in Nebraska.

PACIFIC NAVAL PARADE.

Platin Duty.
New York World (dem.).
One simple, plain duty now confronts the president. It is to announce officially, authoritatively, flatly and positively that the North Atlantic fleet will not be sent to the Pacific.

A Hint to Japan.
St. Louis Republic (dem.).
Parading a fleet will not teach cocky little Japan the sort of lesson she seems to be coming to her. We are no Jingo, but why bother about her at all unless we are sufficiently interested to abandon dress parade and put on our fatigue uniforms?

Stealing Mischievous Talk.
Boston Transcript (rep.).
Yet, be the cost what it may, this movement, once decided on, must be sustained by the loyal public opinion of America. With sixteen American battleships in the Pacific, added to the three already there, there will be not the shadow of a pretense that this mischievous talk of a sudden attack by Japan, provoked by our weakness and unpreparedness.

Mistress of the Pacific.
Cleveland Plain Dealer (dem.).
When the armada of battleships and armored cruisers steams through the Straits of Magellan, at that moment Japan, now the mistress of the Pacific, will lose her control of the orient. America, through its command war fleet, will be in a position to dominate the world's great waterway in command respect and enforce authority in Asia.

Needed Enlightenment.
Cleveland Leader (rep.).
What the president will accomplish by sending the biggest stick the United States possesses around South America is the instant enlightenment of small-fry Japanese politicians and the Japanese rabble concerning the strength and attitude of the American republic. He will also brush away any cobwebs of doubt which may have interfered with the view of Pacific conditions and chances from European capitals.

South Omaha's municipal budget calls for \$163,000, of which nearly \$25,000, or almost one-third, is set aside for interest. This looks as if the ratio of fixed charges to running expenses were pretty high for a city of South Omaha's size.

Colonel Bryan denies that he ever said President Roosevelt was as good a democrat as he himself. No one is a democrat who was qualified to vote when Bryan ran for the presidency and refused then to vote the democratic ticket.

Having rescued a girl from drowning in a lake in the Yellowstone park, Mr. Fairbanks has utterly confused critics who have sought to compare him unfavorably with some of the more strenuous candidates.

"Everything at Washington is now in the hands of chief clerks," says the New York World. An exception should be noted, for the Washington base ball team, which seems to be in the hands of the molluscoides.

The seismograph at the Washington weather bureau has recorded an earthquake, but has failed to locate it. The seismograph has possibly mistaken the

Knox presidential boom for an unlocated earthquake.

If the people in neighboring towns in Iowa and Nebraska do not take proper precautions the slot machines ordered out of Omaha will soon be doing business again at new stands in country stores.

An Optical Impression.
Washington Post.
The administration seems to have concluded that a good look at our own battleships will cure that restlessness of Japan's.

Abstaining Confidence.
Louisville Courier-Journal.
It is in order now to find out who has been abusing Mr. Rockefeller's confidence by making him rich without his knowledge or consent.

Consolation Prizes.
Brooklyn Eagle.
Nineteen American war correspondents are decorated by the mikado. That is a delicate way of compensating them for the prohibition that kept them always some miles removed from the front.

Activities of the Jingles.
Pittsburgh Dispatch.
It is not at all a hazardous prophecy that when the Jingles have got our battleship fleet in the Pacific they will not lose time in discovering German, French or British designs that demand its immediate presence in the Atlantic. And the fact is that we have got enough ships to serve all legitimate purposes on both oceans.

Vanishing Reminders of Misfortune.
San Francisco Chronicle.
The refugee camps will soon be a thing of the past. With their disappearance will vanish one of the most painful reminders of the great conflagration. The fact that those in charge did it expedient to close up the camps in the parks gives assurance that there is now ample provision for the housing of all the inhabitants of the city.

Output of New Securities.
Wall Street Journal.
Curiously enough, the output of new securities of the first half of the new calendar year is just about as large as the total exports of the United States to Europe for the entire fiscal year, estimating those of June at about \$800,000,000. The grand total of the securities issued between January 1 and July 1, 1937, was \$1,273,725,000, though only about \$800,000,000 of these have been marketed, the others remaining to be sold.

Exports to Europe, on the basis of the June estimate, should be \$1,265,000,000. Comparison of the above figures shows that the country for a year with the enormous issues of securities, 50 per cent. of which are for railroads alone, indicates how extensive consumers of capital the American railroads really are.

Peculiar Name of Judge Landis.
Boston Transcript.
Judge Keneaw Mountain Landis, who has compelled the great Rockefeller to come into court, is said to have been named in commemoration of the battle in which his father was wounded. As that engagement occurred in 1864, and Judge Landis was born in 1895, his peculiar name cannot have been bestowed on the spur of the moment. A similar instance of peculiar paternal choice in naming a child is exhibited in the case of Captain Malvern Hill Barnum of the regular army. His father must have had some reason akin to that of the father of Judge Landis, for while the battle was fought in 1862, Captain Barnum was not born until fourteen months afterward.

Possibly there are military associations which civilians cannot understand that make certain events of peculiar significance in the lives of veterans. This supposition is strengthened by the fact that a few years ago there lived in Boston two colored men, brothers, sons of a veteran, who bore, respectively, the given names of "Army-of-the-Potomac" and "Sixth Corps."

DIVIDING PROFITS WITH PUBLIC.

Boston Gas at Eighty Cents Will Pay Nine Per Cent Dividends.
Springfield (Mass.) Republican.
The Boston Consolidated Gas company announces a further reduction in the price of gas to 80 cents. This is of interest not only as to the operation of sliding scale, but as an example of profit in low priced gas. The company has other gas companies and other communities. If we mistake not this is the lowest price at which manufactured gas has been sold in the United States, and it is evidently the belief of the company that it can pay 9 per cent on the capitalization at such a price.

Under the sliding scale law the standard price is 90 cents and the standard dividend 7 per cent. Every five-cent reduction in price entitles the company to add 1 per cent to its dividend rate. It went to 85 cents and 8 per cent soon after coming under the sliding scale experiment. It now goes to 80 cents, and presumably for the rate and it would increase the dividend to 10 per cent. This is the great merit of the sliding scale—that it forces the company automatically to lower prices through the desire to increase its divisible profits.

Standard Oil Company's Share.
Yearly Dividend.
1937.....\$23,332,000
1936.....23,332,000
1935.....23,332,000
1934.....23,332,000
1933.....23,332,000
1932.....23,332,000
1931.....23,332,000
1930.....23,332,000
1929.....23,332,000
1928.....23,332,000
1927.....23,332,000
1926.....23,332,000
1925.....23,332,000
1924.....23,332,000
1923.....23,332,000
1922.....23,332,000
1921.....23,332,000
1920.....23,332,000
1919.....23,332,000
1918.....23,332,000
1917.....23,332,000
1916.....23,332,000
1915.....23,332,000
1914.....23,332,000
1913.....23,332,000
1912.....23,332,000
1911.....23,332,000
1910.....23,332,000
1909.....23,332,000
1908.....23,332,000
1907.....23,332,000
1906.....23,332,000
1905.....23,332,000
1904.....23,332,000
1903.....23,332,000
1902.....23,332,000
1901.....23,332,000
1900.....23,332,000
1899.....23,332,000
1898.....23,332,000
1897.....23,332,000
1896.....23,332,000
1895.....23,332,000
1894.....23,332,000
1893.....23,332,000
1892.....23,332,000
1891.....23,332,000
1890.....23,332,000
1889.....23,332,000
1888.....23,332,000
1887.....23,332,000
1886.....23,332,000
1885.....23,332,000
1884.....23,332,000
1883.....23,332,000
1882.....23,332,000
1881.....23,332,000
1880.....23,332,000
1879.....23,332,000
1878.....23,332,000
1877.....23,332,000
1876.....23,332,000
1875.....23,332,000
1874.....23,332,000
1873.....23,332,000
1872.....23,332,000
1871.....23,332,000
1870.....23,332,000
1869.....23,332,000
1868.....23,332,000
1867.....23,332,000
1866.....23,332,000
1865.....23,332,000
1864.....23,332,000
1863.....23,332,000
1862.....23,332,000
1861.....23,332,000
1860.....23,332,000
1859.....23,332,000
1858.....23,332,000
1857.....23,332,000
1856.....23,332,000
1855.....23,332,000
1854.....23,332,000
1853.....23,332,000
1852.....23,332,000
1851.....23,332,000
1850.....23,332,000
1849.....23,332,000
1848.....23,332,000
1847.....23,332,000
1846.....23,332,000
1845.....23,332,000
1844.....23,332,000
1843.....23,332,000
1842.....23,332,000
1841.....23,332,000
1840.....23,332,000
1839.....23,332,000
1838.....23,332,000
1837.....23,332,000
1836.....23,332,000
1835.....23,332,000
1834.....23,332,000
1833.....23,332,000
1832.....23,332,000
1831.....23,332,000
1830.....23,332,000
1829.....23,332,000
1828.....23,332,000
1827.....23,332,000
1826.....23,332,000
1825.....23,332,000
1824.....23,332,000
1823.....23,332,000
1822.....23,332,000
1821.....23,332,000
1820.....23,332,000
1819.....23,332,000
1818.....23,332,000
1817.....23,332,000
1816.....23,332,000
1815.....23,332,000
1814.....23,332,000
1813.....23,332,000
1812.....23,332,000
1811.....23,332,000
1810.....23,332,000
1809.....23,332,000
1808.....23,332,000
1807.....23,332,000
1806.....23,332,000
1805.....23,332,000
1804.....23,332,000
1803.....23,332,000
1802.....23,332,000
1801.....23,332,000
1800.....23,332,000
1799.....23,332,000
1798.....23,332,000
1797.....23,332,000
1796.....23,332,000
1795.....23,332,000
1794.....23,332,000
1793.....23,332,000
1792.....23,332,000
1791.....23,332,000
1790.....23,332,000
1789.....23,332,000
1788.....23,332,000
1787.....23,332,000
1786.....23,332,000
1785.....23,332,000
1784.....23,332,000
1783.....23,332,000
1782.....23,332,000
1781.....23,332,000
1780.....23,332,000
1779.....23,332,000
1778.....23,332,000
1777.....23,332,000
1776.....23,332,000
1775.....23,332,000
1774.....23,332,000
1773.....23,332,000
1772.....23,332,000
1771.....23,332,000
1770.....23,332,000
1769.....23,332,000
1768.....23,332,000
1767.....23,332,000
1766.....23,332,000
1765.....23,332,000
1764.....23,332,000
1763.....23,332,000
1762.....23,332,000
1761.....23,332,000
1760.....23,332,000
1759.....23,332,000
1758.....23,332,000
1757.....23,332,000
1756.....23,332,000
1755.....23,332,000
1754.....23,332,000
1753.....23,332,000
1752.....23,332,000
1751.....23,332,000
1750.....23,332,000
1749.....23,332,000
1748.....23,332,000
1747.....23,332,000
1746.....23,332,000
1745.....23,332,000
1744.....23,332,000
1743.....23,332,000
1742.....23,332,000
1741.....23,332,000
1740.....23,332,000
1739.....23,332,000
1738.....23,332,000
1737.....23,332,000
1736.....23,332,000
1735.....23,332,000
1734.....23,332,000
1733.....23,332,000
1732.....23,332,000
1731.....23,332,000
1730.....23,332,000
1729.....23,332,000
1728.....23,332,000
1727.....23,332,000
1726.....23,332,000
1725.....23,332,000
1724.....23,332,000
1723.....23,332,000
1722.....23,332,000
1721.....23,332,000
1720.....23,332,000
1719.....23,332,000
1718.....23,332,000
1717.....23,332,000
1716.....23,332,000
1715.....23,332,000
1714.....23,332,000
1713.....23,332,000
1712.....23,332,000
1711.....23,332,000
1710.....23,332,000
1709.....23,332,000
1708.....23,332,000
1707.....23,332,000
1706.....23,332,000
1705.....23,332,000
1704.....23,332,000
1703.....23,332,000
1702.....23,332,000
1701.....23,332,000
1700.....23,332,000
1699.....23,332,000
1698.....23,332,000
1697.....23,332,000
1696.....23,332,000
1695.....23,332,000
1694.....23,332,000
1693.....23,332,000
1692.....23,332,000
1691.....23,332,000
1690.....23,332,000
1689.....23,332,000
1688.....23,332,000
1687.....23,332,000
1686.....23,332,000
1685.....23,332,000
1684.....23,332,000
1683.....23,332,000
1682.....23,332,000
1681.....23,332,000
1680.....23,332,000
1679.....23,332,000
1678.....23,332,000
1677.....23,332,000
1676.....23,332,000
1675.....23,332,000
1674.....23,332,000
1673.....23,332,000
1672.....23,332,000
1671.....23,332,000
1670.....23,332,000
1669.....23,332,000
1668.....23,332,000
1667.....23,332,000
1666.....23,332,000
1665.....23,332,000
1664.....23,33