Scheme of Senator Does Not Contemplate Central Bank.

CREATES A RESERVE ASSOCIATION

All National Banks to Own Stock in Discounting Institution-If Also Provides for National Savings and Trust Companies.

called for the purpose, but Senator Aldrich stockholders subject to call. was not present. His communication was presented by the vice chairman, Reprecentutive Vreeland of New York.

the needs of the situation. What Mr. Alsenting what might be called a federation

Local Organizations.

At the bottom are local organizations of representatives of banks formed by not less than ten banks each, each bank holding stock in the association in proportion to its capital.

branch" associations, one branch for each of fifteen financial districts into which the United States would be divided. Each branch" board would include a certain than \$5,600,000, proportion of men not bankers, but repre-

secretary of commerce and labor, the

president of the United States and be removable by him for cause.

Fiscal Agent of Governor. The association would be the principal fiscal agent and depository of the government, would fix from time to time the rate of exchange or discount, and eventually its notes would replace those of the na-

association's members would meet currency

terday and read at today's meeting, Senator Aldrich expresses disappointment that for discussion and criticism.

commercial organizations of the country years respectively. who are now considering this subject a "Each branch shall have a manager and basis for criticism and discussion."

it responsive to the demands of modern branches shall be prescribed by the bylaws business." The study which the commis- of the recerve association sion has given to this has, I believe, led "Any member of a local association may irresistibly to the conclusion that our apply to that local association for a guarconditions of business.

obvious that one of the principal needs is the reserve association shall be equitably so find some method for the unification of extended to every national bank of any of our present banking institutions into one the classes herein defined who shall subcomprehensive system. In other countries scribe to its proportions of the stock of traied and used freely in any direction conform to the requirements of this act. where needed. Under our faulty system The government of the United States and reserves are so scattered as to be un- those national banks owning stock in the available in the time of trouble, either for reserve association shall be the sole depurposes of assistance or defense.

Would Create Discount Market.

banking act as to permit the formation of an association of all the banks of the country to meet these needs, we shall have gone a long way toward solving the problem which is before us. If the problem which is before us. If the problem which is before us. If the problem which is before us. iem which is before us. If then, in addition, we provide a more scientific basis for bank note circulation, so that the shall deposit its cash balance with the revolume of circulation will be responsive to serve association and thereafter all rethe needs of business we shall, I believe, ceipts of the government shall be deposited have met the two main requirements of a with the reserve association or (when necsatisfactory solution. In addition, if we essary) with such national banks as the can aid in creating a discount market in government may designate for that purthis country similar to the discount mar. pose in cities where there is no branch kets in Europe, so that the most liquid of the reserve association. All disburseportion of our bank funds will not of necha- ments by the government shall be made sity be forced to such a large degree as at through the reserve association, present into the making of call loans upon stock exchange collateral, but will in terest on deposits. stead be available for the needs of com-mercial business, we shall have so broad-notes and bills of exchange arising out of ened our banking methods as to bring commercial transactions, for and with the

of the quintry. "I believe that the conclusions which I maturity of not more than twenty-eight present herewith meet those conditions days, and must have been made at least and that the organization which it is pro- thirty days prior to the date of rediscount. posed to create will besure the benefits which we seek without running any risk "Whenever, in the opinion of that governor of creating a financial institution which of the reserve association the public in-

Reserve Association of America.

authorized capital of the Reserve Associ- securities which shall be held by the local SPECIAL FEATURES OF SHOW Good Roads Day at \$200,000,000. The length of its charter shall sociation; but in no such case shall the sociation shall be in Washington, D. C. exceed two-thirds of the actual value of The country shall be divided into fifteen the securities so pledged. The rate of dislistricts and a branch of the Reserve as-The reserve association and its branches States shall be fixed from time to time shall be exempt from state and local taxation, except in respect to taxes upon real lished. The reserve association may, when-

estate owned by it. Only national banks of the classes herenancial conditions warrant such investinafter provided for may subscribe to the capital stock of the reserve association. A WASHINGTON, Jan. et -Senator Nelson national bank having a minimum capital W. Aldrich's long awaited "plan for the of at least \$25,000 may subscribe to an revision of the national banking legists; amount of capital stock of the reserve asas he calls it, was made public to- sociation equal to S per cent of the stock day. It does not contemplate the establish- of the subscribing national bank, and not ment of a central bank. It is so far from less, and each of such subscribing banks what most people have expected Mr. Al- shall become a member of a local associdrich to propose that to those who have ation as hereinafter provided for. Fifty not been in his confidence it may come as per cent of the subscriptions to the expital stock of the reserve association shall The plan was submitted today to the na- | be called in cash; the balance of the subtional monetary commission at a meeting scription will remain a liability of the

The carnings of the association shall be distributed in the following manner: "After paying all expenses and taxes Far from recommending the institution of the stockholders shall receive 4 per cent. a central bank, Mr. Aldrich expressly disclaims belief in it as calculated to meet balf to go to the surplus of the reserve association until that surplus shall amount the reserve association for the confidential the needs of the situation. What Mr. Al-drich does propose is the establishment of a fourth to go to the government of the banks of all classes shall hereafter make Columbus, Fremont, Nebraska City, Linreserve association of America," repre- United States and one-fourth to the stockholders; but when the stockholders' diviof local associations formed by national dends shall reach 5 per cent they shall banks. He says in his letter to the com- receive no additional dividend distribution. mission that he believes this association After the stockholders receive 5 per cent would not be subject to the domination or the earnings shall be divided, one-half to influence of any political or financial be added to the surplus of the reserve association and one-half to go to the gov-So well known is the scheme that it is ernment. After the stockholders receive difficult to state briefly the provisions of 5 per cent annum and the surplus of the the plan, but these seem to be the essen- reserve association amounts to 20 per cent of the paid in capital, all excess earnings shall go to the government. The minimum dividends to the stockholders shall be right to relssue the notes so retired.

cumulative. District Associations. "In addition to the authority to issue notes
"All subscribing banks shall be formed to replace any national bank notes out

into associations of national banks to be standing at the time of the organization of Directors elected by those to the board of designated as local associations. Every the reserve association it shall have the local association shall be composed of not right to issue additional circulation notes less than ten banks, and the combined as follows: capital and surplus of the members of each local association shall aggregate not less 000,000 of such additional notes shall pay

"All the local associations shall be cent; above \$100,000,000 and not more than renting industrial, agricultural, commercial grouped into fifteen divisions to be called \$200,000,000 may be issued at an annual tax The territory incidued in the of 4 per cent; above \$200,000,000 and not districts. The "branches" in turn would elect to local associations shall so be apportioned more than \$300,000,000 may be issued at an the reserve association proper directors, that every national bank will be located annual tax of 5 per cent; all above \$300,000,torty-five in all, among whom also must within the boundaries of some local asso- 000 shall pay an annual tax of 6 per cent. be a proportion of men representing inter- ciation. Every subscribing national bank All note issues of the reserve association ests other than banks. There would be shall become a member of the local asso- must be covered to the extent of at least six ex-officio members of this board, ciation of the territory in which it is one-third by gold or other lawful money

"As heretofore provided, all the local comptroller of the currency and the gover- associations shall be grouped into fifteen nor and two deputy governors of the as divisions and each of these divisions shall paper as herein defined, or both." ociation.

De designated as a district. There shall be Addrich's suggestion without comment as to located in each district a branch of the former was presented by the designated as a district. There shall be addrich's suggestion without comment as to eity. the association would be appointed by the reserve association. Each of the fifteen its merits. The document was presented by Mr. Buckley also made the announce branches of the reserve association shall have a board of directors.

board of the reserve asso-

ciation shall consist of forty-five directors DELEGATION GOES TO and it shall be composed in the following manner:

"First-Six ex-officio members namela tis notes would replace those of the national banks. Prime commercial paper, passing up from the banks through the local associations and branches, as well as Commerce and Labor and the comptroller

local associations and branches, as well as bonds of the government, could be used as a basis of currency issue.

The plan also contemplates two new classes of national banks or departments of banks, to receive savings and make ioans upon real estate, and also to be in effect national trust companies.

National banks would be permitted to ferm branches only in their own immediate communities, and they also could be organized.

zed for business in foreign countries.

The system of mutual support which the splect twelve additional members, who shall fairly represent the industrial, compared in the country and who shall not be of the country and who shall not be officers of the banks. Directors of banks being first address. Many were unbest price this season. The steers were day and had they gone, they would have missed the address. For this reason it was decided to go Wednesday morning.

In a letter to Mr. Vreeland, dated yesterday and read at today's meeting. Sena-

Executive Officers.

his illness had compelled him to forego "The executive officers of the reserve as assistant gas inspector; Dan Butlor, city his expectation of conferring with the sociation shall consist of a governor, two clerk: Thomas Flynn, street commissioner members of the commission. He tenders deputy governors, a secretary and such sub. Barney McArdie. keeper of the county his plan as "tentative" and as the subject ordinate officers as may be provided by the store; Richard Schneider, license inspector; bylaws. The governor and deputy govern- Claude Bosse, dalry Inspector, and Coun-"I, of course, do not expect," he says, of shall be selected from a list submitted "the immediate approval of the commis- by the board of directors. The governor sion or that any formal action will be shall be subject to removal by the president taken upon it. The plan suggested is a of the United States for cause. The term personal one and I fully believe will an. of office of the deputies shall be seven swer the requirements of the changed con. Years, but the two deputies shall be seven ditions. It will certainly furnish to the shall be for terms of four years and seven

Mr. Aldrich prefaces his plan with an in- by the governor of the reserve association. troduction, in course of which he says it with the approval of the executive commithas been his aim "to suggest changes in tee. The powers and duties of the manager the national banking act which will make and deputy and various committees of the

present banking system, which was anty of the commercial paper which it deadopted nearly half a century ago, and sires to rediscount at the branch of the has remained practically unchanged not reserve association in its district. Any such only fails completely under stress and in bank receiving a guaranty from a local the presence of unusual demands upon its association shall pay a commission to the resources, but has been found inadequate local association, to be fixed from time to and unresponsive, even under the ordinary time by the board of directors of that local association.

"In the light of our experience it is "All of the privileges and advantages of we have found that reserves are concen- the reserve association and shall otherwise positors in the reserve association. All domestic transactions of the reserve asso-'If we can so amend the present national custion shall be confined to the govern-

> Depository for Government. "The government of the United States

"The reserve association shall pay no in-

incalculable benefit to the commercial Ufe indorsement of any bank having deposit with it. Such notes and bills must have a

Protection of Banks.

can be controlled by ambitious monetary terests so require, such opinion to be coninterests or dominated by political influ-curred in by the executive committee of the reserve association and to have the definite approval of the secretary of the The senator proceeds then to the descrip- treasury, the reserve association may disyou of his proposed "Reserve Association count the direct obligation of a depositing of America." It is proposed to charter bank, indersed by his local association prothe Reserve Association of America, which | vided that the indorsement of the local aswill be the principal financial agent of the sociation shall be fully secured by the government of the United States. The pledge and deposit with it of satisfactory

be fifty years. The head office of the as- amount loaned by the reserve association Director Buckley Has Added Many New Attractions.

count of the reserve association which

ever its own condition and the general fi-

a depositing bank acceptances of banks or

market as prime bills.

reserve association.

retires the whole or any part of its exist-

Tax on Note Issues.

"In addition to the authority to issue notes

HEAR HITCHCOCK TALK

They May Ser the Joint

Seaston.

The delegation of city and county offi-

ials, which had expected to go to Lincoln Tuesday morning to boost for Senator-

elect Gilbert M. Hitchcock when his name

came up for confirmation, postponed the

trip until Wednesday morning, when a party of ten, headed by Mayor Dahlman,

The trip was delayed that the delegation

In the party will be Mayor Dahlman,

Mr. Hitcheock's name will come up for joint ballot Wednesday morning and he

For LaGrippe Coughs and Stuffy Colds

Take Foley's Honey and Tar, It gives

quick relief and expels the cold from your

system. It contains no opiates, is safe

will make his address about noon.

and sure. Sold by all druggists.

City Attorney Rine, Joseph P. Butler,

will leave for the state capital.

cilman Lee Bridges.

sociation shall be located in each district. shall be uniform throughout the United ELKS ARE TO COME IN FORCE Invitations Have Been Sent Out to by the executive committee and duly pub-Lodges in Neighboring Towns and Many Responses Are

Expected.

ment, purchase to a limited amount from L. W. Buckley, concession manager of the houses of unquestioned financial responsi-Land show, who is one of the busiest men bility, such acceptances must arise from at the Auditorium, is finding time to add a commercial transactions and have a manew feature every few minutes to the mamturity not exceeding ninety days, and must moth agricultural exhibit. Tuesday he anbe of a character generally known in the nounced a list of new attractions which will swell the attendance by the thousands. "The reserve association shall make a report showing the principal items of its writers, good roads experts, hog buyers and balance sheet to the comptroller of the society women and a score of other combicurrency once a week. These reports shall nations and individuals have all promised be made public. In addition full reports to storm the Auditorium on the nights set shall be made to the comptroller of the aside for them. currency coincident with the five reports One of the most attractive of the special

called for each year from the national nights will be that arranged for the Elks. banks. All reports of all national bank Mr. Buckley has designated Thursday, Janexaminers in regard to the condition of uary 26, as their day, and it is expected that national banks shall hereafter be made in visiting brothers will be here from at least duplicate, and one copy shall be filed with a dozen Nebraska points, some of them a weekly report to the comptroller of the coin and other points, and it is assured that currency answing the principal items of there will be one of the most unique gaththeir balance sheets, such reports to be srings of Elks ever held in Omaha. The available for the use of the officers of the local Elks are arranging to meet the visiters at the trains and escort them to the There is hereafter to be no further issue club rooms, where they will be formed into beyond the amount now outstanding or a legion to storm the Auditorium just bebank notes by national banks. National fore the gates are opened. Together with banks may, if they choose, maintain their the local members it is expected that there present note issue, but whenever a bank vill be at least 1,000 Elks in line.

Aldrich to Talk. ing issue it will permanently surrender its Governor Chester H. Aldrich is to have special night, and he will have the honor f opening the show, for he is to be here m the initial night. In the meantime the eception committee of the Commercial lub is making arrangements to give the governor the proper sort of welcome. lould Dietz of the Land Show reception mmittee is in Lincoln today arranging details for the coming of the governor " The whole or any part of the first \$100 .-Upon his arrival here he will be met in Drops to the government an annual tax of 2 per approved fashion and escorted to the club Then will follow a reception as which the distinguished visitor will go

through a program of hand shaking. Just before the hour for the opening o the big show the members of the Comwill ride in an automobile, will proceed to the Auditorium. The details of the governor's visit to the show have not yet been and the remaining portion by bonds of the gram will consist principally of a speech. United States or bankable commercial The committee in charge has fully determined that there will not be any dull mo-The monetary commission received Mr. ments as long as the governor is in the

the vice chairman, Representative Vree- ment that there would be a special night land, and soon afterward the commission for the Boyles Commercial college-Monadjourned to meet at the call of the chair- day, January 23. The students will attend in a body with flying pennants and plenty of college noise. This will be a feature well worth while. Students of the college have arranged to put on a program, beginning at 5 o'clock on Monday evening. The expert stenographers and typewriters of Postpones the Visit One Day that the institution have arranged to give an exhibition of their talent and speed on the Auditorium stage at that hour

TOPS SOUTH OMAHA MARKET

Stanton County Farmer Gets High Price for Lond of Well Bred Steers.

W. Barr, a young farmer from Stanton county, topped the South Omaha market Tuesday ruorning with a carload of steers might be present when Mr. Hitchcock that brought him \$6.35. That is also the

> A Guarantee of Business Prosperity-The Bee Advertising Columns.

BIRTHS AND DEATHS.

Births-Guy and Atta Rice, 2824 Davenport street, any; John and Rose Hilgendorf,
2125 North Twenty-eighth street, boy;
Augustine and Anna Eldesco, 1018 South
Twenty-first street, boy
Deaths-Earl Immel, 13 years, Twentysecond and Howard streets; Mae Flanagan,
Myears, 2818 Ames avenue; Martha E.
Steels, 67 years, 4302 North Thirty-sixth
treet; E. H. Burrs, 38 years, 3110 South
Twenty-first street; Mrs. Anna Rivoire, 91
years, 2410 North Twenty-second street;
George Weber, 36 years, Benson, Neb.;
Charles Karstler, 52 years, St. Joseph's
hospital.

Land Show Changed; Prof. Holden to Speak

Corn Expert to Give His Views-Ad Club Men Turn Out in Force.

Announcement has been made that the good roads demonstration, which was to have been exploited on January 19, will not be given until the evening of January 24. tridge, Shelley & Thomson Coal company The change was made necessary because whose general offices are at 1816 Harney Prof. Mulien of Minneapolis was unable to street, by John Grant Pegg, inspector of be here on the former date. Prof. Mullen weights and measures. The charges allege is one of the biggest good roads men in that the wagons of the company are under the country and he will attract many vis- weight and are the result of a crusade

Another distinguished guest will be Mau- the last three days. mry 23. Mr. Connelly is one of the bright- short 150 pounds. est orators in the state of lows and he success agriculturally. Also on that day of the Partridge, Shelley & Thomson there will be other speakers of note. On Saturday evening, January 21, the charges resulted.

maha real estate men will occupy the imelight. They have not completed their interesting for the visitors to the show. They have invited the Council Bluffs and South Omaha realty men to join them, and

Commission men's night has been changed from Saturday to Monday. The Omaha Ad club will centralize its forces on Monday, January 21. They have promised to bring out at least 200 members. among whom will be a number of good speakers.

MAN MAY DIE OF INJURIES RECEIVED IN BAD FALL

from Ladder While Working at Ice House-Hurt Internally.

Henry Adam, 1002 Grace street, who fell twenty-two feet from a ladder at Peterson's ice house, is now in a serious condimercial club, following the governor, who tion. This morning Adam suffered internal bleeding, pointing to severe injury, Adam was removed from his home to St. Joseph's hospital, where he was treated by Dr. Conlon.

> A Guarantee of Business Prosperity-The Persistent and Wise Patronage of The Bee Advertising Columns.

COAL SELLS AT SHORT WEIGHT

Charges Are Made by Inspector of Weights and Measures.

WAGONS ARE BUSHELS SHORT Some of the City Scales Are Also Or-

dered Repaired-Other Warnings Are Sent Out to Dealers.

Charges have been filed against the Parwhich the inspector has been waging for

ice Connelly of Dubuque, who sent word | Inspector Pegg caught two of the comtoday that he would be here as the prin- pany's wagons short. One lacked 1% pounds cipal speaker on Iowa day. Monday, Janu- of the weight certified and the other was

Inspector Pegg's activity developed the will have some interesting things to say fact that many coal wagons in the city in true Connelly style. On the same day are short weight. But in the main, the Prof. P. G. Holden of corn gospel fame wagons have only been from fifty to sixty will be present to deliver an address and pounds under, which is not considered a do what he can to make the show a huge flagrant violation. However, the shortage puny's wagons was so pronounced that

Warnings have been sent to various companies whose wagons were short. Should program, but they promise to make things they persist in turning out short weights they will be asked to explain.

Orders have been issued by the inspecfor for the repairing of the city scales at there is sufficient assurance of a lively Sixteenth and Izard streets and Fourteenth and Cass, McCaffrey Bros.' scales at Eleventh and Paul and the Brandels scales at Fifteenth and Marcy.

> JURY PANEL IS DISCHARGED Judge Redick Makes Good on His Threat Because Cases Are Not Rendy.

True to his promise that he would discharge the fury until the February term of court if no attorneys got ready to try their cases by Tuesday, Judge Walliam A. Redick discharged the panel in district court Tuesday afternoon and there will be no more trials of law cases until February When the cases were called Tuesday orning some attorneys said they thought they would be ready to go to trial by Tueslay afternoon and some by Monday, but none were ready to go to trial immediately

Most Food Is Poison

to the dyspeptic. Electric Bitters cure dyspepsia, liver and kidney complaints and debility. Price 50c. Sold by Beaton Drug

AMUSEMENTS

The Mome of Folly, Two Prolice Daily Four Days, Commencing Sunday Matinee, January 15

JOLLY GIRLS A Delirious Dream of Delicious De-light, Presenting the Rip Roaring Comedies

The Flying Man From Mexico and an Iri h Pasha WITH AN ALL-STAR CAST AND
BE DAINTY DIMPLE DARLINGS 25
EXTRA-Tuesday Night Chorus
Girls' Contest. \$20 in Gold Given
Away. Come and see what the girls
can do.

Thursday, Jan. 18—For 3 days, the Comedy Drama, "The Girl From The Sunny South." Sunday, Jan. 28-For 4 days, the big burlesque production, "New Century

Mr. and Mrs. BOB Fitzsimmons FORMER GREAT CHAMPION OF GRAND OPERA FAME

6-OTHER BIG ACTS-6 Mat. Daily, 2:15 p. m., 10c 2-EVENING SHOWS-2 10c, 20c, 30c, at 7:45 and 9:20 P. M.

THEATRE THIS APPERNOON-TONIGHT

STAIR AND HAVLIN'S BIG MUSICAL HOVELTY SCHOOL DAYS MERMAN TIMBERG and 55 BOXS and GIBLS. A \$1.50 Show at 15c to 75c, Few at 50c MES. WIGGS of the Cabbage Patch Jan. 34, Cincinnati Symphony Orchestra

Tonight—Mats. Tues., Thurs., Sat. EVA LANG AND COMPANY IN AN AMERICAN WIDOW Mext Week-Geo. M. Cohan's Comedy 45 MINUTES FROM BROADWAY

PRICES O Coheum DOLE: 494

Advanced Vaudeville.—Matinee Every Day, 2:15; Every Night, 8:15. Mile. Bianci Froslich; Four Huntings; Hal Staphens & Co.; Flying Martins; Quinn and Mitchell; Miss Hamid Alexander; Glenn Ellison; Minodrome; Orpheum Concert Orchestra. OMAMA'S PUN CENTER.

PHIL SHERIDAN'S MARATHON GIRLS In the pleasurable persuit of "Going Some"
EXTRAVAGENZA AND VAUDEVILLE.
Merry Musical Eddge-Podge,
"CRAET FINANCE,"

GIVE -30 or 30 Singing and Dancing Girls.-Ladies' Dime Matines Every Week Day

Removal Notice

MONREIT'S HAIR GOODS AND HAIR DRESSING ES-TABLISEMENT HAS BE-MOVED FROM 1411 FAR-MAM STREET TO 403 SOUTH SIXTEENTE STREET (GROUND FLOOR CITY NA-TIONAL BANK BLDG.) FOR APPOINTMENTS 'PHONE DOUGLAS 2333 OR A-2333.

GRAY HAIR FREE BOOK Write For This

We will send you an illustrated block on the Care of the
Hair FR EE. It tells you how you can easily restore your
hair to any desired shade. It certainly is worth a postal.
H. D. COMB CO., Dept. 80 118 E. 28th St., New York

OMAHA LAND SHOW Opens Today Jan. 18th At the AUDITORIUM

WEDNESDAY:

Tri-City

OMAHA, COUNCIL BLUFFS AND SOUTH OMAHA

The Special Program:

At the opening ceremonies, during which will occur the unfurling of the largest American flag in the state, the firing of forty-eight 12-pound shells, the burning of red, white and blue fires, and the blowing of whistles in every corner of the city.

Addresses by Hon. Chester H. Aldrich, Governor of Nebraska; Hon. J. C. Dahlman, Mayor Omaha; Hon. Thomas Maloney, Mayor of Council Bluffs; Hon. P. J. Trainor, Mayor of South Omana; Mr. C. C. Rosewater, General Manager of The Bee Publishing Co.; Hon. Robert Newton Lynch, Secretary of the California Development Board, and others.

DOORS OPEN TO THE PUBLIC AT 1:30 P. M.

Daily Amusement Features at the Land Show

TWO MOVING PICTURE SHOWS-Running all the time. THE SWEET SINGERS FROM HAWAII-Every Afternoon and Evening.

MISS LORA NETTIE RIETOR-The World's Greatest Cornet Virtuoso-Every Afternoon and Evening.

CONCERTS BY THE LAND SHOW CONCERT BAND-George George Green, Director-At 2 to 3 p. m., 4 to 5:30 p. m., 7:30 to 8:30 p. m., 9:30 to 11 p. m. daily

OFFICIAL CEREMONIES COMMENCE AT 8:00 P. M.

A BEAUTIFUL IRRIGATION PANORAMA-Showing Irrigation and Power Producing Methods.

A HUNDRED INTERESTING FEATURES TO ATTRACT YOU.

25c ADMISSION takes you to every exhibit, moving Picture Show, lecture and travel talk.