THE WEATHER.

VOL. XLIH-NO. 174.

OMAHA, WEDNESDAY MORNING, JANUARY 7, 1914—TWELVE PAGES.

SINGLE COPY TWO CENTS.

M'ADOO OPPOSED TO HUGE REGIONAL BANK IN U. S. METROPOLIS BOND OF SAMMONS IS \$5,000

Disapproves of One Embracing Most of Northeast and Nearly Half of Nation's Financial Power.

REMAINING DISTRICTS TOO LEAN Appearance of Morgan Creates Stir

in Committee Room. FAIRLY FAMILIAR WITH ACT

Studied Problem Great Deal.

DID SO IN A GENERAL WAY

Not Attempting to Outline Plan for Money Division, but in Favor of Three Centers on the Eastern Scaboard.

NEW YORK, Jan. 6,-Although Secretary McAdoo of the Treasury department said today that he had formulated no views regarding the division of the country into regional reserve districts, he gave strong intimations that he was opposed to the creation in New York of a huge regional bank embracing most of the northeast and 40 or 50 per cent of the country's banking power.

maining territory into seven districts that will be comparatively lean."

Mr. McAdoo said the establishment of two or three banks in the northeast-as Baltimore-would not distocate the closely interwoven business and financial relations of the northeastern territory. On the other hand, he said, establishment of more than one bank would facilitate t. e course of exchange and mercantile 'ransactions between these districts. Suggestion of Bush.

At today's hearing of the committee trying T. Bush, chairman of the currency committee of the Mercantile association of New York, said the business and financial relations of all cities in the northeast with New York were so close that it would be advisable to include this 'erritory, or most of it, in one district. He suggested that the western boundary be placed far enough west to include Pittsburgh and Buffalo, and he believed that unless the committee decided to constitute a separate district of New England the northern boundary of the New York district should extend to the Canadian border. The southern boundary should extend to include Wilmington, Del., Mr. Bush said, if a bank were est blished at Baltimore. Otherwise this district should include Maryland and the District of Columbia.

thought that the districts should be divided according to the classes of mercantile paper handled in various sections of the country. Ten cities in which regional banks might be established he named as San Francisco, Denver, St. Paul and Minneapolis, Kansas City, St. Louis, Chicago, Atlanta, Boston, New York and Saltimore.

Morgan Before Committee. The appearance of J. P. Morgan stir in the committee room when the hearing was resumed after the noon recess. Mr. Morgan said he had not studied the problem before the com-

mittee, except in a general way. "I haven't looked into it as much as I federal reserve act."

Secretary McAdoo asked him the usual (Continued on Page Two.)

Frank Dudley Killed When Auto Upsets

HAMMOND, Ind., Jan. 6 .- (Special Telegram.)-Frank Dudley of Weeping Water, Neb., head of the Dudley Stock company, was killed and three others injured when an auto upset while returning from a funeral today.

The Weather

Forecast till 7 p. m. Wednesday: For Omaha, Council Bluffs and Vicinity Fair; not much change in temperature. Temperature at Omaha Yesterday, for Smith.



Hours.

Reports from Stations at 7 P. M. Station and State Temp. High Rain-of Weather. 7. p. m. est. fall. Cheyenne, cloudy Davenport, cloudy

Davenport cloudy
Denver, part cloudy
Des Moines, cloudy
Dodge City, clear
Lander, cloudy
North Platte part cloudy
Omaha, cloudy
Puéblo, part cloudy
Rapid iCty, clear
Sante Fe, clear
Sheridan, cloudy
Sioux City, part cloudy
Valentine, cloudy

Comparative Local Record. 1914, 1913, 1912, 1911.

SAMMONS AND SMITH HELD FLATBOAT WRECKED!

Men Accused of Robbing Kearney Postoffice Have Hearing.

tion with the Case-Smith Says They Made Plot on

Christmas Day. GRAND ISLAND, Neb., Jan. 6 .- (Spedal Telegram.)-Walter Sammons, former sheriff of Buffalo county, and Delsert Smith, mail clerk at the Kearney postoffice, were this morning bound over to the federal court by United States Commissioner Cleary after the submission of a part of Smith's confession,

Smith was represented by Attorney Mc-Donald and Sammons by Attorneys Oldham and McDermott. Sammons still Financier Admits He Has Not maintains his innocence stoutly. United EMPLOYES OF THE GRAND TRUNK States Deputy Marshal Sammons, a brother of the accused, was present, but Survivor Removed to Hospital and not in an official capacity. Deputy Hensel of Lincoln, who made the arrest, brought the two men here early this morning. They were released on ball late this evening. Each returned to his home

in Kearney. Smith's story, as related to the commissioner, was to the effect that on the Frazer river, British Columbia or swept morning of Christmas day the package to their doom by the swift current, was of \$5,000 was in the office and he knew the fate of seventy-five laborers emit had been put in the day safe. He met ployed by the Grand Trunk Pacific rail-Sammons during the day and the two road, according to Angele Pugliese, one were together from a late morning hour of the twenty-five who managed to esuntil late in the day. He mentioned the cape when the frail flatboat in receipt of this package and there was which they were being transported across some conversation about it. The prospects the river was wrecked on a rock. He of being able to take it was discussed reached Winnipeg today. and upon the suggestion of Sammons, "If we put 40 or 50 per cent of the while at the Kearney depot, Smith gave caped were all more or less injured. The banking power into a New York dis- Sammons the combination of the safe. tragedy occurred in British Columbia, trict," said Mr. McAdoo, "we would be Sammons also needed the key to the post- west of Fort Georgeobliged under the law to divide the re- office, according to the story, but this was not delivered until later, when they

went to Sammons' office. to be returned to Smith during the night necessitated the crossing of the Frazer. for example at New York. Boston and and to be placed under a rug on Smith's The 100 laborers put away from shore in porch. Smith looked under the rug at 4:30 a frail craft, which became unmanagein the morning and found the key. He able. It was dashed to pieces on a rock did not see Sammons from the time he in the middle of the torrent and its human gave the key until the next morning. He cargo thrown into the water. arrived at the postoffice simultaneously chest having apparently been broken into.

Smith is Cross-Examined. United States Attorney Lane, who was conducting the case for the government here, stopped the direct testimony and Attorney Oldham, for Sammons, crossexamined with reference to certain places where Smith said he and Sammons had been drinking during the day, the system of numbering the streets, etc., and Attorney Lane secured from the witness the statement that he had known Sammons about eighteen years and that Sammons had been an officer at Kearney for many years.

Neither of the attorneys argued the case and Commissioner Cleary announced that he found evidence of the probability that the accused had committed the crime and bound Sammons over in the sum of \$5,000 and Smith \$3,000. The men

Edward E. Page, a New York merchant, were brought here by Inspectors Rice Booker of the North Platte district, unraveled the mystery of the stolen parcels up to this stage. Mr. Rice is the regular inspector for this district, Mr. Booker for the North Platte district and Mr. Brauer is a special man from the larger Kansas City district. Mrs. Smith Nearly Breaks Down.

In the courtroom the relatives of both mon were composed. Marshall Sammons sat in the audience while his brother was within the railing, in charge of Marshal Hensel. Mrs. Smith, wife of the confessing clerk, and Miss Smith, a sister, sat with Attorney McDonald. There was nothing to indicate any relationship. Mrs. should have done," he said. "if I had Smith and Miss Smith, however, broke known that I was coming here. How- down upon visiting the husband and ever, I am moderately familiar with the brother in the jail this morning. It happened that Marshal Sammons arrived at the jail about the same time as did Mrs. Smith and Miss Smith, The one to see the brother, and the others his recent companion. It was necessary for the jailer, in order to permit brother to see brother, to lead Sammons to the waiting room before Mr. Smith could be brought from the other side of the jail and the shock was severe upon Mrs. Smith. A moment later Mr. Smith was brought in and the wife sank also to the floor as she flew into her husband's arms and the cry escaped her, "Oh. Delbert, and I had to see that man first."

Without attempt to conceal the fact the wife and sister attribute Smith's fall to evil influences and temtors, but as penly urge him to atick to the truth. Both Will Give Bonds.

Smith had waived preliminary hearing. Both men will furnish bonds, though it is stated by Smith's attorneys that it may require all day today to secure them

In the meantime they are under ustody of the United States marshal and the local sheriff's force. The other interested parties returned to their homes this afternoon, no time for trial having been set. The federal court meets here next week, but there is little probability that the case can come to trial early.

Gompers Discredits General Strike Talk

WASHINGTON, Jun. 6. - President meeting of the executive council was contemplated to take up the Calumet strike that the commission "in carrying out its situation. At a regular meeting on duties to discover the underlying causes thousands of dollars of naturalization January 19 the council will discuss the of situation, but Mr. Gompers said today he saw nothing yet for further action than thes federation already has taken, such as aid to the miners. The same situation prevails as to the Colorado

SHECKARD ASKS FOR JOB WITH OAKLAND

SEVENTY-FIVE CON

in I grand er, in British on Rocks Columbia.

HUNDRED OF THEM IN CRAFT One-Fourth of Human Load Escape with Their Lives.

ALL MORE OR LESS INJURED Swimming in the Raging Waters is Next to Impossible.

Afterward Comes to Winnipeg and Applies to Officials for AM.

WINNIPEG, Man., Jan. 6 .- Dashed to death on the rocks in the treacherous

Pugliese said the twenty-five who es-Craft is Unmanageable.

For a time, Pugliese said, they were kept in the immediate vicinity of the It was agreed here that the key was fort. A change in the location of the work

Swimming in the raging waters was with another clerk and the two found next to impossible, and only twenty-five the door of the safe open, the inner of the 100 reached shore, battered and bruised. Pugliese reached the shore and was removed to Edmonton hospital, whence, after recovering sufficiently, he came to Winnipeg and applied to the immigration officers for aid.

Pugliese declared that the tragedy oc curred in November, and that no inquiry County Board Asks Court Clerk to has ever been started. Of the seventyfive drowned, he says, only five bodies were recovered.

Richards May Run For S. D. Governor as an Independent

D., special to the Journal sava:

didte. He has not reported his final now in Smith's possession. ment in a few days.

Following is the ticket:

Senator, E. S. Johnson, Yankton. Congressman, First district, T. M. Congressman, First district, T. Balley, Minnehaha. Congressman, Second district, J. King, Hand.

Auditor general, L. W. Bicknell, Day Land commissioner, W. J. Iner, Har-

Treasurer, Robert Fergeon, Hutchison, situation, Secretary of state, J. E. Bird, Codingon.
Superintendent of public schools' in-struction, Will Chamberlain, Yankton.
Railway commissioner, J. J. Batterton,

State chairman, Dr. Rock, Brown.

Federal Commission to Investigate Coal

WASHINGTON, Jan. 6.-Nation-wide investigation of labor disturbances is to be immediately undertaken by the federal commission on industrial relations, it was announced today. Decision to do so was reached following a five days' executive session. The first step in the proposed inquiry

will be the dispatch of investigators to Calumet, Mich., where there is a strike of copper miners and to Colorado, where there is a strike of coal miners.

The past disturbances at Paterson, N. J.; Lawrence, Mass., and Los Angeles, Cal., are also to be investigated. special agents will report the results of February 2, and the commission probably later will conduct hearings.

ing as to its powers and duties, the commission adopted a resolution stating that it "has no power to act as a board of troversies." The resolution adds, however, than the statutory rate. existing, as well as past disturbances."

HARRISON COUNTY TAX ROLL IS INCREASED

LOGAN, Ia., Jan. 6.-(Special.)-The tax list, made up by Auditor J. M. Albertson bas been completed and it is a



Just Too Awfully Awful!

derks who collect them

Drawn for The Bee by Powell.

Put Back \$6,500.

NATURALIZATION FEES IN ISSUE Commissioner Lynch Recalls Promises and Contrasts Them with the Performance of the

Clerk of Courts. As a result of the decision of the United States supreme court that the federal SIOUX CITY, Ia., Jan. 6.-A Huron, S. law does not mean that court clerks may retain naturalization fees in violation of "Dick" Richards, who failed to secure state enactments the Board of County recognition at the hands of the repub. Commissioners of Douglas county will Attorneys for State Auditor Apply stockholders of the Baltimore & Onto Francisco the decision states that his lican majority or minority faction at at once instruct County Attorney Mag Pierre yesterday, may run for governor ney to bring suit against Robert Smith, of South Dakota as an independent can- clerk of the local district court, for \$6,500

decision, but is inclined to enter the con- "I am making a formal demand for the test. He says he will make an announce- money on Smith today," said Tom O'Connor, chairman of the committee on judi-PIERRE, S. D., Jan. 6.-The majority clary, "and am giving him a last chance democrats did not complete the task of to restore the \$6,500 to the treasury of naming a state ticket until this morning, his own motion. If he refuses I will take the matter up at once with the county attorney.'

An interesting feature of the controversy over the fees is the presence in o'Chgressman, Third district, Harry T Gandy, Wasta.
Governor, J. W. McCader, Edmonds.
Lieutenant governor, J. T. Heffron,
Lawrence.
Auditor general L. W. McCader, Edmonds.
Lawrence.
Auditor general L. W. McCader, Edmonds.
Lawrence. the court house of Frank A. Broadwell, the fees of the office now held by the latter. Broadwell is serving on a jury. He declined to comment on the present Smith's Past Promises.

"Smith was elected on his own proposi tion that his drafts on the county treasury would be confined to his \$4,000 a year salary," said Commissioner Lynch. "What have become of the pledges which he made before his election?

"Six year ago, October 25, Smith, the \$1,500 a year county auditor, candidate for district court clerk, told an audience in a hall at Sixteenth and Locust streets and Copper Strikes in a hall at Sixteenth and Locust streets that he should be elected because he had cut down bills against the county 'presented by certain grafters and paid without question for years,' and would continue to stand against graft. "Today Smith, serving his sixth year

in the office which he gained by such pledges, is in possession of \$6,500, onehalf of the naturalization fees collected by him during his terms, and is claiming \$15,000 in fees and rake-offs by virtue of his ex-officio membership in the County Insanity board.

"November 1, 1961, Smith told voters at Petersen's hall, Twenty-fourth and Burdette streets, that by cutting bills against the county in half he had earned the enmity of the 'disgruntled.'

"In 1913 the Board of County Commistheir investigation to the commission on sioners is threatening to bring suit against Smith to force him to disgorge thousands of dollars secured from the Because of the apparent misunderstand- county treasury in addition to his salary.

Overlooks Nebraska Statute, "August 25, 1906, Auditor Smith recom mended that \$900 be deducted from the conciliation or mediation in labor dis- sheriff's bill against the county for tak-Samuel Compers of the American Federa- putes or to interfere in any manner with ing insane patients to Lincoln because tion of Labor denied today that any the attempted settlement of such con- the railroad fare was 3 cents a mile, less "In 1913 Smith Justifies his retention of

> industrial unrest, will investigate fees on the ground that a federal statute sting, as well as past disturbances.' permits it and overlooks a state statute which says that he shall appropriate fees to the amount of only \$4,000 per annum. "In September, 1906, suits against former county judges to recover marriage fees retained by them on the ground that when they performed ceremonies they did not act in official capacity, were started by the county by recommendation of Auditor Smith.

"In 1913 Clerk Smith retains naturalization fees on the ground that he acquired them in the capacity of a federal officer. although all the work has been done by county employes in his office."

Canners in Session.

FORMAL DEMAND ON SMITH Five Persons Burned to Death in a Small Hotel in Ohio Town

NEWARK, O., Jan. 6.-Five persons were killed and six injured, two of whom will die, when fire early this morning destroyed a hotel on Second street here Not one of the eleven people who were in the building when the fire was discovered escaped death or injury. All those killed or injured were laborers.

ASK THAT CASE BE ADVANCED

in Supreme Court.

MARTIN WANTS NINETY DAYS Attorney General Insists that

Will Take This Length of Time to Prepare Brief in the Controversy.

(From a Staff Correspondent.) LINCOLN, Jan. 6 .- (Special.) - Application was made by the attorneys for State Auditor W. B. Howard for the advancement of the insurance case in supreme court involving the constitutionality of rectors, which meets Thursday, to disthe code insurance law and the right of tribute among the holders of the common

be heard, today, The argument for the motion for adtorney General Martin said that he & Ohio common, now yielding at 6 per would not object, but would like at least cent, \$1.35 and \$8 in cash, say at 6 per sixty days to prepare a brief ,

Ticket Hearing Put Off.

The hearing before the railway commission on the application of Representathe Omaha & Council Bluffs street rail- per cent per annum." way to sell six tickets for a quarter has been postponed to February 10.

Governor Morehad has appointed Fred Corneil, Lincoln; Ole Palm, Lincoln; John W. Long, Loup City; Jacob Weis, Geneva, W. H. Smith, Seward, and E. A. 38,000. The appraisement will be made late E. H. Harriman.

Rebs Nearly Ready to Renew Assault On Ojinaga Federals

PRESIDIO, Tex., Jan. 6.-Constitutionalist reinforcements, advancing to renew the attack on the federal garrison at Ojinaga, began arriving in the vicinity of the besieged town today. At noon it was reported that the forces of Herrara and Hernandez, numbering 1.50), and equipped with several field pieces and machine guns, were about fifteen miles from Ojinaga. Villa himself, with 1,000 men, was at Lamula pass, leading to Ojinaga.

It was reported today that Genera Natera, commanding the artillery, was at the head of the force which made the recent attack, having displaced Ortega. Villa is excepted to take command of the combined forces of the constitutionalists upon his strival.

Except for the crackling of the fires where the federals were burning their. dead, silence reigned over Olinaga. Federal commanders this morning put soldiers to work rebuilding the defenses of the town, badly battered by the rebal KANSAS CITY. Mo., Jan. 6.—Several hundred delegates from Missouri, Kansas, Nebraska and Arkansas attended the opening session of the annual convention of the Western Canners' association here the recent fighting.

artiflety for the federal reinforcements and strike a fresh biow at Olinaga before the gartarian church tomorrow afternoon. Burial vision has had time fully to recover from the recent fighting. artillery fire. General Villa plans to cut

UNION PACIFIC CUTS MELON

Proposes Distribution of \$82,000,-000 of Baltimore & Ohio Stock.

MEANS BIG EXTRA DIVIDEND Agreement Reached by Executive Committee and Recommendation Goes to Directors on

Thursday.

NEW YORK, Jan. 6 The executive ommittee of the Union Pacific railroad ompany announced today that it would complicity." recommend the distribution among its Concerning Eugene A. Claricy of San

share in cash. Estimated on the present market value in the cast are conclusively preven. of Baltimore & Ohio stock, this is Michael J. Young of Boston, the deciequivalent to an extra divisiend of 33 sion holds to have been proved guilty of per cent. The executive committee will conspiracy in connection with explosions lay this recommendation before the board in Boston, Springfield, Fall River and of directors, which meets Thursday, It Somerset. recommends, also, that if this distribution is carried into effect, the regular annual

The company's statement follows: "The executive committee today decided to recommend to the board of dithe insurance board to take by a stock of the Union Pacific Railroad com peremptory writ of mandamus from the pany, the Baltimore & Ohio stock owned auditor the property of the board with- by it, together with \$1 per share in cash, out first giving the auditor a chance to It is proposed to distribute to the holder of each share of Union Pacific common \$12, par value in Baltimore & Ohio preancement was made by Attorney Hellik ferred, now yielding at 4 per cent, 48 Rose and in answer to the motion At- cents, and \$22.50, par value, in Baltimore cent per annum, 18 cents, or a total of

"The executive committee also recor mends that if carried into effect the regular annual dividend be correspondingly tive Davis of Douglas county to compet reduce. that is, from 10 per cent to 8

About \$42,500,000 of the Baltimore & Ohio stock was acquired last July from the Pennsylvania railroad, which received from the Union Pacific an equivalent amount of Southern Pacific stock which the Union Pacific was obliged to give neva, W. H. Smith, Seward, and E. A. up as the result of the supreme court Brown, Friend, a committee to appraise decision forcing the dissolution of the lands adjoining the state fair grounds Union Pacific system. The balance was for which the legislature appropriated acquired in 1906 during the regime of the

The effect of the distribution is to decrease the earning power of the Union Pacific 2 per cent. The investment or which this 2 per cent was carned now becomes the property of the individual stockholders. Union Pacific owns \$53,007,000 Baltimore

& Ohio common and \$28,480,000 preferred. Around today's prices the market value of this \$82,087,000 stock is \$70,000,000. As Union Pacific has \$216,623,000 common stock the \$3 per share cash dividend to be declared calls for \$6,498,000 cash, making the total money value of the forthcoming dividend \$76,498,000.

Makes Program for His Own Funeral

WASHINGTON, Jan. 6 .- Recognizing the fact that his death was inevitably near at hand, James Harvey McLeary, assistant justice of the supreme court of Porto Rico, who died here yesterday, made all plans for the funeral. This fact came to light today. This is the service as planned by Justice McLeary:

Hymn-"Face to Face."
Poem-"After Death in Arabia," Arnold. Remarks by the officiating clergyman. Poem—"Old Man's Funeral," Bryant. Hymn—"Nearer My God to Thee." Masonic ceremonics.

The service will be carried out except

COURT OF APPEALS AFFIRMS SENTENCES OF 24 IRON WORKERS

Federal Tribunal Hands Down Decision in Cases of Men Convicted of Conspiracy.

SIX SENT BACK FOR RETRIAL

They Are Tveitmoe, McCain, Ray, Houlihan, Sherman, Bernhardt. RYAN IS DECLARED GUILTY

firms His Complicity. APPEAL WILL BE TAKEN

Court Says His Own Testimony Con-

If Petition for Rehearing is Refused the United States Supreme Court Will Be Asked to Review the Decisions.

CHICAGO, Jan. 6.-The judgment of the federal district court at Indianapolis sentencing to prison thirty members of the International Association of Structural Iron Workers, was affirmed today by the United States circuit court of appeals here in twenty-four cases. Six cases were reversed. The cases reversed were remanded to the lower courts for retrial. The defendants in these cases

Olaf A. Tveitmoe, San Francisco; Willlam McCain, Kansas City; James E. Ray, Peorla: Richard H. Houlihan, Chicago; Fred Sherman, Indianapolis; William Bernhardt, Cincinnati.

The sentence of seven years penul servitude against Frank M. Ryan of Chicago, president of the association, was affirmed. There were thirty-two convictions on charges of conspiracy to transport dynamite illegally. Will Appeal to Supreme Court.

Ryan was the only one of the convicted men present in court when the decision was rendered. No effort will be made by the government to compel the return to prison of the men denied retrial pendng the hearing of their petition for a rehearing of the case. If this petition is denied, it was announced by E. N. Zoline of counsel for the convicted dynamiters that an appeal will be taken to

the United States supreme court. The decision reads in respect to the appeal of Ryan

This plaintiff was president of the association and its active manager. Letters written by him at various stages show his familiarity with the long course of destroying open-shop structures. Ryan wrote the letter suggesting that reports of expenditures be discontinued 'while our trouble is on'. He signed all of the checks presented in curious as used for the purchase of explosives. Byan's own testimony confirms the evidences of his

stock owned by the company, par value, conspiring with the McNamaras and at about \$82,000,000, together with \$3 per Herbert S. Hockin, who is serving his sentence, to blow up the Liewellyn, iron works at Los Angeles and for explésions

Webb's Letters Convincing. The appeal of Frank C. Webb of New dividend be correspondingly reduced, that York was rejected on the basis of letters by him and testimony by Ortic McManigal, whose evidence frequently is referred

to by the court. Phillip A. Cooley of New Orleans, member of the executive committee of the tron Workers, and John T. Butler of Buffalo, second vice president of the organization, were held to be active conspirators with the McNamaras. John H. Berry of St. Louis audited the books of the association with special ref-

Charles N. Beum of Minneapolis, according to the decision. Henry W. Legleitner of Pittaburgh personally delivered to John McNamara a case for carrying nitro-glycerine and was active in planning explosions. Ernest W. Basey of Indianapolis also

erence to explosion expenditures, as did

audited explosion expenses and made threats against nonunion jobs, which threats were executed, it was shown. J. E. Munsey of Salt Lake City is de-(Continued on Page Two.)

Advertising

The Advertiser

It is an indifferent reader, indeed, who does not take a lively and constant interest in the advertising in The Bee. This newspaper is proud of

the merchants and manufacturers and other business and professional men who use its columns to send frequent messages to its readers. Making a sale at a fair

profit is but a part of what they accomplish by their enterprise. They are in a broad sense educators, the forerunners of

civilization, and The Bee heartily, commends them and their announcements to the careful attention of the read-They render a distinct service, not alone to them-

selves, but also to the public they serve. There is scarcely a line of human activity that has not received the helpful influence

of honest publicity. In advertising its advertisers. The Bee feels that it is doing simple justice to the most progressive concerns and individials in this community and to the most representative manufacturers throughout the coun-