



FORMER ASSOCIATES ACCUSE SUTTON

VON BETHMANN-HOLLWEG RESIGNS; HALL COLONEL OF THE "DANDY SIXTH"

HEAD OF GERMAN IMPERIAL MINISTRY ASKS THE KAISER FOR PERMISSION TO RETIRE

War Lord Takes Resignation Under Advisement and Calls Crown Prince from Front to Attend Crown Council, at Which Demand of Reichstag for Internal Reforms Are Considered.

Berne, July 12.—(British Admiralty, Per Wireless Press.)—The Vossische Zeitung of Berlin says the German imperial chancellor, Dr. von Bethmann-Hollweg, has resigned.

An official communication issued in Berlin says Emperor William expressed the opinion that the political and constitutional reforms demanded by the Reichstag are such that they concern not merely himself, but his successor, inasmuch as they would be permanent.

For this reason the emperor summoned the crown prince to attend one or more crown councils, at which

RUSSIANS TAKE KALUSZ AFTER BLOODY BATTLE

Slavs Capture Austro-German Headquarters in Galicia and Continue Drive Beyond Lesiuvka.

(Associated Press War Summary.)—General Brussiloff's offensive in Galicia is developing into a drive with little or no lull, at least so far as the part in it played by General Korniloff's armies is concerned.

Yesterday's news of the capture of Kalusz was followed today by the announcement that General Korniloff's troops had pushed beyond Lesiuvka, southwest of Stanislaw and reached occupied Kalusz, a city of 8,000 population seven miles to the west of the Stoka river.

Kalusz was stubbornly defended, but after a sanguinary battle the Russians pushed into the town and according to advices from Petrograd they are continuing their advance after having taken a large number of prisoners.

The German attack on Monday on the Belgian coast ceased with the capture of the small sector east of the Yser.

On the Verdun front the German crown prince made a number of attacks on both banks of the Meuse. All these assaults, delivered in the vicinity of Hill 304 on the one side of the stream and north of the Hardensmont work on the other, were repulsed by the French, as were attacks on the Aisne front south of Juvin court and in the region of the Triangulate plateau.

Russian Official Report.

Petrograd, July 12.—Official announcement that Kalusz in Galicia had been occupied by the Russians was made today, coupled with the statement that the occupation was effected after a sanguinary battle.

The Russian troops are continuing their advance and have taken a large number of prisoners.

Kalusz is a city of about 8,000 population, twenty-eight miles southeast of Stry. Yesterday the Russians had reached the Posiecz-Lesiuvka-Karnacz line south and west of Stanislaw. The central point of this line is Lesiuvka, four miles west of the river Bystrizza. It is about seven miles east of Kalusz, the nearest large town west of Stanislaw and which is situated in a bend of the Stoka river.

French Official Report.

Paris, July 12.—After a violent bombardment the Germans tried several surprise attacks during the night on both banks of the Meuse but were repulsed, the war office announced today.

American Squadron Arrives at Montevideo

Montevideo, July 12.—The American squadron arrived here at 4 o'clock yesterday afternoon. It was escorted into the harbor by Uruguayan warships. The president of the committee of foreign affairs of the Chamber of Deputies met the squadron and invited the officers and men to come ashore.

Texan Charges Germans Plot to Blow Up Oil Fields

Washington, July 12.—Senator Sherman turned over to the War department today a letter from Brownsville, Tex., giving details of an alleged plot among German sympathizers there to ship explosives into Mexico to destroy the great allied-owned oil fields there.

Liberty Bonds Off One Tenth of One Per Cent

New York, July 12.—Liberty loan bonds sold at a new low record on the stock exchange today. A lot of \$10,000 went at 99.9 or equivalent to a loss of \$1 on a \$1,000 bond.

Harries Brigadier General Nebraska Troops; State Guard Head Leads Regiment to Front

Choice of Phil Hall Comes as Surprise to Friends in Omaha; Steele Will Probably Succeed Him in State Office.

(From a Staff Correspondent.)—Lincoln, July 12.—(Special Telegram.)—Governor Neville returned from Washington today and will stick on the job as governor of Nebraska.

He announced at noon the following appointments which have been confirmed by the War department:

George H. E. Harries, Omaha, brigadier general of Nebraska brigade, National Guards.

Philip L. Hall, jr., colonel of the Sixth Nebraska regiment.

Other officers appointed are: Regimental Adjutant—Captain John T. Madgett, Hastings.

First Battalion Major—Paul B. Skinner, Omaha, adjutant, Andrew S. Kenworthy, Omaha.

Company Officers.

Company Officers—A company, captain, Clinton Broome, Omaha; first lieutenant, William D. McHugh, Omaha; second lieutenant, Charles T. Hayes, Omaha.

B company—Captain, Oscar L. Keating, Omaha; second lieutenant, Gerald L. Duffy.

C company—Captain Frank Whipperman, Omaha; second lieutenant, George A. Benjamin, Omaha.

D company—Captain, Phillip Risch, Omaha; second lieutenant, A. McDonald, Omaha.

E company, second lieutenant, Charles P. E. Company, Falls City—Captain, C. A. Beaver; first lieutenant, Jean B. Cain; second lieutenant, Edwin D. Fisher.

F company, Walthill—Captain, George A. Raelcy, first lieutenant, Fern Davidson; second lieutenant, George McMullen.

G company, Schuyler—Chester D. Fletcher; second lieutenant, James J. Lambrecht.

The Chadrone Troops.

H company, Chadron and Lewellen—Captain, Edward L. Goodall, Chadron; first lieutenant, George B. Cochran; second lieutenant, Clarence L. Gibson, Chadron.

I company, Norfolk—Captain, Frank A. Warner; first lieutenant, Sophus G. Pederson; second lieutenant, Lawrence B. Hoffman.

K company, Columbus—Captain, Albert L. Rollin; first lieutenant, Frederick Lanz; second lieutenant, Edward C. Kavanaugh.

L company, Albin and Johnston—Captain, Frank F. Whitot, Albin; first lieutenant, J. A. Holt, Johnston; second lieutenant, L. N. Watson, Albin.

M company, Tecumseh, Hebron and Geneva—Captain, James P. Morrissey; second lieutenant, Frank B. Morrissey, Tecumseh.

Sanitary Troops, Lincoln—Major, Philip H. Bartholomew, Lincoln.

Supply Company, Lincoln—Captain, George C. Teten, Lincoln, second lieutenant, Roy S. Uhl, Lincoln.

Governor Neville has been fighting a great fight with himself in an endeavor to decide whether his duty to his country lay in the direction of the trenches, or in sticking to the job to which the people elected him last fall.

For months he has studied military affairs and conferred with military men with regard to the advisability of resigning and offering his services to his country as an officer in the army.

Some of the governor's closest friends have freely bet money and good hats that he would resign. Up to two weeks ago men as close to the governor as Major John G. Maher of Omaha made wagers that the governor would resign and take up arms.

Democratic friends from all parts of the state looked to the state house to insist that he remain by his job. All these had little effect upon him until Senator Hitchcock got his car in Washington a few days ago.

Omaha Machine Gun Company—Captain, Buehler Metcalf; second lieutenant, Paul E. Coad, Omaha; second lieutenant, H. E. Stone, Plattsmouth.

The appointment of General Harries was especially pleasing to the War department.

According to the governor, they had the general listed in a similar capacity for some brigade made up from regiments of different states, but upon

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PHILIP L. HALL, JR., COLONEL OF "DANDY SIXTH."

LUTHERANS CALL ATTACK OF STATE COUNCIL UNFAIR

"Lives of Lutherans and Their Character as Loyal Citizens Sufficient Answer," Declares Dr. Baltzly.

"I will say simply this regarding the findings of the Nebraska State Council of Defense—that its statements regarding treasonable activities in Nebraska are mild compared with the truth," said Marshal Eberstein, head of the local bureau of investigation of the federal department of justice.

Mr. Eberstein refused to say anything at all regarding the alleged "disloyal activity or passivity" of the Lutheran church.

"For obvious reasons," he said, "I cannot go into any details regarding these things."

"The lives of Lutherans and their character as loyal citizens of this republic are sufficient answer to any such statements as this body quoted has made against them," was the extent of the comment Rev. Oliver D. Baltzly, pastor of Komtze Memorial Lutheran church, would make on the statement of the Nebraska State Council of Defense that "conspicuous leaders" of the Lutheran church in Nebraska have made "treasonable utterances" and have engaged in "disloyal activity and passivity that hasten to give aid to Germany."

"I have nothing to say," declared Dr. Baltzly. "The Lutheran church maintains a loyal separateness of its activities from the government. Lutheran pastors use their holy office to preach the gospel of Christ. They do not mix in politics. They do not preach politics from their pulpits nor anything else except the gospel."

Attack is Unfair.

"The state council's attack was manifestly unfair," declared Rev. E. G. Chindlund, pastor of the Emmanuel Lutheran church, Nineteenth and Cass streets.

"I presume," he said, "the council must believe it has some grounds for its assertions; that perhaps in some parts of the state they did find strong

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WILSON'S SHOES SUIT HITCHCOCK, BUT—OH, M'ADOO

Nebraska Senator Fears Popularity of Treasury Head Gives Him Inside Track for Presidential Nomination.

Secretary of the Treasury William G. McAdoo is the most feared rival of Senator G. M. Hitchcock for the democratic nomination for president of the United States.

This is freely talked among the democrats of Omaha who are close to the Nebraska senator, who say that he is watching McAdoo with a jealous eye.

Among the democrats in Washington and New York it is known that McAdoo is talked of as presidential timber, and this is giving the Nebraska senator sleepless nights while he is trying to blow a little bubble for his own presidential nomination.

He is said to have carefully gone over McAdoo's political resources and tried to measure his own against them. It has occurred to him that though he has the record of having led the war resolution fight when Senator S. ne refused to lead, McAdoo has had more persistent and favorable publicity even than that, for McAdoo thrice in the last two years circled the nation, making many acquaintances, and even going to moving picture shows with his own "Mayor Jim" when in Omaha.

Worries the Senator.

This nation-wide acquaintance of Secretary McAdoo is annoying to Senator Hitchcock's ambitions as a presidential candidate.

It is doubly annoying to hear from every one that McAdoo made a very favorable impression wherever he went, whether speaking for the Liberty loan or holding hearings on the location of the federal reserve or the farm loan banks.

So as this time political gossip who have visited Washington recently, say Hitchcock is busy seeking to get into the good graces of the administration in the hope of eliminating McAdoo from the race in his own favor.

Since he swung to the administration on the war resolution, he has clung closely to administration policies, though a few years ago he was not at all in favor at the White House when he fought the administration currency bill and when he sought to stop the shipment of arms to European allies.

Fears the Weather Vane.

The anti-German antics of the senator's Omaha newspaper also has had a tendency to puncture the popularity bubble he is attempting to blow.

The Germans, who formerly swore by it, now are bitter in their resentment, and the pro-ally element, who play politics first and patriotism when it is convenient, fear that the weather vane is too likely to veer round again with the next gust.

DETECTIVES WALKER AND BARTA CHARGE THEIR DEMOTION DUE TO FALLOUT WITH CO-WORKER

Former Members of Morals Squad Testify Before City Council Maloney's Accuser Had Decided Aversion Against Raiding Owl Club; Offer Incriminating Evidence.

Detectives Charles Walker and John Barta, at the Sutton hearing before the city council yesterday, charged that their demotion from the morals squad to regular detective work was due to their fall-out with Detective Sutton, who showed a decided aversion against raiding the Owl club and even predicted the demotion.

They said their demotion occurred a few days after the Owl club incident and that Captain Dempsey told them he received the order from Superintendent Kugel.

GIVE DAMAGING EVIDENCE.

Walker and Barta offered damaging evidence against Sutton, their former morals squad associate. They mentioned particularly the names of Bessie Wilson, Stella Marquette, John Ford, Mina Whitney and Nell Williams as beneficiaries of Sutton's alleged protection. Others mentioned in the same connection were the Owl club, Mrs. Margaret Melson, Jack Fitzgerald and Jennie Williams.

Says He Was "Buffaloed."

John Unger had him "buffaloed," on account of frequent references to Lynch and Loch as the men with the "drag."

Detective Arthur Cunningham testified that on an occasion of a proposed raid on the Owl club, Sutton declined to go upstairs, explaining that he did not care to accompany the squad on that mission. Cunningham said he knew of no information connecting Sutton with actual protection.

Walker and Barta testified that on a certain evening, while walking along Douglas street, from the police station, Sutton suggested there would be money in it if he and associates would "lay off" from certain places which he said to have mentioned by names.

Prosecution Will Rest.

The hearing yesterday included testimony of the four detectives mentioned and Chief Dunn. With the calling of Ruth Bass today, Corporation Counsel Lambert, appearing for the prosecution in behalf of the city council, stated he would rest his case, but Attorney Ben S. Baker has a number of witnesses in connection with his end of the prosecution. Attorney Elmer Thomas, for Sutton, will follow with witnesses for the defense.

In his testimony Unger said he worked with Sutton for a period of two months during May and June last year and that Sutton showed favoritism in making raids.

The witness referred to the Williams place at 816 North Sixteenth street, Melson place at 514 South Nineteenth street, Ford's place at 1208 Farnam street, the Owl club, Mina Whitney "and others" as having been the beneficiaries of Sutton's alleged protection.

Predicted Demotions.

Unger insisted that Sutton, when his morals squad mate, made it known that he (Sutton) knew where to go and where not to go; that he was not afraid of a "jam" and that he predicted certain officers who raided Ford's place would be walking beats if they did not have a care.

Asked by Attorney Elmer Thomas whether Sutton had not been an active and efficient officer while on the morals squad, Unger replied, "Yes, he was toward certain places." The witness said Sutton had not spoken to him in six months and that the estrangement grew out of Sutton's alleged disinclination to raid certain places.

When working with Barta, after he quit Sutton, Unger testified that he was not buffaloed.

Steve Maloney, suspended chief of detectives, said yesterday he would delay filing charges against Police Commissioner Kugel and Chief of Police Dunn, until after the Sutton hearing.

Dunn First Witness.

Chief Dunn was the first witness called. He requested that the section of the charges referring to Sutton's alleged visitations to the Melson place and his knowledge of law violations should be stricken out, because of insufficient information or belief to warrant subscribing his name to that portion of the charges. After a lot of quibbling the chief's request was approved by a vote of the commissioners.

"I believe that somebody has been threatening the chief, that if he does not withdraw that section of the

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Sure! First Ten Days in July

Advertising in The Bee (Warfield Agency Measurement.) Gaining Right Along

Ten Days in July, 1917—In Inches Display Advertising... 8,514 Classified Advertising... 2,928 1/2

Total... 11,442 1/2 SAME DAYS IN 1916 Display Advertising... 7,897 Classified Advertising... 3,013 1/2

Total... 10,910 1/2 GAINS—532 INCHES Keep Your Eye On The Bee IMPROVING EVERY DAY



VON BETHMANN-HOLLWEG

final decisions regarding the extent to which the crown and the government will make concessions to the Reichstag will be reached.

Amsterdam, July 12.—Emperor William had an interview lasting several hours with Chancellor von Bethmann-Hollweg yesterday and received his report on the political situation, according to a semi-official dispatch from Berlin.

The crown prince arrived in Berlin on a special train from the front and yesterday noon attended the crown council, at which the emperor presided.

Orders Suffrage Bill.

Paris, July 12.—A dispatch from Basel to the Havas agency says Emperor William has addressed to Chan-

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The Weather

For Nebraska—Fair; warmer. Temperatures at Omaha Yesterday.

Table with columns for Hour, Temp., and Wind. Shows temperatures for various hours and wind directions.

Comparative Local Record.

Table with columns for Station and State, Temp., High, and Rain. Lists weather data for various locations.

Reports from Stations at 7 P. M.

Station and State Temp. High. Rain. Omaha, clear... 82... 88... 0.00