

EXCESS AND WAR PROFITS TO YIELD \$3,000,000,000

Changes Made in Revenue Bill by Committee Brings Total Much Nearer Eight Billion Mark.

Washington, Aug. 16.—An 8 per cent exemption, in addition to a specific \$3,000,000 exemption on the excess profits of corporations, with a tax of 40 per cent on all excess profits between 8 per cent and 20 per cent and a tax of 60 per cent on all excess profits exceeding 20 per cent, was agreed upon today by the house ways and means committee.

The committee in writing this schedule into the \$8,000,000,000 revenue bill, also adopted the treasury's alternative plan for a flat 80 per cent on war profits. The committee agreed to the three classifications of business for purposes of deduction from the war profits.

Deductions Allowed.

The deduction for pre-war earnings is:

Financial and transportation corporations, 8 per cent; manufacturing, farming and general business, 10 per cent; mining and kindred hazardous businesses, 12 per cent. Ninety per cent of business corporations, it is estimated, will be affected by the war profits tax and the remainder by the excess profits tax.

Estimates show excess and war profits taxes will yield a total of \$3,000,000,000, which would bring the total of the bill much nearer the \$8,000,000,000 goal.

Chairman Kitchin of the committee said today that the treasury expected to submit tomorrow some further suggestions regarding the income tax. He said unless there is something to change the situation, the normal income tax rate will begin with 5 per cent on the first \$4,000, and 10 per cent on all incomes between \$4,000 and \$5,000, the surtax beginning at \$5,000.

Surtax Schedule.

The surtax schedule, Chairman Kitchin said, probably would stand as agreed to with the following percent ages:

\$5,000 to \$7,500, 3 per cent; \$7,500 to \$10,000, 6 per cent; \$10,000 to \$15,000, 10 per cent; \$15,000 to \$20,000, 15 per cent; \$20,000 to \$30,000, 20 per cent; \$30,000 to \$40,000, 25 per cent; \$40,000 to \$50,000, 30 per cent; \$50,000 to \$60,000, 40 per cent; \$60,000 to \$70,000, 45 per cent; \$70,000 to \$80,000, 47 per cent; \$80,000 to \$90,000, 48 per cent; \$90,000 to \$100,000, 49 per cent; \$100,000 to \$200,000, 50 per cent; \$200,000 to \$300,000, 55 per cent; \$300,000 to \$500,000, 60 per cent; \$500,000 to \$1,000,000, 65 per cent; and \$1,000,000 to \$5,000,000, 70 per cent. All incomes over \$5,000,000 would pay a surtax of 75 per cent which, added to the normal tax, would make such incomes taxable to the extent of 85 per cent.

Yankee Ace, with String of Victories, is Given Medal

Paris, Aug. 16.—The Journal Official announces that the American ace, Lt. David E. Putnam, of Newton, Mass., has been decorated with the military medal.

"By his skill and daring and contempt for danger," says the citation of Lieutenant Putnam, "he has shown himself a pilot of the very first rank. Recently in attacking a patrol of nine enemy machines he downed one machine and the next day while on escort duty he boldly attacked a patrol of eight enemy airplanes and downed two, thus winning his fifth and sixth victories. Three times he has been mentioned in dispatches."

Since then Putnam has scored several further victories.

DAZZLING FEATS THRILL CROWD AT MUNY GUARD SHOW

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beer and easier to get." "Big show now going on. Step up this way." Make Neat Profit.

The people "stepped up." Every attraction was crowded and several hundred dollars was poured into the coffers of the municipal guards. They will divide the money with the Red Cross.

The circus was preceded by a parade at 2 o'clock in the afternoon, which included more than 150 peerless performers. Ponies and mules and bareback riders and clowns passed before the thousands of spectators. It is a safe bet that no show on earth ever had such a collection of animals. There were goats and gophers, anteaters and alligators and mules, mice and monkeys.

The circus began with a grand entrance. Buffalo Bill in all his splendor was not arrayed as one of these. Dick Wood, general manager, and Charles S. McGill, owner, in dress suits and high black hats, headed the procession.

Those In Charge.

Other members of the company were: Dr. J. R. Mullen, dance manager; M. J. Kenny, side show manager; L. L. Beisel, treasurer; B. Wolf, ticket manager; Verne Miller, make-up artist; Gus Miller, main show manager, and A. Weiss, property officer.

Mrs. W. M. Hartnet, Miss Catherine Carrick and Miss Ruth Wilson also were actively in charge of the big show.

After the circus there was street dancing, with carnival stunts until after midnight.

The first plans for the circus were made Monday and the company claims they have set a new record in speed in producing their show in just four days.

U. S. TROOPS IN DVINA RIVER EXPEDITION

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boats, which impeded further progress. Here the troops were compelled to land to await fresh orders.

"Nor did the land troops reach their goal. They encountered their first resistance by the soviet troops at the point where the Log river bisects the railway. The entente forces halted here. This movement seemed a feint and the main operation apparently is on the Dvina river.

"Monday night there arrived at Solobolsk near Archangel, four transports, from which an American contingent was transferred directly to barges in the mouth of the river without touching at Archangel.

"Admiral Kemp (British) on Monday issued a proclamation to the Russians, saying that the Moscow rulers had betrayed Russia to the kaiser, who now was sending troops to destroy the liberty gained by the expenditure of so much blood."

New Government Formed.

London, Aug. 16.—The "government of northern Russia" has been formed with M. Tchalkowsky president and minister of foreign affairs. The other members of the government include socialists of various parties.

Linked With Armenians.

Boston, Aug. 17.—The national Armenian council of Tiflis was compelled to sign a peace with Turkey in order to save a large section of the Armenian population from extermination, but the struggle against the Turks is continuing, according to a cable message given out at the headquarters of the Armenian national union of America. The message said the Armenian army was holding the Baku-Elisavtopol line. As London are active the British now are at Baku, this would link up the English forces with the Armenians.

NORRIS INSISTED HE MEANT DOLLAR MARK PUT ON FLAG

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are going into war without reason. Now, I have a right to that opinion. I have a right to express it. If my language is not as beautiful as some others and some one wants to put a misconstruction on it that is his privilege.

Mr. Reed—Mr. President, I concede the senator's right, and I have always conceded the right of any senator to say that he wants to escape this war. I concede his right to vote against it. What I am challenging is a statement being sent out to the world that this war is being waged for cold dollars.

Mr. Norris—Mr. President—Mr. Reed—I say the senator owes it to himself, to his state, to his country to make his language so clear at this moment that a doubt cannot exist.

Mr. Norris—I have made my statement as clear, Mr. President—Mr. Reed—Anything else is dishonorable to the senate.

Mr. Norris—When American lives were lost on American ships sunk by English mines or German submarines it was done in an effort to make money. I am not complaining of the men who wanted to take the risk; that was their privilege; but, Mr. President, it was always commercial. Everything connected with it was commercial.

Mr. James—Mr. President, I desire to ask the senator a question. He says that the action that is about to be taken here by the United States congress would place the dollar mark upon the American flag, and yet he asserts that that is no reflection upon the president, the congress, or the country.

What would the senator think if I should say to him that those who battle with him against the passage of this resolution were seeking to place the picture of the kaiser upon the American flag? Would the senator think that that was any reflection upon him and those associated with him?

Mr. Norris—I would, of course, know it was wrong.

Mr. James—Certainly the senator would.

Mr. Norris—And if the senator said it I would not pay any attention to it. (Laughter in the galleries.)

The President Pro Tempore—Just one moment. The senator will suspend. Occupants of the galleries must preserve order. Otherwise the chair will be compelled to have the galleries cleared.

Mr. Gallinger—Mr. President, I rise to question of order. I trust that the rule will be strictly enforced that senators must address the chair and obtain permission from the chair to interrupt.

The President Pro Tempore—The chair has endeavored to enforce the rule.

Mr. James—Mr. President, if the senator from New Hampshire is referring to me, I will enlighten him by saying that I did request and, after several trials, got permission through the chair to interrupt. The senator from Nebraska says that he would not pay any attention had I said what I have just suggested, but I will say to the senator that, while he would not pay any attention to it, his statement which has been made here and his speech which he has just delivered will be paid attention to by the American people, and particularly by the people of Nebraska, whom he pretends to represent.

Mr. Norris—I do hope the people of Nebraska will pay attention to what I have said. Let me again now repeat that what I have said stands for itself, in my judgment. I have not said anything that will compare with what the senator from Missouri has said in regard to me.

DeHaviland Planes Used in Successful Reconnaissance

Washington, Aug. 16.—General Pershing today advised the War department that early in August a complete squadron of 18 DeHaviland four-engine planes, built in the United States and equipped with Liberty motors, successfully carried out the first reconnaissance flight of American built machines behind the German lines. They returned without loss.

In making this announcement Secretary Baker said that Brigadier General Foulis of the American air service, led the expedition.

Secretary Baker said he had no other information regarding the flight except that Lt. Blair Thaw was on the trip.

The announcement was considered by officers as setting at rest rumors that the DeHaviland machines were not a success and also showing that the Liberty motors have now proven themselves in actual war conditions.

The machines, each carrying a pilot and observer, are equipped with four machine guns as recommended by General Pershing many months ago.

Father of Omaha, Dead.

Buffalo, N. Y., Aug. 16.—(Special Telegram.)—Moses Meyer, 82, for many years engaged in business in Syracuse, N. Y., father of Davis M. Meyer of Omaha, died Thursday noon. Two other sons, a sister and five grandchildren survive.

FOR THE NERVES

Herford's Acid Phosphate. Quickly beneficial for headache, sleeplessness, deranged digestion and nervous exhaustion. Buy a bottle.—Adv.

The Weather

Comparative Local Record.

Table with columns: Highest yesterday, Lowest yesterday, Mean temperature, Precipitation, Normal temperature, Excess for the day, Total excess since March 1, 1918, Normal precipitation for the day, Deficiency for the day, Total rainfall since March 1, 1918, Deficiency since March 1, 1918, Deficiency for cor. period, 1917-18, Deficiency for cor. period, 1916-18, Reports from Stations at 7 P. M., Station, State of Temp., High, Rain, Weather, 7 p. m. est. fall.

GUS RENZE SAYS BIG JEFF IS MAN FOR OMAHA NOW

Glad of Chance to Vote for Him Because of His Great Ability and His Unquestioned Loyalty.

Gus Renze, who builds the floats and makes the wheels go around for Ak-Sar-Ben, has this to say of A. W. Jeffers:

"I am indeed pleased to have the opportunity to vote for A. W. Jeffers for congress at the coming election.

"I have been acquainted with Mr. Jeffers a good many years and know him to be one of the best and most consistent boosters for Omaha, Nebraska and the Ak-Sar-Ben.

"As an orator he has few equals in our community and I feel satisfied that Mr. Jeffers will make a congressman of high rank and a leader of his party. His wonderful talent, his appearance, his force of speech and above all his happy faculty to make friends should make him a power for the good of his district if elected.

"His Americanism is 100 per cent. He is patriotic to the core and could be depended upon to support the government and our troops in their fight against kaiserism and for liberty."

Gen. Von Mudra Superseded By Leader of Saxon Corps

French Headquarters in France, Aug. 16.—The successor of General von Mudra, who commanded the First German army in the attack on General Gouraud's army in the Champagne last month, apparently is General von Carlowitz, a Saxon, who had been minister of war in Dresden and had distinguished himself in leading a Saxon army corps in the offensive of this year.

General von Boehn, who commands the new army group recently formed, led the Ninth corps, which helped to sack Louvain.

Foch Grateful to Americans.

Paris, Aug. 16.—Marshal Foch has asked Rev. Charles McFarland, general secretary of the Federal Councils of Churches of Christ in America, to convey to the American people his deep appreciation of their material and spiritual support. The allied generalissimo was enthusiastic in his praise of American generals, officers and men.

In Complete Harmony.

Amsterdam, Aug. 16.—The complete agreement existing between Germany and Austria-Hungary has been demonstrated again at the meeting of the emperors at German main headquarters, an official statement from Berlin today declares.

General Motors Unlisted.

New York, Aug. 16.—The common stock of the General Motors company, in which there have been spectacular price movements from time to time, was stricken today from the list of issues cleared by the New York stock exchange. This restriction will reduce trading in the stock to a minimum.

The official statement of the clearing house committee of the exchange says the stock "is not widely enough distributed."

Catholics Are Relieved.

Washington, Aug. 16.—Catholics in the army and navy are relieved from the obligation of abstaining from flesh diet on Friday with the exception of Good Friday, it was announced today by the bishop of Catholic chaplains, Patrick J. Hayes, in order to remove misunderstanding that has arisen on the subject.

Army and Department Orders.

Washington, Aug. 16.—(Special Telegram.)—Civil service examination will be held on September 14 for fourth class post-

masters at Amherst and Broadwater, Neb. William A. Graden was appointed postmaster in Morris, Deuel county, S. D., vice Guy H. Hager, resigned. Hospital Sgt. Edward J. King, medical department officer of the surgeon general this city, will be sent to base hospital No. 81, Camp Dodge, for duty. Capt. Charles S. Caldwell, medical reserve corps, is assigned to active duty to Des Moines. Capt. Jared W. Daniels, medical reserve corps, is relieved from duty at Camp Dodge and will proceed to Whipple barracks, Arizona. First Lt. James G. Nichols, quartermaster corps national army, is relieved from present duty and will proceed to Camp Dodge. The department has accepted proposal of Leo W. Butler to lease present quarters for University Place branch of Lincoln, Neb.

THOMPSON, BELDEN & CO. The Fashion Center for Women. MILLINERY. Advance models and styles are in readiness. Exceptional values for Saturday, at— \$10.00-\$15.00. An attractive display of hats in the season's newest color tones. Manhattan Shirt Sale. Wool Plaids. Cotton Blankets. Toilet Goods. Women's Union Suits. Lace Special.

VOTE FOR WILLIS E. REED (Attorney-General, State of Nebraska) Democratic Candidate FOR United States Senator Subject to the decision of the democrats of Nebraska at the primaries. His Record as Attorney-General of Nebraska the past four years speaks with greater and more favorable force than volumes of printed matter. STRICTLY AN AMERICAN

\$1.50, \$2.95, \$5, \$10, \$15, \$25. These Are the Feature Prices SATURDAY. At Omaha's Finest Apparel Shop for Women. THE HOUSE OF MENAGH. 1613 Farnam Street. At these prices are included spring, summer and early fall coats, suits, dresses and waists. Hundreds upon hundreds of garments are offered Saturday in this great sale at a fraction of their regular worth. Talk about economy in these times—Here's Your Chance. P. S.—Ask the assistant who waits on you to show you the new Fall and Winter garments. Special prices on Coats this week.