

CAPITAL NOTES.

AN ASSAULT UPON CAPITAL.

NEWS OF THE PROVINCE

tion of home products, rendered its decision to-day. The commission decided in favor of the railway, except in the matter of carrying hops, but in fresh meats, in regard to which products the appeal of the traders' association was sustained.

The Daily News correspondent in Berlin says De Berentz von Kotitz is determined to get to the bottom of the anonymous letter scandal. He is trying to ascertain the name of the real malefactor as well as those of the persons who first laid the suspicions at his door. It is understood that he has three duels impending.

In the house to-day William Coats Gully, Liberal, was elected Speaker, defeating Sir Matthew Ridley, Conservative. During the discussion the Conservative leader, Balfour, attacked the selection of Gully as dangerous to the efficiency of the house because of his lack of experience. Harcourt criticised Balfour for making the speakership a matter of party discussion. The Parnellite members voted for the Conservative candi-

Wm. Court Gully, the new Speaker, is a son of James Manby Gully, M.D., and was born in London in 1835. He was educated by private tutors and at Trinity College, Cambridge, being admitted to the degree of M.D. in 1859. In 1865 he married Elizabeth Anne Walford Selby. He was called to the bar at the Inner Temple in 1860, became a C. in 1877, and was made a bencher of his Inn in 1878. He was appointed Recorder of Wigorn in 1886. He unsuccessfully contested the Whitehaven division for parliament in 1880 and 1885. Since 1886 he has acted for Carlisle. In politics he is a Liberal and a supporter of Mr. Gladstone's Irish policy.

The house has adjourned until April 22, the interim being the Easter recess.

A Shanghai dispatch says much indignation is expressed there at the shippers of cartridges on the English steamer Yiksang, and also at the customs officials here who loaded the cargo. It is believed the latter are implicated. The owners of the vessel are believed to be blameless. English vessels are strictly searched, while German vessels are not.

Mr. John Sweetman, who was returned the House of Commons from the East division of Wicklow in the anti-Parnellite interest, will accept the stewardship of the Midland Hundreds, thus resigning his seat. He will then seek re-election as a Redmondite. Mr. Sweetman complains that the Liberals are shelving the home rule question.

It is said the marriage of Lord William Grosvenor to the widowed Duchess of Marlborough, formerly Mrs. Louise Hamreley, of New York, will take place privately. Lord William has written to several friends announcing their engagement and saying the wedding will not be long delayed.

Emperor William has sent to Varzin a splendid wreath, which will be placed on the Princess Bismarck's tomb to-morrow, anniversary of her birth.

The Standard's Berlin correspondent writes: "I learn from a Chinese source that there is reason to doubt the present optimistic expectations of peace. Japan has not abandoned her excessive demands, especially as to the cession of part of Manchuria, which China on no account will assent." General Duchesne, who will command the most forces in Madagascar, left Paris for South Africa yesterday.

was accompanied to the station by General Zuren, minister of war; General Boladoff, many other high officials. A large crowd on the open space before the station entrance cheered him enthusiastically. The Central News correspondent in Sionotski says there was a two hours' conference between the Chinese and Japanese negotiators to-day. Li Hung Chang was present, with all the other members of the Chinese mission. Of the Japanese negotiators only Matsui, the minister of foreign affairs, was absent. He has the influenza.

As a leader on the circular sent out by the Canadian copyright society the Daily Herald will say to-morrow: "Everybody in this country has been refuted over and over again. The society wastes its money in flooding this country with such inaccurate and misleading documents."

United States cruiser Concord's marines, who were sent to China for accidentally shooting a Chinese coolie while shooting at a Japanese boat. The coolie, who was one of two, has just come to hand in from Surgeon McLurg, of the Concord, to friends here. Instead of killing the coolie, as was at first reported by cable and newspaper, and incurring a possible death penalty, the Concord's huntmen, it seems, merely wounded him with a bird shot. For this this coolie has been given a fine of about 50 dollars, and subsequently banished. The coolie was a Chinese justice, because Surgeon McLurg was so painstaking for three weeks nursed the wounded coolie back to complete health and comfort in a Chinese

WASHINGTON, April 10.—Official cables from the Colombian government to announce the complete subjection of rebellion and the restoration of a normal situation of peace in all the departments of confederation. Sporadic cases of guerrilla attacks in the mountainous districts are not to be expected, and statements of these guerrillas reaching the coast in a highly exaggerated manner, leading to reports of engagements

PHILADELPHIA, April 10. — It was learned this afternoon from an authoritative source that President Harris of the Reading railroad has notified a committee of representatives of the electric coal-mining companies in New York last week regarding the settlement of the difficulties among the electric coal-mining companies, that the Reading will not submit its claims to arbitration. In making this action it is understood that President Harris is supported by the largest coal-mining interest in the Reading company as well as by the electric coal-mining companies. The Clocot Road committee on re-organ-

firmly refused to accept less than 20 per cent. claim that as all statisticians would agree the company to be entitled to incorporation of the output they see no reason to arbitrate.

W. W. WHARTON, Wn., April 10.—The explosion at Bliss Canyon coal mine explosion held as rest in Bay View cemetery this morning. The religious services presented the saddest scene ever witnessed in this city. The Rev. J. C. O'Connell and Father J. J. Connelley officiated. The remains of Pyralis buried those of their kindred. All the flags in the city were at half-mast and business was suspended for the day.

W. W. WHARTON, April 9.—The house of George Wharton was sprung yesterday and burned down.

**Justice Field Thus Strongly
nounces the Income Tax—His
Alarming Prediction.**

**Treasury Officials Chagrined at
Court's Decision Which Cuts**

WASHINGTON, April 9.—Treasury officials are greatly disappointed over the Supreme court's decision on the income tax case, and express the belief that the net result of the decision will be the loss of at least 50 per cent. of the expected receipts of the tax. In most cities the loss will be far greater than this, notably the city of Washington where the loss is expected to reach 75 per cent. In 1890 the rented houses in New York city paid \$1,000,000 in income tax.

work they were nearly 94 per cent of the total. In Boston it was 81 per cent; in Brooklyn and Jersey City, 81; in Chicago, 79; in New York, 78. Other cities the figures ranged down to 30 per cent in Rochester. The total number of rental houses in the United States in 1890 was 13,120,487, undoubtedly the last figure available, and the number has increased materially. Dwellings have been built and sold only a small part of the capital invested in buildings of every character, which produce enormous rental income. It was expected on state, county and municipal ownership of housing, it is thought, will not fall short of \$15,000,000 or \$20,000,000 for the first year, and this loss is expected to increase rather rapidly in succeeding years should the law remain unopposed.

The loss of this revenue, however, is not the only cause of regret among the officials of the cities.

the fact that the court was evenly divided on the main constitutional question, it is expected, will result in almost endless litigation, thus very materially adding to the expense of collecting the tax.

Nevertheless, the internal revenue officials will proceed at once to prepare supplementary regulations to conform to to-day's decision, and from now on until next Monday, when the time expires within which returns may be made, any returns in whole or in part from rents and bonds are de-

noted will be regarded as a full compliance with the tax. Persons who have already made their returns and paid the tax will be advised of the change in the regulations, and as soon as possible the proportionate amounts of the tax paid by each on rents and bonds will be refunded to them under the general law which authorizes the commissioner of internal revenue to refund taxes wrongfully collected.

It was stated when the decision was rendered Tuesday that upon the question of whether any of its provisions are valid in view of the unconstitutionality of part of the law, the court is evenly divided, and no opinion therefor was expressed on this point.

Mr. Justice Field, who considered the law altogether unconstitutional, thus strongly emphasized it: "I am of the opinion," he said, "that no income tax could be lawfully assessed and collected upon the salaries of the President or any of the judges who were in office at the time the statute imposing

the tax was passed. Here I close my opinion. I could not say less in view of questions of gravity that go down to the very foundations of our government. If these provisions of the constitution are to be made by an act of congress where is the constitution to end?

The present assault upon capital is but the beginning. It will be but the stepping stone to others, larger and more sweeping, whose aim will be to bring about a new political contest will become a war of the rich against the poor. It will grow in intensity and will cease only as we coat sanctions the power of discrimination in taxation and nullifies the uniformity of the constitution. It will mark the hour when the sure decadence of the present form of government will commence.

"A purely arbitrary limitation of \$20,000 in the present law can be sustained, but a limitation of future congresses may be based on a much larger sum, or the limitation may be designated at such an amount as a board of walking delegates may deem necessary. There is no safety in allowing the limitation to be adjusted except in strict compliance with the mandates of the constitution, which requires taxation to be uniform in operation and so far as practicable, proportion to their property, equal to all citizens."

THE INCOME TAX.
 WASHINGTON, April 16.—Attorney J M. Wilson, who represented John G. Moore in the court of appeals in the recent income tax case, says, that further proceedings will begin immediately. "Several points of law will be attacked," said he, "the principal one being the exemption from tax of incomes under \$4,000 annually. It will be attacked as an unjust discrimination. I cannot say just now who the

plaintains, or of what title the suits will be, but they will be instituted probably within a few days, and be pushed as rapidly as possible."

LONDON, April 10.—The Globe referring to the decision of the supreme court of the United States as to the constitutionality of the income tax, says: "Every man in this country will regret that there is no supreme court of the American variety here. Never, all the long history of the English monarchs, have they soared to the heights of

The St. James Gazette comments on the court decision in a similar strain, and adds: "The Supreme Court's august tribunal can be biased as much as any other tribunal, and is no less familiar to litigants in some of our courts or courts of the Union, still it is significant that the politics of the various judges are carefully mentioned in the despatches." —*New York Sun*, April 10. —Charles Allen has won a suit in the Circuit court of the Southern District of New York for the President's District Attorney and the directors of the Illinois Central railroad company, to prevent them from going to the government for the income tax

per cent. on the earnings of the company for the week ending December 31, 1917. Allen says in his complaint that he is holder of five shares of the capital stock of the company. He contends that the income tax contributions because it is a tax on the earnings of the company, is not a direct tax, then Allen contends that the tax is uncollectable for the reason that it is not uniform, many of the stockholders of the Illinois Central having incomes of less than \$4,000, including the dividends from their holdings of the stock. Allen says that the tax is not uniform, in the fact that it is imposed upon only one per cent. of the people of the United States, namely those whose incomes in excess of \$4,000 a year

NEWS OF THE PROVINCE

**Fatal Coal Mining Accident—Free
Rates For B. C. Fruit
Growers.**

**Interesting Weather—The Bishop
Salisbury at Vancouver—The
Bridge.**

(Special to the COLONIST.)

VANCOUVER.

VANCOUVER, April 10.—The board
trade have resolved to ask for a mail-
vice between here and Westminster.

The police and fire estimates submitted yesterday amount, respectively, to \$17,000 and \$30,129.

In future a mail bag will be made up regularly for the North an hour before Danube or the Boscowitz sails for the North. The Danube will call here on the 2nd and 16th of each month.

The Westminster and Vancouver trawls will be sold on Saturday by auction.

The Bishop of Salisbury, England, was met at the wharf on the arrival of the Waverley.

timone to-day by Rev. Messrs. Clinton Tucker, and others, who presented him a half of the diocese with an address of welcome.

WESTMINSTER.

NEW WESTMINSTER, April 10.—The trustees of the Fruit Growers' Association have held a meeting at the Gunpowder Hotel, Glasgow, presided by Henry, president; The Cunningham chairman of the horticultural board; A. H. Elder, member of the horticultural board; A. E. B. Macgowan, secretary of the fruit growers' association; and J. G. Macdonald, secretary of the horticultural board. The meeting decided to wait upon the Wm. Brown, general freight agent of the C. P. R., with a view to discussing freight rates. An interview was accordingly held yesterday morning with very satisfactory results. Mr. Brown agreed that the car should be run from Vernon

the Coast, fruit and vegetables will be carefully handled and a mutually satisfactory factory rate will be charged. The rates will eventually be fixed as soon as the different station agents have been consulted. Cars will also be placed at the disposal of the fruit growers, to carry fruit to the Northwest territories. The question of the Okanagan valley and the surrounding country

supplying the Kootenays was also taken up, and with reference to the same it is expected that an equally satisfactory basis of agreement will be arrived at. In the meantime it only remains for the fruit growers in the various sections of the province to procure their supplies from the wheel and barrel manufacturers.

the country to the best of their ability. The committee are perfectly satisfied with the assurances of Mr. Wm. Brown that the C.P.R. will do all in their power to encourage local fur traffic and carrying.

On Saturday last Dr. Bentley, returned from a visit to Juneau, where he went to view the land with the intention of settling there. He travelled by the steamer City of Topeka. On arriving at that city he found considerable stir on every side. The town

was full of people, including many on their way to the Yukon mines. As the result of his inquiries there he has decided to remove to that city with his wife and family, and he is to sell off all his household effects by auction.

A farmer named Jones on Monday, while clearing up around an old deserted cabin on a land at Hall's Prairie, discovered the skull of a man among the wild growth in the old garden. He at once reported the discovery.

Search was made to find some trace of the body, but unsuccessfully, and the idea is now held that the skull has been carried some distance by some animal. Dr. Sutherland is of the opinion that the mammal died about a year ago. The skull was completely bereft of skin, hair and flesh, but the brains were still in the cavity, though unrecognizable and partially decomposed. The coroner has diagnosed that the animal was killed by a bullet.

Some interesting weather has been experienced here, as witness the following official report, dated April 9: "A thunderstorm occurred here from 7:45 to 8:30 p.m. [Lightning, both chain and fork, with vivid and heavy rolling thunder, gusts of south wind and heavy rain. This has never been seen before by the oldest inhabitant particularly at this time of year. It was

are to have been caused by two masses of clouds coming in contact, one from the south and the other from the east, which collided and drifted off to the north. The nearest flesh was about two miles away."

At the meeting of the city council yesterday it was resolved that unless a satisfactory guarantee can be made by Mr. Randall's company, so that a definite arrangement can be made with him before the 22nd inst., the council proceed to let a contract for the

NANAIMO.
NANAIMO, April 10.—An inquest was held this afternoon into the death of Dan McKegan, the miner killed in No. 1 mine yesterday. The jury found a verdict of accidental death. No blame is attached to any person.

Long Kee, charged in the police court yesterday with selling whiskey without a license, pleaded guilty and was fined \$70. He is ordered to procure a license at a cost of \$50 and to pay \$5 costs.

The E & N. railway are now in possession of the property lately held by P. Rodde. In a few days the land occupied by the Hoggans will be taken over.

The Quadra left to day for Shute passage to locate the rook on which the Joan struck the wreck. The wreck

Arrangements are being made for the
 teen's Birthday celebration.

A YOUNG LAD
 AND
HIS FAITHFUL FRIEND.

West McGowan & Co.

WORST KINDS OF DYSPEPSIA.

WINDY, April 9.—The finance committee of the city council has fixed the rate