The Lancaster Intelligencer.

"THAT COUNTRY IS THE MOST PROSPEROUS, WHERE LABOR COMMANDS THE GREATEST REWARD."—BUCHANAN.

VOL. XLVIII. CITY OF LANCASTER, TUESDAY, JANUARY 11, 1848. NO. 50.

Great Bargains—The Cheapest Hat store in the City!

SIGN of the Golden Hat.—Full Fashions and Removal. Jacob Hess, corner of East King and Duke Streets, opposite the Farmers' Bank, would most respectfully notify his friends and the public generally, that he has removed his shop from North Queen street to the above stand; and very cordially invites all of his old customers, and as many new ones as would wish to *save a dollar* in the purchase of a hat, to give him a call, as he can sell them a handsome and durable article at least one dollar lower than can be purchased at many other shops. He is also prepared to fill all orders for HATS and CAPS, of the best quality and latest styles, promptly and on terms as accommodating as can be obtained at any other stand. He would also say his *Fall and Winter Fashions* are now ready, and invite all to call, examine and judge for themselves.

He keeps constantly on hand, and manufactures to order, all sizes of Cassimere, Brush, Russia, Nutria, Silk and Napped Hats, together with an assortment of plain and cheap hats, which he will sell on moderate terms. Also, a general assortment of Men's and Boy's CAPS, very cheap.

He returns his thanks for the patronage heretofore bestowed upon him, and trusts that those wishing fashionable and durable Hats and Caps will consult their own interest by giving him a call: but don't forget the place—corner of East King and Duke streets, or you'll miss a bargian that you'll not forget in a hurry! Remember, right opposite the Farmers' Bank, sign of the Golden Hat. apr 13 '47-11-tf] JACOB HESS.

The United States' Clothing Store.

ign of the striped coat, by REUBEN ERBEN, No. 35 North Queen street, corner of Orange, one square from the Court House, East side, Lancaster, Pa.

THIS mammoth establishment, now contains by far the largest and cheapest assortment of men's and boys' well made clothing in the city of Lancaster, and will positively not be undersold by any other. The stock includes every description of clothing worn at the present day. The most fashionable, as well as the most plain, so that all tastes may be suited. The subscriber being a practical and experienced tailor, gives the entire personal attention to the business, and has every garment made under his immediate inspection by the best workmen in the State, and as he buys all his goods in the Eastern cities for cash, can confidently recommend the inhabitants of Lancaster city and county, one and all, to call at the

SIGN OF THE STRIPED COAT,

and convince themselves that it is the right place to buy cheap and well-made clothing.

A large variety of cloths, cassimeres, vestings, &c. of the very finest as well as common qualities, always on hand and made up to order in good styles at a very small advance on wholesale prices. The latest London and Paris Fashions always received, and CUSTOMER WORK made according to the latest patterns and in the highest style of the art by the very best workmen.

A fine assortment of shirts, shawls, collars, cravats, stocks, and Stiffner's gloves, handkerchiefs, suspenders, hosiery, and all kinds of Flannel and knit under shirts and drawers. Also, umbrellas, cheap.

Thankful for past favors I respectfully solicit a continuance of public patronage, and feel confident that all purchasers will find it to their advantage to deal with me as I am determined to avoid all humbug and misrepresentation, and sell goods for what they really are. REUBEN ERBEN, Tailor,

United States Clothing Store, Sign of the Striped Coat, No. 35 North Queen street, corner of Orange, one square from the Court House, East side, Lancaster, Pa. sep 28–35

Fall Fashions.

D. SHULTZ, Hatter, No. 19½ North Queen st., would respectfully inform his friends and the public that he has just received from New York and Philadelphia the latest Fall and Winter Fashions, and will be pleased to furnish his customers and all others with them at the shortest notice. As all his Hats are manufactured under his immediate superintendence, he feels warranted in saying, that for durability and finish they cannot be surpassed by any establishment in this or any other city in the Union. His stock consists of Beaver, Nutria, Brush, Russia, Cassimere, Moleskin, Silk, &c. &c. which he will dispose of at the lowest prices. Call and examine his stock before purchasing elsewhere.

CAPS, CAPS!

His assortment of Caps is one of the most extensive in the city and he is adding to it daily. Customers may rest assured that they will be suited, as he has carefully selected his stock from the largest assortments in New York and Philadelphia. Don't forget the stand, directly opposite Michael's Hotel, North Queen street.

Country Merchants visiting Lancaster, desiing in Hats or Caps, can be supplied at wholesale prices, from one to a dozen, such as they may want.

He also informs his numerous friends and customers that he still continues to conduct the Hatting business in all branches as heretofore, at his

OLD STAND IN NEW HOLLAND,

to which place all orders for the delivery of Hats are requested to be forwarded. sep 4–14-ly DAVID SHULTZ.

Fashionable Fall and Winter Clothing.

Call at the New Clothing Establishment, West King street, between Cooper & Lichty's and C. Hager's store, opposite to Steinman & Son's Hardware store.

B. LICHTY, Merchant Tailor, has always on hand a stock of ready made clothing, of the cheapest and best to be had in the city. He would call attention to the following articles, and feels assured will be able to give general satisfaction to all who will favor him with their custom. His stock consists in part as follows:

Dress and Frock Coats, Cassimere Pants, Neck and Pocket Handkerchiefs, Vests of all kinds, Drawers, Suspenders, &c. together with every article of clothing for gentlemen's and boys' wear, which he will sell at the very lowest rates. Cloths, Cassimeres, and Vestings always on hand.

Having just received the New York and Philadelphia Spring and Summer Fashions, he is prepared to attend to customer's work, which will be warranted to be done in the best manner and with punctuality. oct 26—39

Removal of the Cheap Cash CLOTHING STORE.

J. GORMLEY, Merchant Tailor, respectfully informs the citizens of the city and county of Lancaster—his customers and the customers of Simon J. Young, that he has taken the stand so long occupied by S. J. Young, two doors south of Orange street, and next door to J. Gish & Co.'s Book Store, where he has the largest assortment of ready made clothing ever offered in the city of Lancaster. This stock consists of Cloaks, Bangup, Sack, Dress, Frock, Walking and Riding Coats, Roundabouts for boys of all sizes and descriptions.

J. G. returns thanks for the many favors and hopes that his friends and the customers of S. J. Young and the public in general will continue to favor him with their calls. [nov 16–49

E. M. HAMBRIGHT,

MERCHANT TAILOR, would most respectfully inform his friends and the public that he has received at his room, for a number of years occupied by Gotlelb Halbach, deceased, as a shoe store, in North Queen street, next door to the Examiner & Herald office, a large assortment of ready made CLOTHING, of every variety, cut and made in the latest fall and winter styles.

He would also inform his friends and the public that he pays particular attention to customer work, and is prepared to make to order all articles in his line, in the latest and most fashionable style, and on the most reasonable terms.

Scouring and Renovating attended to on the shortest notice. He pledges himself to give satisfaction to all who may with garments renovated and scoured. He desires to present his acknowledgements for past favors and solicits a continuance of the public favor.

E. M. HAMBRIGHT.

September 21, 1847. 35-tf

Removal.

GEO. SPURRIER would respectfully inform his friends, customers, and the public in general, that he has removed his Clothing Store from his old stand next door to the Post Office, to one door south of John Bear's Printing Office, and nearly opposite J. Michael's Hotel, at the sign of the BIG PANTS, where all would do well to call that want to buy CHEAP AND WELL-MADE CLOTHING.

☞ Customer's work attended to at the shortest notice, and made in a workmanlike manner. Don't forget the place, sign of the Big Pants.

dec 7 '47–46-tf] GEO. SPURRIER.

French Merinoes.

JUST opened all the desirable shades of those splendid THYBERT CLOTHS so much in demand at present for cloaks and dresses—warranted from the celebrated factory of Lupens & Co. At the BEE HIVE,

North Queen street.

oct 19 38

W. O. Hickok,

(Successor to Hickok & Cantine,) BOOK BINDER, and Blank Book Manufacturer, Harrisburg, Pa.

THE subscriber respectfully informs his friends and the public, that he is now carrying on the above business in the old stand, formerly occupied by Hickok & Cantine. As the building has for the last eight years been conducted by him, he flatters himself that, by careful attention to business, he will merit and still receive a continuance of the patronage so liberally enjoyed by the old firm.

Particular attention will be paid to the ruling and binding of every description of BLANK BOOKS, for banks, county offices, merchants, and private individuals, such as Discount Ledgers, Generalids., Discount Note Books, Check Books, Tellers' Statements, Ticklers, Scratches, Weekly Statements, Letter Books, Cash Books, Copy Books, Judgment Dockets, Appearance do., Quarter Sessions do., Execution do., Election do., Orphans' Court do., Naturalization do., Sheriff's do., Justices' do., Ad Sectum Index do., Deed Books, Pass Books, Ledgers, Day Books, Journals, Invoice Books, Time do., Will do., Bond do., Mortgage do., Commission do., Minute do., Miscellaneous do., and every variety of Full and Half Bound Blanks.

He has made particular arrangements to supply Prothonotaries with the new and approved Judgment Docket and Register, with the new Statement of Administration Acct., Old Books, Periodicals, Law Books, Music, Newspapers, &c., bound to any pattern, and in any style required. He has made full and ample arrangements to bind Harper's Illustrated Edition of the Bible, and Harper's Illuminated Shakspeare, in a style of magnificence not to be excelled in the cities, in either Velvet, Turkey, Morocco, Calf or Sheep, and at very reasonable prices. Copying Presses supplied to order.—Paper Ruled to Pattern. All work warranted.

Harrisburg, jan 4, 1848.] W. O. HICKOK.

New Supply of Boots & Shoes! Gum Shoes, &c.

THE subscriber has just received a new supply of Boots, Shoes, Gum Shoes, &c., at his stand, in North Queen Street, two doors above the Post Office, to which he invites the attention of his patrons and the public in general.

He has a supply of Gum Shoes of every description, viz: Shoeing of Buskin, Double and plain, with double soles, and also a common article.

nov 9 '47–41] ADAM S. KELLER.

White Crape Shawls.

LONGENECKER & CO., have received a lot of handsome White Crape Shawls of all prices and qualities to the most costly, which they will dispose of on small advances.

Also, a new lot of Paris Embroideries, Needle Worked Collars, caps and laces, Silk Fringe, &c.

A beautiful assortment of Fancy Dress Goods, Ginghams, Lawns, Bishoprines, Berages, &c., Linen Plaids and Silk Ginghams.

A beautiful lot of Bonnet Ribbons.

LONGENECKER & CO.,

Corner of East King and Centre Square.

May 25, 1847. 17-tf

Longenecker & Co.,

CALL the attention of the public to their large and splendid assortment of Dry Goods. The manner in which the times enable them to compete with any in their business. To the low price of their goods, (which are selected with great care and taste,) is united the greatest variety in styles of all that is new and desireable. Their stock of *STAPLE AND FANCY DRY GOODS* is the largest and there is a great range for the indulgence of the fancy, and it is with pleasure they can assert there are few of those who have favored them with a call that have left unsatisfied. [nov 16 '47–42-tf

The Industrious Bee still gathers in Store.

THE largest and most splendid stock of DRY GOODS ever offered in the city of Lancaster, is now being opened at the *Bee Hive*, North Queen Street, wholesale and retail.

This stock has just been received direct from, Boston, New York and Philadelphia, and comprises some of the rarest bargains of the day, for Fall and Winter sales—Shawls, Silks, Merinoes, Ribbons, Gloves, Hosiery, &c. sept 21 '47–21

Thos. W. & Theo. S. Evans, Dentists.

HAVING removed from the office lately occupied by Thos. W. Evans, in Kramph's building, (the partnership existing between Van Patten & Evans, having been dissolved,) to the corner of North Queen and Orange streets, (over Metzger's Shoe Store,) entrance on Orange st., respectfully offer their professional services to the inhabitants of the city and county of Lancaster.

☞ Thos. W. Evans, during his visit to Paris would recommend his patients to his brother Theo. S. Evans. [nov 9–3m–41

New Goods.

THE subscribers are opening a full assortment of Fall and Winter Staple and Fancy Dry Goods, which will be offered at the lowest market prices.

ALSO—Lovering's Syrup Molasses in hhds. and bbls. Covering's Crushed and Pulverised Sugars. Low priced Brown Sugars. Rio, Java, and Laguayra Coffee. Fresh New England Hops. Bed Feathers, &c. &c. C. HAGER & SON.

sep 21 34

Steinman & Son

ARE regularly receiving from the manufacturers in the United States and in Europe, large supplies of *Hardware, Cutlery*, and *Saddlery*, and are manufacturing a superior article of CEDAR WARE.

Merchants, persons commencing house-keeping, builders, manufacturers, mechanics, and the public generally, are invited to examine their stock, their prices shall be equal to the lowest Philadelphia rates.

Rich Terkerri Shawls.

JUST opened 50 of the most superb Terkerri Shawls, direct from New York, at various prices, at least 50 per cent lower than the same quality and styles has ever been sold in this city. At the BEE HIVE,

10 doors North of the post Office N. Queen st.

oct 19 28

"The cry is still they come."

JUST received 60 pieces of those splendid French and English Plaids so much worn for Ladies Fall and Winter Dresses. At the Bee Hive, North Queen street.

CHAS. E. WENTZ & BRO

oct 19 38

1847. No. 80.

100 bbls. (½ and ¼ barrels) New Mackerel, received and now selling off at the lowest prices at No. 80, North Queen street, 2 squares from the Court House, and immediately under the Museum, by [sep 7–32-3m] PINKERTON & SMELTZ.

Daniel Fagan, Marble Mason.

OLD stand, North Queen street, west side, between the railroad and post office. Ornamental and Plain Mantels, Monuments, Tombs, &c. executed to order at the lowest prices. Lettering done in English or German. [nov 2–40

Planes.

JUST received a full supply of planes, consisting of E. W. Carpenter's and Factory planes, and for sale at reduced prices by

STEINMAN & SON.

jan 20–52

To Shoe Makers.

THE subscriber has a first-rate workman from Philadelphia, who makes and repairs all kinds of Shoe Makers Tools, which will be done at the lowest prices, and warranted to work well.

dec 29–47 H. C. LOCHER.

P. DONNELLY, Attorney at Law: Office in South Queen Street, in the room formerly occupied by J. R. Montgomery, Esq. [jan 4 '48-49

WILLIAM W. BROWN, Attorney at Law, tenders his professional services to the public. Office in West King street, a few doors west of the Lamb Tavern and next door to Col. D. W. Patterson. [nov 2–43

WASHINGTON BAKER, Attorney at Law, offers his professional services to the public. Office in Centre Square, next door to Thos. Baumgardner & Co.'s Store. [nov 30–41-6m

GEORGE W. M'ELROY, Attorney at Law, offers his professional services to the public.—Office in Centre Square, in the room formerly occupied by Wm. Carpenter, Esq., next door to the Mayor's office. [dec 1–44

JUNIUS B. KAUFFMAN, Attorney at Law, offers his professional services to the public.—Office in Longenecker's building, Centre Square, next door to Kendig's Hotel.

April 13, 1847. 11

WILLIAM F. BRYAN, Attorney at Law, office opposite Sprecher's Hotel, East King st. Lancaster. [dec 8–45-tf

Lancaster Intelligencer.

PUBLISHED EVERY TUESDAY MORNING,

BY E. W. HUTTER.

Office in "Union Court," in the rear of the Market House, adjoining Centre Square.

TERMS:

SUBSCRIPTION.—Two dollars per annum, payable in advance; two twenty-five, if not paid within six months; and two fifty, if not paid within the year. No subscription discontinued until all arrearages are paid, unless at the option of the Editor.

ADVERTISEMENTS.—Accompanied by the CASH, and not exceeding one square, will be inserted three times for one dollar, and twenty-five cents for each additional insertion. Those of a greater length in proportion.

JOB PRINTING.—Such as Hand Bills, Posting Bills, Pamphlets, Blanks, Labels, &c., &c., executed with accuracy and at the shortest notice.

Governor's Message.

To the Senate and House of Representatives, of the Commonwealth of Pennsylvania:

GENTLEMEN:—No ordinary reasons for thankfulness to the Great God, crowd themselves upon the Representatives of the People, at this annual meeting. Abundance during the past year, has been the reward of honest industry, in every pursuit of the citizens. Animated with health and encouraged by success, they have steadily progressed in the accomplishment of their destiny, and while enterprise has been highly favored in the development of our great resources, the elevating purposes and life of social organization, religion, morality, education, refinement and civilization have been cherished and advanced.

Although peace and tranquility have reigned within the borders of this State, we are indentified with, and deeply interested in the war with Mexico, in which the nation is engaged. The justice of the prudence, forbearance, and firmness of the people to retain friendly relations, could not avert; and which was eventually forced upon us, by the duty that rests upon every well regulated Government, to protect the rights of its citizens, and maintain the honor of the nation.

Our relations, business, and our institutions, are essentially peaceful. The people hold in their hands the sovereignty of the nation, and exact from their rulers obedience to their will. By their controlling influence, they sanction and preserve the cardinal policy of maintaining amicable relations, with all other nations. By them the rights of American citizens, in all parts of the world, and the honor of the nation are held sacred. Violations of these national rights and national honor, appeal to the justice, and invoke the power of the whole people for their vindication. The war of 1812, with England, and the existing war with Mexico, are illustrations of this distinguishing character of the American people. Patient of injury while wrongs are sufferable, and reasonable hopes of a return to amicable relations, upon equitable principles, can be entertained, yet no nation may, with impunity, violate the obligations of treaties, or break in upon the rights of States.

In defence of these just rights, the power of this people is resistless. Every citizen holds himself responsible, and the army springs into existence, not by conscriptions, or contracts for enlistments, but by the voluntary impulse of independent freemen, animated by patriotism hastened onward to deeds of heroic valor, by the approbation of the whole nation. This invincible spirit, guided by the science and skill of the officers, has led our armies in Mexico, from one victory to another, and from one great triumph to a greater, and will lead them still onward, until a permanent and honorable peace is secured. While the proper pride of every American is gratified, by the great achievements of our soldiers, his confidence in our free institutions, and in the means to defend and preserve them, is strengthened.

In the support and prosecution of the war in which we are engaged, Pennsylvania has given token of her ancient and uniform fidelity to liberty and the honor of the nation. Her volunteers were among the first to tender their services, and in every encounter with the enemy, have magnified the military fame of the Commonwealth, by deeds of romantic chivalry and noble daring. In these great achievements, many of our citizens have fallen in a foreign land. The moans of the winds of Heaven, in passing through the long grass on their graves, are re-echoed by the sighs of their friends in the fatherland, and the sad requiem is a just tribute to their sufferings and their valor.

The finances and credit of the State—the amount and condition of the public debt, and the means of reducing it, are among the objects which claim the first attention of the Representatives of the people.

The amount of the public debt, on the 1st December, 1847, was $40,789,577 00

On the 1st Dec. 1847, it was according to the Report of the Auditor General, as follows, viz:

	Funded Debt.	
6 per cent. stocks,	$1,752,335 06	
5 " "	37,267,990 37	
4½ " "	200,000 00	
Relief issues in circulation,	931,664 00	
Interest certificates outstanding,	353,956 43	
Interest certificates unclaimed,	4,448 38	
Interest on outstanding and unclaimed certificates, at 4½ per cent., to 1st Aug., 1845, time of funding,	22,459 80	
Domestic creditors,	96,095 47	
		40,628,949 51
Being less than it was on the 1st December, 1846.		$160,627 49

This payment, or reduction of the debt, within the last financial year, was effected by the cancellation, at the Treasury, of one hundred and fifty thousand dollars of the relief issues, and by the receipt of State stocks in payment of old debts, which is allowed in certain cases by law.

There would have been two hundred thousand dollars of the relief issues cancelled, within the year, in accordance with the requirements of the law, but the payment of the interest which fell due on the first of February, last, left the Treasury so much exhausted, that the amount which should have been cancelled on the 31st March, was not then on hand. It will be recollected that it became necessary to anticipate a portion of the means of the year, by a loan of $200,000 00, to meet the interest which fell due on the 1st February.

The balance in the Treasury on the 1st Dec. 1846, was, $384,678 70

The receipts into the Treasury, during the financial year ending the 30th Nov., 1847, from all sources, including the loan of $200,000 00 above referred to, were, 3,977,025 89

Making an aggregate of 4,361,704 59

The payments made out of the Treasury, during the same period, including the repayment of the loan of $200,000, were, 3,980,813 74

Leaving the balance in the Treasury, on the 1st Dec. 1847, 680,890 85

being $300,912 15, more than it was on the 1st Dec. 1846.

The estimated amount of available outstanding taxes, on the 1st Dec., 1847, was, 548,881 00

and the estimated amount of the same, on 1st Dec., 1846, was, 542,688 64

which exhibits an increase, in this item, of 6,192 36

To which add the increase of the balance in the Treasury, of 296,912 15

and we have the sum of 309,404 51

as the aggregate increase of the balance in the Treasury, and of outstanding taxes on the 1st Dec. 1847, over the same items on the 1st Dec. 1846.

This calculation shows, that the revenues assessed and accruing, within a financial year, ending on the 30th Nov. last, were not only adequate to meet the demands upon the Treasury within the year, but exceeded them by the sum of $309,404 51, as above stated, and if to this sum be added the amount of the debt paid within the year, to wit, $160,627 49, we have the sum of $469,032 00, as the excess of the revenues accruing within the year, over the payment of the interest on the public debt, the expenses of the government and the other ordinary demands upon the Treasury.

This presents a very encouraging view of the improving condition of the finances of the State. It is the first time since the commencement of the internal improvement system, that the permanent revenues accruing within the year, unaided from any other source, have exceeded or been equal to the demands upon the Treasury. It is true, the interest upon the funded debt, and other claims upon the Treasury, during the two preceding years, in making the payment of a portion of the public debt, by the cancellation of relief notes, were punctually paid; but, in doing this, the balance which had accumulated in the Treasury, on the 1st Dec. 1844, by the previous suspension of the payment of the interest on the public debt, for two and one half years, as well as the amount of taxes then outstanding, were diminished, each year, until the last, as is particularly explained in my annual messages, in 1845 and 1846, to which you are respectfully referred.

An estimate of the receipts and expenditures, of the current year, made with much care, and upon consultation with the other officers of the government, is hereto appended, by which it appears, that the estimated amount of receipts into the Treasury, from all sources, for the financial year, ending on the 30th November, 1848, is $3,921,900 00

And that the estimated amount of expenditures, for the same period, including the cancellation of $200,000 relief notes, is 3,676,390 00

Which exhibits an estimated excess of receipts, over expenditures, of $345,510 00

To which add the estimate for the cancellation of relief notes, which are a part of the public debt, 200,000 00

And we have the sum of 545,510 00

as the estimated excess of receipts, of the current financial year, ending on the 30th November, next, over the payment of the interest on the public debt, and the current demands upon the Treasury.

The estimates, when taken in the aggregate, I consider entirely safe and reliable. During the last few years, the actual results have been more favorable to the Treasury, than were anticipated by the estimates. Notwithstanding the extraordinary floods, which occurred during the past year, the consequent damage to the public works, and the interruption of the trade upon them, for about two months, the tolls taken by the collectors, within the year, according to the report of the Canal Commissioners, amounted to the sum of $1,681,575 87, being $280,081 11, more than was taken in the preceding year, and exceeded the estimate made for the last year, near one hundred thousand dollars. Had no unusual interruption of business occurred, the amount taken would certainly have reached eighteen hundred thousand dollars.

The estimate of canal and railroad tolls, for the current year, is seventeen hundred thousand dollars, which, there is good reason to believe, is rather below than above the amount which will be received. The expenses of repairing the damages to the public works, by the floods of the past year, will principally fall upon the current year. They are, however, included in the estimate of the expenses of the year, and will not affect the results presented in the preceding calculations.

The amount of relief issues in circulation, on the 30th December last, was nine hundred and thirty one thousand, six hundred and sixty four dollars, of which fifty thousand were cancelled at the Treasury, on the 31st of Dec., leaving eight hundred and eighty one thousand, six hundred and sixty four dollars, still outstanding. The means of reducing this amount, within a few years, by the cancellation of the whole amount now in circulation, within the present and succeeding year. Many of them are so defaced, as to be almost illegible, and are unfit for circulation; besides they vitiate the currency, and furnish an excuse for the use or bread of issues from other states, in violation of law, and lessen the circulation of gold and silver among the people. Justice to the public creditors, who are compelled to receive them in payment of their interest, when they are below par, as well as to the people at large, imperatively demands that they should be taken out of circulation as soon as practicable. I, therefore, recommend the passage of a law, allowing such of the Banks as have issued these notes, to fund them at a rate of interest not exceeding six per cent. per annum payable semi-annually, and that all the surplus means in the Treasury, beyond the payment of the interest on the public debt, and the current expenses of the government, be applied, first, to the redemption or cancellation of those that may remain in circulation, as they come into the Treasury, and then to the payment of the amount funded by the banks.

The resources of the Treasury will be sufficient to cancel all the relief notes, in payments of dues to the Commonwealth; and to pay the banks the amount funded within two years. By this process, should the banks agree to fund any considerable portion of them, they may all be taken out of circulation within the present year. It may be urged, that as these notes do not now bear interest, they ought not to be converted into a debt on which interest will be payable. This, however, is but a superficial view of the subject. There is no longer any excuse for a continued violation of the public faith, by the payment of the public creditors, in a depreciated currency, and the small amount of interest which will have to be paid, if the banks agree to fund a portion of these notes, will be more than compensated by relieving the character of the State from the continuation of this act of injustice, and the people from the losses incident to a depreciated circulation. This currency had its origin in an evasion of the Constitution; and ought to be blotted out of remembrance.

It may now be safely assumed, that we have reached a period, in our financial history, when the permanent revenues of the Commonwealth exceed, annually, the interest on the public debt, and the ordinary demands upon the Treasury, by at least half a million of dollars. And the excess, it is confidently believed, may, by a judicious revision and amendment of the revenue laws—a prudent and economical course on the part of the legislative and Executive departments of the Government, and the faithful management of the public works, be augmented in a few years to one million of dollars, as a sinking fund, without increasing the burdens of those who now pay their taxes, on a full return and fair valuation of their taxable property. This sum applied semi-annually, with accruing interest to the redemption of the five per cent. State stocks, at par, would discharge upward of sixteen millions, four hundred thousand dollars, of the debt in twelve years, and reduce it at the end of that time, to twenty-three millions. It is believed that all the relief issues will be redeemed and cancelled, by the year one thousand eight hundred and fifty, and if the operations of the sinking fund are then commenced, on the funded debt, the result thus anticipated, will be realized in the year one thousand eight hundred and sixty-two, at which time, there is good reason to believe, the net income from the public works will be sufficient, at one time to pay the interest on the balance of the public debt, and thereby relieve the people from all further direct taxation for this purpose.

Some may view this proposition as visionary, and delusive, but I regard it as entirely practicable, under a wise and prudent administration of the affairs of the State. The augmenting trade upon our public works, and the consequent increase of business in our commercial and manufacturing cities and towns, and the increase of population and taxable property, within our limits, cannot fail, under a proper enforcement of the revenue laws, to add to the means of the Treasury every year. If, however, this great object is to be effected, the public revenues must not be diverted to other purposes, and the most rigid economy, and the strictest accountability, of the public agents, *must* be required and enforced. It is among the first, and highest duties, of those entrusted with the administration of the government, to adopt the most efficient means, under existing circumstances, to increase public confidence and guard against the good faith of the State being ever again called in question—to reduce the public debt, and relieve the people from perpetual taxation to pay interest. I, therefore, feel impelled by a sense of duty, to renew the recommendation contained in the last annual message, which is in these words: "In connection with this subject, I respectfully recommend to the General Assembly, the propriety and policy of proposing to the people, an amendment to the Constitution of the State, under the form of the 10th article of that instrument, by which the income from the public improvements, after deducting the necessary expenses for repairs and superintendence—the revenue arising from the State tax on real and personal property, for a certain period, and such other items of income as it may be deemed excellent to include, shall be set apart and sacredly pledged, for the payment of the interest upon the public debt, and the gradual liquidation of the principal." Such an amendment, judiciously arranged, would, I apprehend, meet with the decided approbation of the people of the Commonwealth. It would concentrate public sentiment upon a fixed object—remove all doubt of the fulfilment of the public credit, and lay the foundation of the final extinguishment of the public debt. It would give an additional security and assurance to the people, and to the public creditors, that, in no event, could the public revenue be diverted from its legitimate object, and would furnish conclusive reasons, for the prompt and cheerful payment of the taxes.

The inequality of taxation arising from large quantities of property subject to tax under existing laws, escaping assessment, and the unequal valuation of that which is assessed, continues to be a subject of just complaint. I am well aware there are inherent difficulties connected with the subject, but still the experience of the operation of the present system, and the defects which have become apparent, will point out some remedies for the grievances which exist, and which should be adopted. I therefore, most respectfully invite the attention of the General Assembly, to a thorough examination of the subject. Whatever just amount of taxation one unit escaped by its evasion, or imperfect execution of the law, is an imposition and trust upon his neighbor, who makes a full return of his property, and pays a tax upon a fair valuation. Whatever system can secure the equitable and reduction of two millions of tax people. What have corporations done for this great achievement? Where are the trophies of their generous spirit, their value or their utility? They are behind the times—they belong to an age that is past. The time was, in other countries, where all the rights of the people were usurped by despotic governments, when a grant by the king to a portion of his subjects, of corporate privileges, to carry on trade, or for municipal purposes, was a partial enfranchisement, and made the means of resuming some of their civil rights. Then and there, corporations had merits, and were cherished by the friends of liberty. But, in this age and country, under our free system, where the people are sovereign, to grant special privileges, is an inversion of the order of things. It is not to restore, but to take away from the people, their common rights, and give them to a few. It is to go back to the dark ages for instruction in the science of government, and having found an example, to resort to it from its original purpose, and to make it the instrument of restoring the inequality and despotism, which its introduction tended to correct.

The fallacy that, where large investments are required to carry on a profitable business, (and corporators do not associate for that which is unprofitable,) individual means are inadequate, is everywhere refuted in this happy country.

Further, by cheishing any particular business, and surrounding it with special privileges, the natural law, which secures to every branch of business its appropriate encouragement and reward, is violated. Under this law, so kindly provided by Him who rules all things, every individual man, untrammeled by the curses of bad government, guided by his moral and intellectual powers and his religious principles, advances his own happiness and improves his own condition; and, thus, the happiness and prosperity of all are promoted. Every effort to modify or subvert this sovereign law, by favoring classes, professions or callings beyond its control, has hitherto, and ever will, like every other transgression, be destructive of good. If our free institutions are right—if it is right that all men should be held equal—if this is the law of our nature, engraved by Him who made us, then every human law which impairs this equality, is radically and intrinsically wrong.

The Report of the Canal Commissioners will furnish information, in detail, in regard to the public works. Notwithstanding the interruptions of business experienced during the year, the gratifying result is presented, of a large increase of tolls over any preceeding year. The increase and increasing value of these great works, render them an object worthy of peculiar care and protection; and must, forever, negative the idea of the State surrendering the control over them, to a corporation.

The Pennsylvania Railroad Company have commenced the construction of their road, between this place and the city of Pittsburg, under very favorable auspices. The Eastern division is now under contract as far as Lewistown, and it is expected the remaining portion of it, as far as Hollidaysburg, will be put under contract during the ensuing spring. The completion of this great public work, even to Hollidaysburg, will enable the trade and travel upon the Philadelphia and Columbia road. This prospective increase of business, urges the necessity of considering the best means of avoiding the inclined plane, at the Schuylkill.

As the Philadelphia and Columbia Railroad is the important link which connects the main line of our public improvements, as well as the North and West branch canals, with the commercial metropolis of the State, and upon the control and management of which the value of our canals mainly depend, every thing which relates to it is of the highest concern to the interest of the Commonwealth. In adopting measures to change its route, so as to reach the city without passing the inclined plane, the greatest circumspection and care should be observed, to secure the best location practicable, and to protect the State against exorbitant claims for damages. No change of location should be sanctioned, until the whole question is carefully examined by one or more of the most competent engineers, who are entirely free from all interest in the decision. Under no circumstances, should any plan or arrangement be entertained, by which the State would, for a single moment, be deprived of the ownership and entire control of the road.

The reports of the Auditor General and State Treasurer, present, in detail, the financial operations of the year; and I take pleasure in saying, that the industry, ability, and fidelity, with which these departments have been administered, are deserving of the highest commendation.

The Commonwealth has heretofore sustained many losses, by the delay of the settlement of accounts, and the omission to force the payment of the balances found due, when settled. Within the last few years, many old accounts have been finally settled, and suits brought and prosecuted to judgment and execution, for balances of long standing. This has, in many instances, produced extreme hardship upon bail, some of whom have been compelled to pay the balances found due, with the accumulated interest, after the insolvency of their principals and co-sureties.

I am gratified in being able to say, that the business imposed upon the accounting officers, by a special act of assembly, in collecting these old debts, has not only been faithfully performed, but that the current business has been promptly attended to, and kept up. To enable the Auditor General, however, to continue to do full justice to the interests of the State, and all concerned, in the prompt settlement of accounts, liberal provision should be made to pay additional clerk hire.

While on this subject, I would respectfully invite attention to the organization of the offices of the Auditor General and State Treasurer, to ascertain whether the regulations and checks existing, are sufficient, in all respects, to secure a proper accountability, and protect the interests of the Commonwealth. It is true, that the public has for many years sustained no losses by the Treasury, but I apprehend that the faithfulness of the agents, having charge of these departments, and not the checks provided by the law, has produced this result. This is a propitious period for instituting an examination of this subject, particularly as the present worthy officers hold so large a share of the public confidence. Since the establishment of the preseagance, the finances of the State have increased from a few hundred thousand to nearly four millions of dollars annually. The regulations and checks which were then considered sufficient, may now be inadequate to protect the interests of the commonwealth, in its enlarged and increasing financial operations.

The Auditor General's office, to be an efficient check upon the Treasury, should be so organized, that the Auditor General might know, at all times, the condition of the Treasury from the books of his own office, without being dependent on those of the Treasury. If errors or omissions exist in the Treasury, the Auditor General's books should detect and correct them. This is not the case under the present organization and mode of doing business in the two offices.

It also occurs to me, that greater security against the misapplication of the moneys in the Treasury, and on deposite in the Banks, by the officials or public improvements, as well as the North and West branch canals, with the commercial metropolis of the State, and upon the control and management of which the value of our canals mainly depend, every thing which relates to it is of the highest concern to the interest of the Commonwealth. In adopting measures to change its route, so as to reach the city without passing the inclined plane, the greatest circumspection and care should be observed, to secure the best location practicable, and to protect the State against exorbitant claims for damages. No change of location should be sanctioned, until the whole question is carefully examined by one or more of the most competent engineers, who are entirely free from all interest in the decision. Under no circumstances, should any plan or arrangement be entertained, by which the State would, for a single moment, be deprived of the ownership and entire control of the road.

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It also occurs to me, that greater security against the misapplication of the moneys in the Treasury, and on deposite in the Banks, by the officials of the Commonwealth, should be provided by the institution of some check upon his drafts and payments. The moneys of the Commonwealth on deposite to the credit of the Treasurer, varying in amount, for some months in the year, from four hundred thousand to near a million of dollars. Thus a very great and dangerous power is confided to one man.

I, therefore, suggest the propriety of requiring the Auditor General to countersign all drafts for the payment of money drawn by the Treasurer, on the depositories, or for transferring moneys from one depository to another.

The report of the Adjutant General exhibits the number of the militia of the Commonwealth, as well as the arms of the military stores.

This detail shows the elements of the military power of the Commonwealth—the strength of a Republican Government. The experience of the last few years, has added proof to the value of this institution; and I recommend the subject to the great importance to the care and supervision of the Legislature.

The Report of the Superintendent of Common Schools, exhibits a full view of the progress and steady advancement of our admirable system of Common School Instruction, which is diffusing its blessings to the rising generation, and strengthens all our free institutions. The man who loves his race, cannot find a more delightful subject of contemplation, than this universal provision for the education of all the children of the Commonwealth, and thus arming them with knowledge and power, and filling them for maintaining the rank and dignity of freemen. The perfection of the system is one of the noblest objects of legislation, and will secure the early and continued attention of the General Assembly.

You are respectfully referred to the report of the Surveyor General, for information in