

HIGH RUNNING COST BESETS RAILROADS

Southern Pacific Official Urges Five Remedies as Senate Probe Begins

DEFENDS FREIGHT CHARGES

By the Associated Press Washington, May 10.—The trouble with the railroads is excessive operating expenses, "an abnormal amount" of which is the cost of labor, Julius Kruttschnitt, chairman of the board of the Southern Pacific Railroad, declared today before the Senate interstate commerce committee.

Mr. Kruttschnitt suggested five "remedies" which he said were "fairly applied and productive of great economies." They are: "Stop the use of common carrier purposes of highways built with public money, without adequate tolls and proper regulations."

"Make inland waterways built or improved at public expense carry themselves as to interest on cost and maintenance by regulating the common carrier traffic on them and by imposing adequate tolls."

"Keep the United States Government out of the business of operating steamships, and stop the excessive expenditure of public money in providing coast-to-coast ocean transportation in competition with transcontinental railroads."

"Talk for use of the Panama canal should be sufficient to pay interest on its cost, operating expenses and maintenance."

"Do not deprive transcontinental carriers of coast routes by the arbitrarily enforcing a strict long and short-haul clause."

Freight Rates and Depression Mr. Kruttschnitt read a prepared statement, which pointed out that the freight rates were not responsible for business depression.

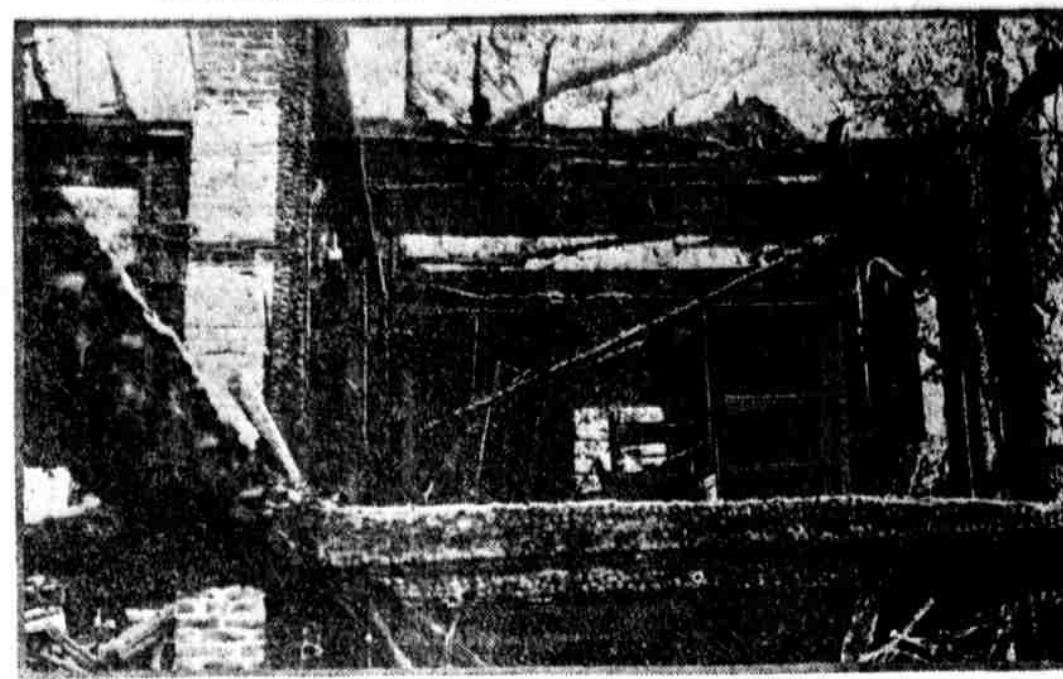
Widespread propaganda is being carried on to arouse public sentiment against existing freight rates.

The fact is that even since the rates have been advanced the cost of transporting commodities is far less than the toll taken by the commission merchant and the retailer.

Mr. Kruttschnitt did not conclude his prepared statement when the committee adjourned until tomorrow.

In closing the chairman, Chairman Cummins read a summary of railroad earnings since 1913, showing larger revenues each year, but operating expenses rising at an even swifter rate.

WHERE AGED MAN WAS BURNED TO DEATH



Ruins of servants' quarters of picturesque Strath Haven Inn, Swarthmore, which were destroyed by fire last night.

Hunt Was Warned to Guard Bergdoll

Continued from Page One Colonel Hunt said it was possible for one person to get a pass to receive a visitor and slip it to a fellow prisoner.

Had Heard of Gold Information already had come to him of the buried gold, so the order authorizing the trip to Hagerstown was not a surprise.

He called Bergdoll in and asked him where the gold was buried.

Plan Seemed Reasonable He said he "made a concession" to Gibbons in agreeing that the party should stop at North Philadelphia and take an automobile there for Hagerstown.

Defending the assignment of two "monkeys" to guard Bergdoll, Colonel Hunt declared he sent over 2000 prisoners from Fort Jay to Fort Leavenworth, Kan., under "sergeants," and that non-evangelical. Sometimes they were handcuffed and sometimes not.

Girl Hit by Motorcar Driver Takes White Horse Pike Victim to Hospital

Lillian K. Lumber, eleven years old, Clementon, N. J., was run down by a motorcar on the White Horse Pike in front of her home this morning.

Damage to Shriners' Temple Blamed on Careless Smoker at Dance

Reading, Pa., May 10.—(By A. P.)—A fire which broke out at a dance at the Shriners' temple, caused a loss of over \$5000 at 4:30 a. m. today.

Camden Woman Robbed of \$700

Camden, N. J., May 10.—(By A. P.)—A woman who had been robbed of \$700 in Camden, N. J., today was in Philadelphia for medical attention.

Robbed on Trolley Car Samuel Fisher, of 3254 Potters street, was robbed of \$100 on a trolley car southbound between Market and Mifflin streets last night.

GADSDEN OPPOSES TAX EXEMPT BONDS

Revise Laws to Aid Public Utilities, He Urges Before Senate Committee

SEES SOCIALISTIC DRIFT

Washington, May 10.—Revision of the federal tax laws to include prohibition of the issuance of tax exempt government securities so as to enable regulated industries to dispose of their securities and raise badly needed money today was declared vital to the lives of public utilities by Phillip H. Gadsden, of Philadelphia, in a statement before the Senate finance committee.

Mr. Gadsden declared emphatically that public utilities do not seek to evade taxation, but merely desire better conditions under which to market their securities that they may be able to provide badly needed extensions and betterments for their properties.

Persons upon whom public utilities must depend very largely for new money—those subject to a surtax of over 30 per cent—no longer will buy public utility securities, because they find tax exempt 5 per cent government securities better investments, he said.

The only persons who, under the present tax laws, find it profitable to buy public utility securities are those whose incomes are less than \$10,000 a year.

"The most serious question which confronts public utilities," he said, "is their inability to secure the necessary new capital required by them annually in competition with tax-exempt municipal securities."

WOMEN PLAN FOR PEACE Jane Addams Will Preside at Congress in Vienna

Vienna, May 10.—(By A. P.)—Members of the third international congress of the Women's International League for Peace and Freedom have arranged to import their own breadstuffs during the meeting of the congress here July 10-15.

WOMAN HEADS GRAND JURY Judge's Wife Sworn in as Forewoman at Mays Landing

Atlantic City, May 10.—Mrs. Laura H. White, wife of Judge John J. White of the Court of Errors and Appeals, was selected as forewoman of the mixed grand jury which was sworn in this morning at Mays Landing by Supreme Court Justice C. C. Black at the opening of the May term of the county courts.

WORKMEN FIGHT FLAMES Thousands of Dollars' Worth of Lumber Saved

Thousands of dollars' worth of lumber were saved by the alertness and presence of mind of employees of the William H. Lear Lumber Co., at 11 Rector street, Michael J. Fleming, a son-in-law of the saloonkeeper, testified in Central station that two weeks ago three men, posing as prohibition agents, entered the saloon and demanded the liquor.

NEW JEWELS Equal assurance of the quality of the gems and the authority of their mountings.

J. E. Caldwell & Co. Chestnut and Juniper

Chatam Cheviot THE first thing that strikes a young man about these shirts is the new polo collar attached.

CHELTENHAM THEFT SCARE

Robberies in Section Recently Residents of Cheltenham, a village in the eastern part of Cheltenham township, and just north of City line, are aroused over a series of robberies and house breakings.

Extra police have been detailed to the district by Chief Ballou, of the Ogontz station, and details of armed citizens, directed by Fire Chief Owen Adams, have been patrolling the streets at night.

Another Man Near Death After Explosion in Tank

Thomas Garrity, twenty-eight years old, 2303 South Twenty-third street, died at 2 o'clock this morning in the Howard Hospital as a result of burns received yesterday when a tank in which he was working in a warehouse at Eleventh street and Washington avenue, caught fire following the explosion of a gasoline tank.

COHEN'S LIGHTLESS NIGHT 1000 Gallons of Wine and New Yorker Land in City Hall

Isadore Cohen, of New York, a motor truck driver, chugged into Philadelphia last night whistling, "I Know Where the Sun Shines Best."

CAMDEN WOMAN MISSING Vanishes on Trip to Physician—Is Seventy-four Years Old

A seventy-four-year-old woman was missing in Camden for five days after leaving her home to go to a physician.

MAN, \$6000 AND GIRL GONE Police Suspect Church Treasurer Defaulted With Bonds

New York, May 10.—Until a few days ago, the elderly man who used to call upon Adèle Gouin, eighteen years old, in her boarding house in Perth Amboy, N. J., limited his love-making to calling her "angel face" and kissing her on the cheek.

Plan Court of Honor Plans for the large Court of Honor which is to be erected on the Parkway between Seventeenth and Eighteenth streets for the centennial celebration of the founding of the Independent Order of Odd Fellows, commencing on June 5 and continuing a week, have been completed by John P. B. Sinker, city architect.

THIEVES LOOT FUR STORE TWICE WITHIN 4 MONTHS Arch Street House Loses \$5000 and Then \$10,000 Worth

Robbers, bored their way into the store of R. Derfman on the first floor of a building at 1308 Arch street, early this morning and looted with first victory at \$10,000.

HARDING GIVES BROWN POST Former Progressive Represents President on Reorganization Commission

Washington, May 10.—(By A. P.)—Walker F. Brown, who has been appointed by President Harding as the personal representative of the executive branch of the reorganization commission, was today named as the manager of the Chicago, Kansas City and St. Paul branch of the reorganization commission.

\$5500 AWARD AGAINST CITY Before Judge Rogers in Court No. 2 today the city was ordered to pay \$5500 to Charles Vincent and to the city for permanent use of the property which was seized from the city by the city of Philadelphia.

J. J. McNAMARA FREED

Iron Workers' Leader Ends Long Term for Dynamiting Plant

San Quentin, Calif., May 10.—(By A. P.)—John J. McNamara was released today after serving a term of nine years and five months for the dynamiting of the Llewellyn Iron Works in Los Angeles in 1910.

LIBERIA'S PRESIDENT GUEST He Tours City Today—Entertained at Dinner Last Night

President King of the Republic of Liberia, Africa, who came here yesterday to see points of interest visited by a shipyard and the Philadelphia navy yard today and then will leave for Washington.

GIRL FUGITIVES CAPTURED Bedford, N. Y., May 10.—(By A. P.)—Nine of the ten girls who made a spectacular escape from the Bedford Reformatory for Women last night were captured in woods near the Connecticut border today and returned to the institution, tired and hungry, but still defiant.

LUCKY STRIKE CIGARETTE In a new size package

MANY smokers prefer it. They'll find that this compact package of ten Lucky Strike Cigarettes will just suit them.

Try them—dealers now carry both sizes: 10 for 10 cts; 20 for 20 cts.

It's Toasted

\$500,000

DURHAM PUBLIC SERVICE COMPANY General Mortgage Series A 8% Sinking Fund Gold Bonds

Dated April 1, 1921 Due April 1, 1936

\$100, \$500 and \$1000 coupon bonds, registerable as to principal and callable at 102 and interest on sixty days' notice.

History: The Durham Public Service Company was incorporated in 1901, under the laws of North Carolina. Supplies the entire light and power requirements of Durham, the home of the Durham Hosiery Mills and of one of the largest cigarette factories of the Liggett & Myers Tobacco Co.

The Durham Public Service Company owns and operates all the street railway lines, does an electric light and power and artificial ice business. The population served approximates 32,000.

Security: These bonds are secured by a general mortgage on the property of the company, subject only to \$400,000 First Mortgage 5% Gold Bonds, due 1941. Property consists of 4400 H. P. steam generating electric plant, 144 miles of distribution lines, 12 miles railway track and an ice plant of 100 tons capacity.

Earnings: The net earnings of the Company for year ending Dec. 31, 1920, available for interest on all bonds were equivalent to two and one-quarter times the interest charges.

Yield 8.25%

McCown & Co. BANKERS

Land Title Building, Philadelphia

Members Philadelphia Stock Exchange

Advertisement for Louella Butter, featuring a woman's portrait and text: 'The finest butter in America! Louella Butter 45c lb. At all our Stores. JACOB REED'S SONS 1424-1426 Chestnut Street'

Advertisement for J. E. Caldwell & Co. jewelry, featuring a portrait of a man and text: 'New Jewels Equal assurance of the quality of the gems and the authority of their mountings. J. E. Caldwell & Co. Chestnut and Juniper'