PRESIDENT OF THE UNITED STATES. Decomber 7. 1847. Fellow Citizens of the S-nate, and of the House of Representatives :

The annual meeting of Congress is always an interesting event. The Representatives of the States and of the people come tresh from their constituents to take consel together for the common good. After an existence of near three-fourths of a century as a free and independent republic, the problem no longer remains to be solved, whether man is capable of self govern ment. The success of our selmirable system is a conclusive refutation of the theories of those in other countries who maintain that "a favored few" are burn to rule, and that the mass of mankind must be governed by turce. Subject to no arbitrary or hereditary authority, the people are the only savereigns recognized by our constitution. Numerous emigrants of every lineage and language, attracted by the civil and religroup freedom we enjoy, and by our happy confition, annually crowd to our shores, and transfor their heart, not less than their allegiance, to the country whose dominion belongs alone to

the people. No country has been so much favored, or should acknowledge with deeper reverence the manifestations of the Divine protection. An all-wise Creator directed and guarded as in our infant struggle for freedom, and has constantly watched over our surprising progress, until we have become one of the great nations of the

It is in a country thus favored, and under a government in which the executive and legisla. tive branches hold their authority for limited periode, alike from the people, and where all are responsible to their respective constituencies, that it is again my duty to communicate with Congress upon the state of the Union, and the present condition of public affairs.

During the past year the most gratifying proofs are presented that our country has been blessed with a wide-spread and universal prosperity. There has been no period since the government was founded, when all the industrial pursuits of our people have been more successful, or when labor in all branches of business has received a fairer or better reward -From our abundance we have been enabled to perform the pleasant duty of furnishing food for the starving millions of less favored countries.

In the enjoyment of the bounties of Providence at home, such as have rarely fallen to the lot of any people, it is cause of congratulation. that our intercourse with all the powers of the earth, except Mexico, continue to be of an amicable character.

It has ever been our cherished policy to cultivate peace and goodwill with all nations; and this policy has been steadily pursued by me.

No change has taken place in our relations with Mexico since the adjournment of the last Congress. The war in which the United States were forced to engage with the government of that country still continues.

I deem it unnecessary, after the full exposition of them contained in my message of the eleventh of May, 1846, and in my annual mesrange at the commencement of the session of Congress in December last, to reiterate the serious causes of complaint which we had against Mexico before she commenced hostilities.

It is sufficient on the present occasion to say, that the wanton violation of the rights of person and property of our citizens committed by Mexico, her repeated acts of bad faith, through a long series of years, and her dieregard of solemn treaties, stipulating for indemnity to our injured citizens, not only constituted ample cause of war on our part, but were of such an aggravated character as would have justified us before the whole world in resorting to this extreme remedy. With an axious desire to avoid a rupture between the two countries, we forbore for year to assert our clear rights by force, and continued to seek redress for the wrongs we had suffered by smiceble negotiation, in hope that Mexico might yield to pacific conneils and the demands of justice. In this hope we were dissprinted, Our minister of peace sent to Mexico was in-sultingly rejected. The Mexican government refused even to hear the terms of adjustmen which he was authorized to propose; add, finally, under wholly unjustifiable pretexts, involved the two countries in war, by invading the territory of the State of Texas, striking the first blow, and shedding the blood of our citizens on our own soil.

Though the United States were the aggricved nation. Mexico commenced the war, and we were compelled, in self-detence, to repel the invader, and to vindicate the national honor and interests by prosecuting it with viger until we could obtain a just and honorable peace.

On learning that hostilities had been com menced by Mexico, I promptly communicated that fact, accompanied with a succinet statement of our other causes of complaint against Mexico to Congress; and that body, by the act of the 13th of May 1843, declared that "by the act of the republic of Mexico, a state of war exists between that government and the United States"-this act declaring "the war to exist by the act of the republic of Mexico," and making provision for its prosecution "to a speedy and successful termination," was passed with great unanimity by Congress, there being but two negative votes in the Senate, and but fourteen in the House of Representatives.

The existence of the war having thus been declared by Congress, it became my duty, under the constitution and the laws, to conduct and prosecute it. This duty has been performed; and though, at every stage of its progress, have manifested a willingness to terminate it by a just peace. Mexico has refused to accede to any terms which could be accepted by the U. States, consistently with the national honor and

The rapid and brilliant successes of our arms. and the vast extent of the enemy's territory which had been overrun and conquered, before the close of last session of Congress, were fully known to that body. Since that time the war has been prosecuted with increased energy, and I am gratified to state with a success which sommends universal admiration. History pre-sents no parrallel of so many glorious victories achieved by any nation within so short a period. Our army, regulars and volunteers, have cover ad themselves with imperiabable honors. When ever and wherever our forces have encountered the encount, though he was in vastly superior numbers, and often entrenened in fortified tions of his own selection, and of great strongth he has been defeated. Too much praise cannot be bastowed upon our officers and men, regulars and volunteers, for their gallantry, disipline, indomitable courage and perseverance, all seeking the post of danger, and vising with each other in deeds of noble during.

lant army, the nation is called to mouse over the loss of many brave officers and soldiers who have fallen in detence of their country's honor, and interests. The brave dead met their melancholy tate in a foreign land, nobly discharging their duty, and with their country's flug waving triumphantly in the face of the for.-Their patriotic deeds are justly appreciated, and
will long be remembered by their grateful countrymen. The parental care of the government they loved and served, should be extended to their surviving families

Shortly after the adjournment of the last scewas received of the signal victory of Buena Viswith it the strong castle of Ban Juan de Ullor, by which it was defended. Believing that after these and other successes, so honorable to our arms and so disastrous to Mexico, the period was propitious to afford her another opportunity. if she thought proper to embrace it, to enter into negotiations for proce, a commissioner was apny, with full powers to enter upon negotiations and to conclude a just and homerable treaty of peace. He was not directed to make any new overtures of peace, but was the beater of a des-patch from the Secretary of State of the United States to the Minister of Foreigh Affairs of Mex co, in reply to one received from the latter of the 22d of F. bruary, 1847, in which the Mexican government was informed of his appointment, and of his presence at the headquarters of our army, and that he was invested with full powers to conclude a definite treaty of peace. whenever the Mexican povernment might signify a desire to do so. While I was unwilling to subject the United States to another indignant refusal. I was yet resolved that the evils of the war should not be protracted a day longer than might be rendered sheolutely necessary by the Mexican government.

Care was taken to give no instructions to the Commissioner which could, in any way, interfere with our military operations, or relex our energies in the prosecution of the war. He possessed no authority in any manner to control these ope-rations. He was authorised to exhibit his inmy; and in the event of a treaty being concluded structions to the General in command of the arratified on the part of Mexico, he was directed to give him notice of that sact. On the hap pening of such contingency, and on receiving no tice thereof, the General in command was in-structed by the Secretary of War to suspend further active military operations until further orders. These instructions were given with a view to intermit hostilities, until the treaty thus ratified by Mexico could be transmitted to Washington, and receive the action of the government

of the United States. The commissioner was also directed, on reach ing the army, to deliver to the General in command the desputch which he bore from the Se cretary of State to the Minister of Foreign Atfairs of Mexico, and on receiving it, the General was instructed by the Secretary of War to cause it to be transmitted to the commander of the Mexican forces, with a request that it might be ommunicated to his government.

The commissioner did not reach the headquar ters of the army until after another brilliant vie-

ory had crowned our arms at Cerro Gordo.

The despatch which he bure from the Secreta ry of War to the General in command of the army was received by that officer, then at Jalapa on th 7th day of May, 1847, together with the despatch from the Secretary of State to the Min-ister of Foreign Affairs of Mexico, having been ransmitted to him at Vera Cruz. The commis sioner arrived at the headquarters of the army a few days afterwards. His presence with the army and his diplomatic character were made known to the Mexican government, from Puebla. on the 12th of June, 1847, by the transmission the despatch from the Secretary of State to the

Minister of Foreign Affairs of Mexico Many weeks elapsed after its receipt, and no overtures were made, nor was any desire expresrotistions for peace.

Our army pursued its march upon the capital and, as it approached it, was met by formidable Our forces first encountered the enresistance. my, and achieved signal victories in the severecontested battles of Contreres and Cherubasco It was not until after these actions had resulted n decisive victories, and the capital of the enemy was within our power, that the Mexican govern nent manifested any disposition to enter into negociations for peace, and even then, as events have proved, there is too much reason to believe they were insincere, and that in agreeing to go through the forms of the negociation, the object was to gain time to strengthen the defences of beir capital, and to prepare for fresh resistance.

The General in command of the army deemed it expedient to suspend hostilities temporarily. by entering into an armistice with a view to the opening of negotiations. Commissioners were appointed on the part of Mexico to meet the commissioner on the part of the United States . The result of the conferences which took place be ween these functionaries of the two governments

was a failure to conclude a treaty of peace. The commissioner of the United States tool with him the project of a treaty already prepared, by the terms of which the indemnity required by he United States was a cession of territory.

It is well known that the enty indemnity which it is in the power of Mexico to make in satisfac-tion of the just and long deferred claims of our ci-tizens against her, and the only means by which she can reimburse the U. States for the expenses of the war, is a cession to the United States of a portion of her territory. Mexico has no money to pay, and no other means of making the requ red indemnity. If we refuse this, we can obtain nothing else. To reject indemnity, by refusing to accept a cession of territory, would be to a bandon all our just demands, and to wage the

war, bearing all its expenses, without a purpose or definite object.

The terms of the treaty proposed by the United States were not only just to Mexico, but, considering the character and amount of our claims, the unjustificable and neprovoked commencement of hostilities by her, the expenses of the war to which we have been subjected, and the access which had attended our arms, were

deemed to be of a most liberal character. The commissioner of the United States was authorized to agree to the establishment of the Rio Grande as the boundary, from its entrance into the Gulf to its intersection with the southern b undary of New Mexico, in north latitude bout 32 degrees, and to obtain a cession to the United States of the provinces of New Mexico and the Californias, and the privilege of the right of way across the inthmus of Tehuantepec. The boundary of the Rio Grande, and the ere sinn to the United States of New Mexico and Upper California, constituted an ultimatum which our commissioner was, under no circum-

That it might be manifest not only to Mexico, but to all other nations, that the United States were not disposed to take advantage of a feeble power, by insisting upon wreating from her all the other provinces, including many of her prin-While every patriot's heart must exult, and a just national pride animate every bosom, in beholding the high proofs of coarage, consummate willing to conclude a treaty in a spirit of libeth of April, at a proposed by the Beretary until the 10th of April, 1847, when it was awarded to the seminate was authorized to stiputate willing to commissioner was authorized to stiputate will be a severtisement of the Beeretary of the Treasury, and published from the Oth of February until the 10th withdrawn before a peace was concluded, that the Mexican people, wearied with successive of April, 1847, when it was awarded to the seminate very big of April, 1847, when it was awarded to the seminate very big of April, 1847, when it was awarded to the seminate very big of April, 1847, when it was awarded to the seminate very big of April, 1847, when it was awarded to the seminate very big of April, 1847, when it was awarded to the seminate very bosom, in below par, by an avertisement of the Treasury, and published from the Oth of February until the 10th withdrawn before a peace was concluded, that the Mexican people, wearied with successive veral highest bidders, at premiums varying to the seminate very bosom, in below par, by an avertise was avertised by the Beeretary of the Treasury, and published from the Oth of February until the 10th withdrawn before a peace was concluded, that the Mexican people, wearied with successive the appealance of April, 1847, when it was awarded to the seminate very bosom, in below par, by the Beeretary of the Treasury, and published from the Other Properties and the Other Pro

er conquests.

If the territory is be adquised by the boundary proposal milital in estimated to be of greater value than a fair equivalent for our just demands, our commissioner was authorized to stipulate for the payment of such additional pecuniary consideration as was deemed reasonable.

The terms of a treaty proposed by the Mexican commissioners were wholly inadmissable. They negotiated as if Mexico were the victoriour, and not the vanquished party. They must have known that their ultimatum could never be accepted. It requires the United States to dismember Texas, by surrendering to Mexico that part of the territory of that State lying between the Nurces and the Kio Grande, included within her limits by her laws when the was an independent republic, and when she was an-moved to the United States and admitted by Congress as one of the States of our Union. It contained no provided for the payment of the just claims of our chikens. It required indevinity to Mexican citizens for injuries they may have enstained by our troops in the prosecution of the war. It demanded the right for Mexico to levy and collect the Mexican tariff of duties on goods imported into her ports while in our military occupation during the war, and the ted States the military contributions which had been levied upon them; and it offered to cede to the United States, for a pecuniary considers tion, that part of Upper California lying north of latitude 37 degrees. Such were the norce somable terms proposed by the Mixican com-

The cresion to the United States by Mexico, of the provinces of New M. xico and the Californiss, se proposed by the commissioner of the United States it was believed, would be more in accordance with the convenience and interests of both nations, than any other cession of territory which it was probable Mexico could be induced to make

It is manifest to all who have observed the actual condition of the Mr x can government, for a one years past, and at present, that if the pro-vinces should be retained by her, she could not long continue to held and govern them. Mexico is too feeble a power to govern these provinces, lying as they do at a distance of more than a thousand miles from her capital, and, it at to mpted to be retained by her, they would constitute but for a short time, even nominally, a part of her dominions.

This would be especially the case with Up. per Colifornia. The sagacity of powerful Euroeen nations has long since directed their attenion to the commercial importance of that province, and there can be little doubt that the mowent the United States shall relinquish their present occupation of it, and their claim to it as odemnity, an effort would be made by ronic furrign Power to possess it, either by conquest or by purchase. It no foreign government should acquire it in either of these modes, an independent revolutionary government would probably be established by the inhabitants, and such loreigners as may remain in or temove to the country, associated that be known that the United States have abandoned it. Such a go vernment would be too teeble long to maintain its separate independent existence, and would finally become annexed to, or be a dependent colony of, some more powerful State.

Should any foreign government attempt to powers it as a colony, ar otherwise to incorporate it with itself, the principle avowed by President Monroe in 1824, and reaffirmed in my first somuel ourseage, that no foreign Power shall, with our consent, be permitted to plant or catablish any new colony or dominion on a y part t the North American continent, must be maintained. In maintaining this principle, and in resisting this invesion by any foreign Power, we might be involved in other wors more expengive and more difficult than that in which we

Our arms having been everywhere victorious. having subjected to our military eccupation a large portion of the enemy's country, including his capital, and negotiations for posce having failed, the important questions arise, in what what should be our future policy? I cannot doubt that we should secure and render avails ble the conquests which we have already under and that, with this view, we should hold and ocports, towns, cities, and provinces now in our occupation, or which may be reafter fall into our possession; that we should press turward our military operations, and levy such military contributions on the enemy as may, as far as practi cable, defray the future expenses of the war.

Early after the commence ment of the war, New Mexico and the Cablorains were take a presention of by our forcer. Our milithry and naval commanders were ordered to conquor and hold them, subject to be disposed of by a treaty of peace.

These provinces are now in our undisputer occupation, and have been so for many months: all resistance on the part of Mexico having cea sed within their limits. I am satisfied that they hould never be surrendered to Mexico. Shoul Congress concur with me in this opinion, and that they should be retained by the United States as indemnity, I can perceive no good resson why the civil jurisdiction and laws of the United States should not at once be extended o ver them. To west for a treaty of peace, such as we are willing to make, by which our relahot be good policy; whilst our own interest, and that of the people inhabiting them, require that a stable, responsible, and a free government under our authority should, as soon as possible, be established over them. Should Congress there-tore determine to hold these provinces permaneatly, and that they shall bereafter be considered as constituent parts of our country, the early establishment of territorial governments over them will be important for the more perfect protection of persons and property; and recommend that such territorial governments be established. It will promote peace and tran-quility among the inhabitants, by allaying all porchension that they may still entertain of being again subjected to the juried ction of Mexico. I invite the early and tovorable considers.

tion of Congress to this subject. * With a prople distracted and divided by con ending fections, and a government subject to constant changes, by successive revolutions, the continued sectiones of our arms may fail to secure a satisfactory peace. In such event it may become proper for our commanding gene rale in the field to give encouragement and samrances of protection to the friends of peace in Mexico, in the establishment and maintenance f a free republican government of their own choice, able and willing to conclude a peace which would be just to them, and secure to us the indemnity we demand.

persons and property, might at least be inclined to fireign influences, and to cast themselves into the arms of some European monarch for protection from the anarchy and suffering which would ensue. This for our own safety, and in pursuance of coursestablished policy, we should be analyzed to expenditures for the remainder analyzed to expenditure to the expenditure of the expenditures for the remainder analyzed to expenditure to the expenditure of the ex compelled to resist. We could never consent of the present and tor the next fiscal year, end-

and the future prosecution of the wer the enemy must be made to feel its pressure more than they have heretofore done. At its commencement, it was deemed proper to conduct it in a spirit of forbestance and liberality.

The Mexicans having thus shown themselves

to be wholly incapable of appreciating our for-brarance and liberality, it was deemed proper to change the manner of conducting the war, by making them feel its pressure according to the usages observed under similar circumstances by

all other civilized nations. Accordingly, as early as the 22d of September, 1846, instructions were given by the Secretury of War to Maj Gen. Taylor, to "draw supplice" for the army "trom the enemy, without paying for them, and to require contributions for its support," if in that way he was satisfied he could "get abundant supplies for his forces." In directing the execution of these instructions, much was necessarily lett to the discretion of the commanding officer, who was best acquainted with the circumstances by which he was surrounded, the wants of the army, and the practicability of enforcing the measure.

Gen. Taylor, on the 26th of October, 1846, replied from Moutercy, that "it would have been inpossible hitherto, and is so now, to sustain the army to any extent by forced contributions of money or supplies." For the ressons assigned by him, he did not edopt the policy of his in-structions, but declared his readiness to do so. "shou'd the army, in its future operations, reach a portion of the country which may be made to supply the troops with advantage." He continurd to pay for the articles of supply which were

drawn from the enemy's country.

Similar instructions were issued to Maj Gen.
Scott on 3d of April, 1847, who replied from J. laps, on the 20th of May, 1847, that if it he exp cted "the army is to support itself from forced contributions levied upon the country, we may ruin and exasperate the inhabitants, and starve ourselves." The same direction was given to him that had been to Gen Taylor in this re. spect. Gen Scott, for the reasons assigned by him. also continued to pay for the articles of

On the Blst of March last, I caused an order to be issued to our military and onval commanders to h-vy and collect a military contribution upon all vessels and merchandise which might enter any of the ports of Mexico in our occupa tion, and to apply such contributions towards de fraying the expenses of the war. *

For the amount of contributions which have been levied in this form, I refer you to the ac companying reports of the Secretary of War and of the Secretary of the Navy, by which it apare has been collected.

This amount would undoubtedly have been much larger, but for the c fliculty of keeping ointerior, so as to enable the owner of the merchandise imported, to transport and vend it to

the inhabitants of the country.

I recommend, also, that authority be given by law to call for and secret the a rvices of an additional number of volunteers, to be exercised at such time and to such extent as the emergencies of the service may require. .

A detailed statement of the condition of the finances will be presented in the annual report of the Secretary of the Treasury. The imports for the last fiscal year, ending on the 30th of June, 1847, were of the value of \$146.545.638; of which the amount exported was \$5,011,158. leaving \$138,534,480, in the country tic use. The value of the exports for the same period was \$158.648,622; of which \$150.637. 464 consisted of domestic productions, and 48, U11.158, of foreign articles.

The receipts into the treasury for the same period amounted to \$26,346,790,37, of which there was deprived from customs 23 747 864 86; trom seles of public lends, \$2,498,335 20 and from incidental and miscellaneous sources, \$100, 579 51. The last fiscal year, during which this amount was received, embraced five months under the operations of tariff act of 1842, and even menthe during which the tariff act of 846 was in force. During the five months under the act of 1842, the amount received from customs was \$7.842.306.00, and during the seven months under the act of 1846, the amount received was \$15 905,257 76.

The nett revenue from customs during the year ending on the first of December, 1846, bemy the last year under the operation of the tariff act of 1842, was \$22,971,408 10; and the nett revenue from customs during the year end-ing on the first of December, 1847, being the first year under the operation of the tariff act of 1846, was about \$31,500,000; being an incream of revenue for the first year under the turiff act of 1846, of more than \$8,500,000 over that of the last year under the artif of 1842.

The expenditures during the fiscal year end-ing on the 30th of June last, were \$50,451,177 65; of which \$3 522 082 37 was on account of payment of principal and interest of the public debt, including treasury notes notes redeemed nd not lunded. The expenditures, exclusive of payment of public debt, were \$55 929.005 28

It is estimated that the receipts into the treesury for the facal year ending on the 30th of June, 1848, including the balance in the treasury on the 1st of July last, will amount to \$42,-883.545 80, of which \$31,000,000, it is estimated, will be derived from custome; \$3,500,000 rom the sale of the public lander \$400,000 trom incidental sources, including sales made by the Solicitor of the Treasury, and \$6 285 193 55 from loans already authorized by law, which, together with the balance in the treasury on the

lat of July last, make the sum estimated The expenditures for the same period, if reice with Mxico shall not be concluded, and the army shall be increased as is proposed, will account of principal and interest of the public debt and treasury notes, to \$58,615,860 07.

On the first of the present month, the amount of the public debt actually incurred, including treasury notes, was \$45 659.659 40. The public debt due on the 4th of March, 1845, including treasury notes, was \$17.788,799 62, and consequently the addition made to the public debt since that time is \$27,870,850 78.

Of the loan of 28,000.600, authorized by the act of the 28th of January, 1847, the sum of 5,-000,000 was paid out to the public creditors, or exchanged at par for specie; the remaining 18,-000,000 was offered for specie to the highest bidder not below par, by an advertisement is sued by the Becretary of the Treasury, and pub-lished from the 9th of February until the 10th

ing on the 30th of June, 1849, a further loan in aid of the ordinary revenues of the government, will be necessary. Retaining a sufficient surplus in the treasury, the loan required for the fomainder of the present facal year will be about

Should the war with Maxico be continued in-til the 30th of June, 1849, it is estimated that a further loan of \$20 500:000 will be required for the fiscal year ending on that day, incase no duty be imposed on ten and coffee, and the public lands be not reduced and graduated in paice, and no mi-litary contributions shall be collected in Mexico. If the duty on tea and coffee be imposed, and the lands be reduced and graduated in price, as proposed, the loan may be reduced to \$17.000.000, and will be subject to be still further reduced by the

be collected in Mexico

I refer you to the accompanying report of the
Postmaster General for a detailed and satisfacto ry account of the condition and operations of that department during the past year. It is gratfying to find that, within so short a period after the reduction in the rates of postage, and not withstanding the great increase of mail service, the reve nue received for the year will be sufficient to defray all the expenses, and that no further aid will be required from the treasury for that purpose.
Invoking the blessing of the Almighty Ruler of the Universe upon your deliberations, it will be my highest duty, no less than my sincere pleasure, to co-operate with you in all measures which may tend to promote the honor and endu-

ing welfare of our common country.

JAMES K. POLK. WASHINGTON, December, 1847.

[Correspondence of the Public Ledger] PROM WASHINGTON. WASHINGTON, Dec 2, 1847. The intrigues for the Speakership are rife, and

every day brings forth new candidates. Winthrop and Smith, of Indiana, seem to be the two strongest men, and though Winthrop is a gentleman of high breeding and crudition, yet Smith is Hendrick B Wright, Esq. Luzerne county so much better a politician, that I am rather inclined to think the latter will carry the day. I supply for the army which were drawn from look upon the chances of the election of Mr. Hilliard as equal to zero. There is as yet no Taylor party organized in Congress. What the session may bring forth I know not, and no one else does, I believe. All I can see and learn. however, convince me that parties are easer for the fray, and will at an early day commence introducing resolutions. That of Gen. Henry Foote, of Mississippi, in the Senate, will probably astonish both parties, and perhaps the administration to boot.

Gen Quitman, who is now on the way to the seat of government, has written a letter to a Senator here, giving his reasons why we should keen permanent possession of Mexico. I will speak on this subject more fully in my next letter. Among the arguments used by those of the

Whig party who have advocated the giving up to Mexico of all the country west of the Nueces, it has been stated that the principal portion of the lands between that river and the Rio Grande, was barren, worthless desert. This is not the case of Congress, have crowded out nearly all other A very great portion of the country between matter, this week. those rivers is very fertile. Those used to the Kentucky bottoms and to the rich lands of the Western States and of Pennsylvania, comparing be found an interesting sketch of the life of the them with the lands in Southern climates, conme the latter. They do not appreciate the difference in the climate, its effect upon all vegetable production, and do not reflect that if the rich Western country land were in such southern climate, they would be so unbealthy as to be unfit for cultivation. What would north of 35 be regarded as poor pine barren, south of 31 is the most desirable fand; because readily cleared, at | next. small expense, easily cultivated, and generalty healthy. I learn that Gen. Z. Taylor who is well known as a practised planter, recently paid \$20,000 for a Mexican grant of eleven leagues, (about 4000 acres of land,) between the Nueces and the Rio Grande; and I am satisfied that most of the land called Tierres Calientes, on the other side of the Rio Grande, down to the Sierra Madre is susceptible of profitable cultivation. As to the want of water, and the supposed necessity for artificial irrigation, it is known that the Mexicans complained of the lands in Texas now plan-ted profitably by our southern and western farmers, as subject to the same drawback. objection seems now to be considered as wholly

without foundation. Gen Rusk, of Texas, has arrived here to-day. but his colleague, Gen. Sam Houston, will not till January The Legislature of Texas meets next Monday, and he will probably be re-elected for the next six years, there being no apposition ORSERVER.

> Congressional Caucuste, WASHINGTON, Dec. 5.

The caucus of the Democratic members of The Whig cancus nominated Mr Winthron as

Speaker; Mr. Cumpbell, of Tenhessee, as Clerk: Nathan Sargant as Sergeant at-Arms; Mr Homer. of New Jersey, as Doorkeeper, and Mr. McCormic as Postmaster. Mr. Vinton was at first nominated nearly nnanimously for Speaker, but declined

WHAT SHALL WE DO WITH MEXICO !- Now that the fighting is over in Mexico, the officers, who with the aid of their brave and scantily paid saldiers have contributed to the successes which form the brightest page in our country's history, are returning to reap the honors so justly their due, and give to their countrymen the benefit of their experience towards solving the question "what shall we do with Mexico?". Gen. Quitman is one of the distinguished persons who have lately given the public the benefit of their views upon this question. He proposes three modes of further prosecuting the war. One, to increase our force to fifty thousand men, and oversun the whole country, garrison every State capital, and take every considerable Eity. The second, to withdraw our armies from the country, and take up the proposed defeasive line. The third, to occupy the line, or certain points in it, and also to bold, not only the line and the ports, but the capital, preserving an open communicathe true policy of the country, the first being too expensive, and the second would protract the war indefinitely.



THE AMERICAN Balurday, December 11, 1847.

V. B. PALABER, Bog., of his Real Es. tate and Coal Mice, populer of 3d and Chesnut Streets, Philadelphia, at his Wife s Ab. 160 Musica Street, New York, S. B. Corner Bul-timore and Calvert ats., Baltimare, and No 16 State Street, Busion, is authorized to act an Agent, and receipt for all montes due this

E. W. CARR, corner of Third and Dock Streets, Sun Buildings, apposite Merchants' Exchange, Philadelphia, is also authorised to act as our Agent.

FOR PRESIDENT. Gen. ZACHARY TAYLOR.

Democratic Central Taylor Com-

mittee. Hon John C Bucher, of Dauphin county Hon John M Read, of Philadelphia city Hon Richard Vanz Robert Allen, Esq do do Andrew Miller, Esq Philadelphia county
Samuel D Patterson. Esq Montgomery county
Franklin Vanzant, Esq. Bucks county
Joseph J Lewis Esq Chester county
Dr William Gray, Delaware county Henry W Smith, Esq. Berks county Hon Ellis Lewis, Lancaster county Charles W Hegins, Esq. Northumberland co Hou John Snyder, Union county Col James Burnside, Centre county Robert J Fisher, Esq. York county Oliver Watson, jt Esq Lycoming county Gen J. K. Morehead, Allegheny county Col Israel Painter, Westmoreland county Thomas J Power, Esq Beaver county Hon Edward Herrick, Bradford county Francis W. Hughes, Esq Schuylkill county James L. Gillis. Esq. Elk county James Peacock. Esq of Dauphin county Hon William Dock Gen Simon Cameron Benjamin Park, Esq. Gan Christian Seile Philip Dougherty, Esq. O. Barrett Esq. Francis C Carson, Esq. James Brady, Esq. Edward A. Lesley, Esq.

THE PRESIDENT'S MESSAGE - We hasten to lay before our readers a portion of the Message, this week. Its great length prevents us giving more than such portions as will be of the most interest. The Message is an able document, and discusses the war question at great length. His views on this subject are clear and explicit, and will be responded to by the democracy of the whole country. This portion of the Message we lay before our readers. Next week we will furnish our readers an abstract of the remainder.

Congress .- The message and proceedings

CAPT. WALKER -- On our first page will gallant Capt. Walker, whose death has probably been more seriously regretted than any ficer who had fallen in Mexico.

TF FARMS FOR SALE -We call the attention of our readers to the sale of a farm in Upper Augusta, formerly belonging to Wm and Robert Hunter, which will be sold on the 3d of January

Also, to a farm in Shamokin township, belong ing to the heirs of John Yorum, dec'd.

THE SCIENTIFIC AMERICAN .- Will the editor of this excellent paper see that it is forwarded to us more regularly, as per contract?

A NEW COURSE OF TRADE -According to the Danville papers, a cargo of 2,200 bushels of wheat, for Peter Baldy, Esq., arrived at that place about ten days ago, from Baltimore, and another cargo was daily expected. Mr. Van Allen also received a cargo from Baltimore. About the same time, Capt. H. Simpson, of this place, brought a lot of flour from Paltimore, for sale and home consumption. The manufacturing and mining operations in this section of the state, together with the scarcity, affords our farmers a better grain market, at present, than the cities.

SEAT OF JUSTICE. - The people of Pottsville, the papers say, are very generally satisfied with the location for the court house. It is a Congress adjourned last evening without making beautiful apot, and may be known by the stone house on the right, as you enter Pottsville from the Sunbury road. Sixteen thousand dollars have stready been subscribed for the erection of the buildings.

REMOVAL OF THE SEAT OF JUSTICE -On Tuesday week last, the good people of Blooms-burg came down to Danville with an omnibus and other vihicles, and removed the records of Columbia county from the old court house to the new buildings exected at Bloomsburg, the new seat of justice. The Sheriff, Prothonotary, Register and Recorder, Clerks, &c., were all obliged to pack up their duds and go along. A number of the members of the bar, at Danville, have filed exceptions to the report of the commissioners, and the decree of the court thereon, ordering the removal. The main exception is, the unconstitutionality of the law, the principles, it was alleged, having been recently decided by the Supreme Court, at Pittsburg, in the license question, which is an analogous case. The question will therefore come up before the Supreme Court, at this place, in July next.

Gazar Loss or Lire .- The papers give a melanchally account of the burning of the at-amor Phonix, on Lake Michigan, and the loss of seversi bundred lives, among them 150 Hollanders, moving to the West. The particulars have been crowded out, this week.