# The Tawas Herald 




## UNCLE SAM CHECKS HIS BOOKS

End of Fiscal Year Finds Goverment Costs Still Mounting; Balance of Budget Not Yet in Sight; Treasury Reports.
$T_{\text {ernment's financial operations broke and the United States gov }}^{\mathrm{HE} \text { fist three records-rec }}$ ords which, if Secretary of the Treasury Morgenthau's reckoning holds true, will be broken again in the 1937 fiscal year which comes
to a close next June 30 . During the last 12 months the government spent more money than it ever hild in any peacetime fis
The deficit was also the largest ever compiled by the United
States governmient in times of peace. It was about 4 billion 754 mil ion dollars.
only
about would have been
2 had it not been for the passing of
hene veterans bonus.
Federal Feaeral expenditures, emergency
and regurar, advanced the public
debt during the fiscal year to an all-time record high of 34 billion
427 million dollars on June 17. Be


Comptroller General McCarl, Who
Recently Resigned After 15 Years reduced to 33 billion 779 million,
largely through the redemption of soldiers' 'onus bonds.
Cites Recoverable

Cites Recoverable Assets. gentanau thinted debt, Secretary Morernment holds in what he calls r coverable assets. Most of them, tain portion of them, but a cerabout 4 bililions of in them, inans to formersers, rairoads, banks, insurance compa-
nies, states and cities, are open to question; it hardly seems possible loans so varied in nature and comcould expect to collect them all. by ther recoverable assets listed million cash and "money in the ization" fund. This latter fund; however, it would probably be unwise
to touch, because it was established for specific purposes, prin-
cipally for stabilizing the dollar in foreign exchange markets. Besides what Mr. Morgenthau appar-
ently considered leegitimate subtractions
from the public debt are about 43 bill trom the public debt are about $43 / 4$ bil.
liions in equally legitimate additions to
the debt The the debt. These are government guaran
ties and obligationsten corporations and the like. year began that little or no progbe made. Although budget would ountry continue increasing, as the the trend back toward prosperity and as the administration's new
revenue producing measures beare also due for efive, expenditures them expenditures a risforesseme of by raxes and other revenues, accordpass those pass those of any other year in
history with the exception of 1920 . for the new one are exp
reach 1 billion 48 million.
Incorporate Incorporated somewhere in the ex-
planation of this is the fact that the planation of this is the fact that the
operations of many of the fedd departments, especially those dealing with pubic works, were sever which followed the changy of ad
ministration in 1933, but they ar

 1935 fiscal year, and jumped to 4
billion 116 million in the year closed. Next year, it is estimated, they will reach 5 billion 540 mil-
lion. This, if it proves true, will mean the biggest tax bill since 1920 ,
when revenues amounted to 6 bil Iion 695 million.
In the new fiscal year it is estimated


## BILLIONS OF DOLLARS



fiscal year will be the appearance now finding their ways back into $^{\text {n }}$ the new social security program. The federal ledger in the new torically because of the changing nature of its entries. It will see penditures of many of the measres which the administration

How Spending Has Increased Before 1934 the largest expendiyear had been 6 billion 404 million ernment found it necessary to lay the next year expenditures were up
that income taxes will provide more rev-
enue than they have at any time since
1930, when rates were low, but incomes enue than they have at any time since
1930 when rates were lou, but innomes
(1929) were at thei highest The Rev-
enue Act of 1935 will be to factor ine enue Act of 1935 will be a factor in the
rise of income taxes in the last halt of
the fiscal year. the fiscal year.
Balance Six Years Off. During the depression the major
part of the tax burden has shifted part of the tax burden has shifted
from income to the excise taxes and the stamp taxes on cigarettes,
liquor, gasoline, security issues and liquor, gasoline, security issues and
transactions, electric energy, automobiles, matches and many other
items of indirect taxation. When items of indirect taxation. When
incomes were high, they used to provide about 70 per cent of the government tax revenue, but today the "hidden" taxes, which are paid
by all, regardless of income, progovernment revenue.
These "miscellaneous interna These " "miscellaneous internal
revenue" taxes have for the past

## 1936-37

## 

Where It Comes From

## too, will probably be on the swing. "Regular" Costs <br> "Regular" Costs Mount. In regular operating and administrative costs have the greates rises been apparent. The presen <br> $$
\begin{aligned} & \text { time the passed the } 2 \text { billion mark. } \\ & \text { In the new year they will prob- } \\ & \text { ably reach } 2 \text { billion } 250 \text { million. } \end{aligned}
$$ added some 250,000 federal ful time employees in addition to the relief rolls. Operating and admi istrative costs were 550 million f the 1935 fiscal year 735 million in the 1936 year, and <br> $$
\begin{aligned} & \text { several years established records } \\ & \text { In the 1936 fiscal year for the first } \\ & \text { time they passed the } 2 \text { billion mark. } \end{aligned}
$$ <br> $$
\begin{aligned} & \text { Even with revenues rising the way they } \\ & \text { are they will not, a the present rate, , e } \\ & \text { able to bring about a balanced budget } \end{aligned}
$$

For instance, when President Roosevelt
first came into office he effected imme. frst came into office he effected imme.
diate and ddarstic economies in river and
harbor and public building work. They
were subsequently revived in the emer. were subsequently revived in the emer-
gency programs. Now Mr. Roosevelt has indicated his desire to return them to
the permanent budget, with an annul the permanent bude bet, weturn them annual to
appropriation of about 500 million dol. Taxes Keep Going Up Generally, the switch of public
works programs back to the reguwor budget, combined with other
transitions, is regarded as the be transitions, is regarded as the be-
ginning of the attempt to make ginning of the attempt Deal a permanent phase of the government. The
President has asked for the institution of the CCC and the farm
control program as permanent

1936-37

## Secretary of the Treasury Mor the Treasury Mor

 he close of the next and now to 33 bil.ion 750 million. Until results of pending bond cransactions antil results of pending it it canno
be estimated what the debt, will be One of the interesting develop-
ments in the financial operation of the government recently ha been the retirement of John Ray
mond McCarl, comptroller genera known as the "watchdog of th reasury." He warned against wild
and unjustified many times during his 15 years too enthusiastic spending of publi
funds. too ent.
funds.



FINNEY OF THE FORCE by $^{\text {Ted otoushinin }}$ The Choke Was on Him


## OUR COMIC SECTION



"Company's coming!"-so out
with the best bespread,
the
 have reason indeed,
proud of this lacy pair, proud of this lacy pair, to say
nothing of a tea or dinner clot brow or vanity set, all of
grow little by little as you cro-
chet a simple medallion in hum bhe a strimp. Repeated and hoined
ble
they make stunning "heirlooms, they make stunning heirlooms.
In pattern 560 you will find
complete instructions for making the square shown; an for makilustration
of it and of all the stitches need To obtain this pattern send fif-
teen cents in stamps or coins (coins preferred) to The Sewing
Circle, Household Arts Dept., 259
W. Fourteenth St., New York, N. Y. Write plainly pattern number All Arom 1 the House 呬
 hours.




## MAYTAG WASHERS

Sold and Repaired Jos. $\mathbf{0}$. Collins Hardware

Ambulance
Phones 23 and 144 W. A. Evans Furniture Co.

Tawas Bay Insurance Agency

Life Automobile Surety Bonds Fire We Assure You Satisfaction R. W. ELLIOTT, Agent

## Highest Price

 CREAM and POULTRY Complete Line Roofing Material Aetna Portland Cement Hale Elevator
## Wanted

Live Stock of any kind Stiping Every Week
W. A. Curtis

CLASSIFIED ADVS

| reshipping we ca unpaid balance of bench and rolls. Te icash. For further to A. A. Bisek, Milwaukee, Wis. |
| :---: |
| FOR SALE-Boy's jun |
| $\$ 25.00$ MONTHL <br> Mail your Kod ad, and learn ho uable prize. Two enlargements fr Shop, La Crosse |
|  |
| LOST - All black year cocker spaniel, last Lake Huron $3 / 4$ mile no baster. Answers to nam ing its loss. Liberal rew to Paul H. Karr, Daviso |
| used two seasons taken at once. Fran west of Tawas City |
| harness; all kinds of Thos. Robinson, phone Tawas. |
|  |
| Manufactured in different patterns price reasonable. Also make sectiona foundation posts. Large capacity, so do not hesitate to enter a large order |

## You need all these modern

 features

## to get complete motoring satisfaction

Chevrolet is the only low-priced car that has them all



disiocrproor STERRNG* for weather. It "scoops in" refreshing breezes in hot vidually controlled ventilates each passenger individually controlled ventilation at a touch of the

## 

## Ohe orly complete lonvpricical car <br> CHEVROLET McKAY SALES CO.

## EAST TAWAS

## PATTERNS of WOLFPEN

## By HARLAN HATCHER



## 

Today ... Begins a Stirring and Vital Story of the Kentucky Mountains
$\mathrm{F}_{\text {OR a }}$ a hundred years the ramparts of the Cumberland range civilization. But the world was moving closer. The march of industry, demanding timber, now threatened destruction to the century-ild peace of Wolfpen- the e beautiful mountain valley
where lived the Patterns. Youlll thrill to each new chapter as it unfolds the heroic struggle of this fine A merican family to preserve

Lesson for July 26 CHRISTIANITY SPREAD BY PER

The Mind


Perfection Is No Trife and
ifles make perfection, and

Sornhle Peterman's Ant Food along windov
allus, doors, any place where ants come and go



Ruth Removal Aids Yanks, but He, Too Could've Done Job


e'n a seasons ago
to the effect rumors that
㣍品

see you're all sun
Shine gatin. Just
between the buncl you like to chirp a
to how Babe Rut
has has helped elevat
you to your presen
blithe position?" But, to avert woe-
ful doings, the reporter must un-
dertake to supply the answer himUndoubtedly Joe Di Maggio, best
rookie of several years, has filled zeri supplies a shrewd steadying
influence. Frankie Crosetti, living
up to predictions that once seemed of such things. It is senseless
call the roll while singling oute eac
player responsible for the club The point is that the dead-panned
Yanks of a year or two ago also far more than average worth. Yet they ever were failing in the clutch.
Now they are far out in the lead of the American League parade. The
reason for their success-you can twist it a about and also obtain the
disastrous dope concerning the gold mbroidered Red Sox-is that Joe
McCarthy is not milling along with a collections
ing a team.

| NOTRE DAME will lose two, probably three, football games next fall. Nothing particularly wrong with the Irish, it's the sched- ule . More National League clubs are complaining bitterly about umpiring this season than at any time within the memory of man . . . Mike Jacobs has an answer for those "three-cent critics" who claimed that $\$ 40$ was too much for a Schmeling-Louis ducat. His tax statement reveals that $h$, peddled 4,700 of the gold-embroidered ducats and only 3,800 of the $\$ 3 \mathrm{va}$ riety . . . Dave Rabb, sensational young center forward of the New York (soccer) Hakoahs, is the son |
| :---: |



## Bill Mehlhorn Is an





Crew coaches continue the most
hard boiled of all sporting gents
before a race and the shrillest
squawkers afterwards . As ususquawkers afterwards As usu-
al, Yale supplies the Leadee.
Even though he was quite a foot racer years ago, oblivion seems to
be catching up with Bill Bingham
Harvard Olympic felegate Harvard Olympic felegate.
Note to the boys of the Huron Base-
ball club-
$\qquad$ brother raised a pointing finger and screamed. "There he is!"
Beatrice looked up, and sure enough, there he was-a short, midalle-aged Italian, his head and torso framed in the opening
that had once been the glass panel of the kitchen door. He was that had once been the glass panel of the kitchen door. He was
hatless; his face pale; his eyes bloodshot, and he was grinning!

| "Dago Red" Was Cau <br> Meanwhile, the little Italian pulled themselves together, while searched the house for the intruder they arrested him for a burglar, ever saw. He wasn't a burglar, he more, he wanted his hat back. <br> Then the whole story came <br> out for the evening, and had tak got into the wrong house-that whole doggone row of them leaned against the Johnson's had broken and crashed to the His hat had fallen from his he that's what he had come back for ning. He was grinning, he said, be particularly those three kid brothe without a stitch of clothes on. | had vanished. Re.e Johnson family he policeman and the garage man They found him all right, but when he was the most indignant guy you said. No such thing. And what was <br> out. The little Italian had been a little too mach red wine. He wasn't hard to do because the ooked alike-and when he had oor to steady himself, the glass loor. <br> d, landing on the kitchen floor, and when Beatrice saw him there, grincause the Johnsons looked so funny, standing in the middle of the floor Service. |
| :---: | :---: |
| Karakul Sheep Sacred <br> Karakul sheep have been regarded as sacred by Brahmans, Buddhists, and Mohammedans, notes a writer in the Detroit Free Press. They are the first animals mentioned in the Bible and historians consider them the first animals to have been domesticated in prehistoric times. "To the Bokharan, each part of the sheep has a symbolic meaning. The skull is regarded as the seat of knowledge, flexibility of life, etc., and on sac- red pilgrimages. the roadside is hung with these parts which the | Festival of Midsummer <br> In pagan times Germany celebrated the festival of Midsummer, or "Sonnenwendfest," as the occasion wher day triumphed over night, light over dark, the forces of good over evil, and today many superstitions are still observed. A young couple expecting to be married soon must either jump through the wheel of fire or over a bonfire, so that their union will be a happy one. In some sections, a few handfuls of grain are thrown into the flames, a souvenir of the old custom of offering a sacrifice to the |

ball club-Sorry, but your card did
not arrive in time. Hope Hans
We Buddy Hassett crooned so hand-
somely at the tirthay party tossed
by Mrs. Jimmy (once Lady Eaves)


## Pinafore for Little Girl



Posthumous Glory Baggsby-Who do you consid
the greatest man this natio Crabshaw-I used to think it
as either Lincoln or Jefferson
ut now I'm becoming convinced WhO'LL MAKE IT 50 CENTS?


She Will Wait

## FIRESTONE'S MEWEST - WOST SEISATIONAL TIRE DEVELOPMECT <br> 



## FOR TRUCK AND BUS OWMERS

GIVES IONGER MILEAGE AND MORE ECONOMICRI SERVICE VOLUNEP PRODUCTION PRICES!
 produce to market, operating fast local deliveries, in heavy cross-country hauling, operating school buses, or in any type of trucking service, you need a for quality tire, buree mileage. Now, for the first time, you can get such a tire at prices you can afford to pay. See your nearby Firestone Auto Supply and Service Store or Firestone Dealer today and see how the
newFirestone Standard Truck and Bus Tire will give LEADERS in the LOW PRICE FIELD


Listen to the Voice of Firestone-featuring Margaret Speaks, Soprano; with the Firestone Choral
Symphony, and William Daly's Orchestra-every Monday night over N. B. C. Nationwide Network

## Mid-Summer Sale On Oill Stoves

\section*{2,3 and 4 Burner $\$ 4$ to $\$ 10$} Oak Dining Suite, 8 pieces . . . $\$ 24.50$ 3-Piece Wicker Suite . . . . . $\$ 12.00$ Edison Phonograph, 75 records . $\$ 10.00$ | Sewing Machines---Singer, White, |
| :--- |
| Edison Domestic |
| $\$ 4.00$ |
| to |
| $\$ 18.00$ | Oak Chest of Drawers, with mirror $\$ 12.00$ Rocking Chairs, several $\$ 2.00$ to $\$ 4.00$ Ranges, Heaters, Heatrolas . $\$ 2$ to $\$ 50$ Over Stuffed 2-pc. Velour Suite . $\$ 15.00$ Over Stuffed Velour Davenport . $\$ 10.00$ Heavy Wagon . . . . . . . $\$ 20.00$ Fordson Tractor Parts, Guns, Tools Oil 10 c per qt. plus tax. Bring can Wanted.--Stoves and Guns of all Kinds

Brooks Second Hand Resale \& Exchange Store

Rivola Theatre
TAWAS CITY


