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Notice to Advertisers.  
In order to ensure changes being made in advertisements, copy must reach this office not later than 9 a.m. on the day of publication.  
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# The Daily Mail

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The Weather  
Maritime. Moderate variable winds, fair until Thursday evening, then local showers; not much change in temperature.  
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VOL. XXVI., No. 118      FREDERICTON, NEW BRUNSWICK, WEDNESDAY, MAY 19, 1920      TWO CENTS PER COPY

## FINANCE MINISTER DRAYTON SAYS CANADA IS DONE BORROWING—NEW TAXES WILL BE IMPOSED

**LIQUORS WILL BE HEAVILY TAXED**  
**One per cent to be Imposed on All Sales of Manufacturers, Wholesalers or Importers—Fuel and Foods Exempted—Increase of 5 per cent on Incomes Over \$5,000.**

Ottawa, May 18.—Definitely renouncing national borrowing, Sir Henry Drayton, minister of finance expects to make up the deficit between present revenue and expected expenditure by the following taxes:

1. One per cent tax on all sales of manufacturers, wholesalers or importers, except on coal and foods for man and beast.
2. Excise taxes running from ten to fifty per cent on specified high priced goods, luxury articles made of gold or silver or for adornment, or recreation whether imported or manufactured in Canada.
3. Heavy excise taxes on all spirituous liquors from thirty cents a gallon on ale, beer, porter, stout, to two dollars a gallon on rum, whiskey, brandy, gin, etc., and three dollars a gallon on champagnes and sparkling wines.
4. Increase of five per cent in all taxation on incomes of \$5,000 and upwards, taxes to be paid in part or in whole when making returns, and heavy penalties provided for errors or failure in making returns.
5. Stamp taxes of two cents on promissory notes and bills of exchange for every hundred dollars for which drawn.
6. Stamp tax of two cents on every share of stock transferred.
7. Twenty-five to fifty cents on every pack of playing cards sold.
8. A license fee of two dollars on every business man dealing in various luxury articles mentioned.

The only reduction in taxation are first—the removal of the extra customs war tax of seven and one-half per cent, which brought \$30,000,000 last year, mainly drawn from articles on which the still higher excise taxes are now levied; second—the repeal of the duty on moving picture films; third—the retention of the business profits tax, but increasing the exemption of profits from seven to ten per cent, and decreasing from twenty-five to twenty per cent, the tax on profits above ten and less than fifteen per cent on all businesses having a capitalization of not less than \$25,000 and not more than \$50,000 except where more than twenty per cent of the profits was gained in 1917 or 1918 from munition industries; and fourth—some minor tariff reductions letting typewriters, books and other articles for the blind in free.

## BIG DEAL TO FINANCE C.N.R.

New York, May 18.—The new financing which the Canadian Government has been discussing with William A. Read & Co., was announced yesterday. It consists of \$15,000,000 in fifteen year 7 per cent, sinking fund equipment trust gold certificates of the Canadian National Railways. By the arrangement consummated investors are offered an opportunity to purchase a long time security at better than a 7 per cent basis. The retirement date of the securities is May 1, 1935.

The Canadian National Railways is being organized to write into one organization the various railway lines owned by the Dominion of Canada and to constitute its national railway system. The Dominion Parliament has passed an act authorizing the organization of the company, which will be completed by an order in council as soon as the legal details can be arranged.

## DIED ON HIS BIRTHDAY

Poughkeepsie, May 18.—Levi P. Morton Governor of New York in 1895 and 1896 and Vice-President of the United States in the Administration of Benjamin Harrison (1889-1893), died at his home at Ellerslie, Rhinecliff, on the Hudson tonight at 8:30 o'clock, on the ninety-sixth anniversary of his birth.

Can Solemnize Marriage  
Rev. Wilfred J. Mallette of Moncton Roman Catholic, has been registered to solemnize marriage.

J. S. White of New York is at the Barker House.

## THE BUDGET BROUGHT DOWN IN THE HOUSE OF COMMONS BY THE FINANCE MINISTER

Many Articles Classed as Necessaries of Life are Hit by the Excise Tax—War Customs Duty of 7½ Per Cent is Wiped Out—Increased Tax on Incomes in Excess of \$5,000—John Barleycorn Must Pay More—A Crushing Reply Made by Hon. W. S. Fielding.

OTTAWA, May 19.—Declaring that Canada has finished borrowing and hereafter will get by taxation what is necessary to meet the ordinary and capital expenditures of the country, Sir Henry Drayton, Minister of Finance, introduced a budget yesterday which proposes to collect some of the additional revenue needed by excise taxes on articles entailing an extravagant or luxurious expenditure, or which are bought only by those who have a goodly surplus of income to expend for other than the absolute necessities of life.

Another tax from which a considerable revenue is expected is a tax of one per cent, on the sales of all manufacturers, wholesale dealers, jobbers and exporters—except sales of essentials such as meats, butter, cheese, any substitute for butter, lard, eggs, vegetables, fruits, grains and seeds in their natural state, meals or flours, from barley, oats, rye or wheat, coffee, tea, salt, cattle feeds, nursery stock, fish, sugar, syrups and molasses, anthracite or bituminous coal, artificial limbs and goods exported. Stamp duties are increased on bills of exchange and promissory notes, and a tax of two cents a share on all stock transfers is proposed. The taxes on incomes of five thousand dollars and upwards are increased by five per cent, making the tax on a personal income of five thousand dollars \$126 instead of \$100, such as now; on a corporation income of one hundred thousand dollars, \$10,500 instead of \$6,000 as now.

The business profits tax is not discontinued, but the present exemption is extended from 7 to 10 per cent, and the disappearance of this tax after this year is more than a possibility in view of the remarks made by the minister.

Businesses with a capital of \$25,000 or over, and under \$50,000 have now to pay one-quarter of all profits exceeding ten per cent, on the amount of capital employed, but this tax will now be reduced from 25 per cent to 20 per cent.

The general war customs duty of 7½ per cent, which produced approximately thirty million dollars of revenue last year, is abolished entirely, thus completing what was begun last year when articles of food, clothing, agricultural implements, fertilizers and other items were exempted from it.

The minister promises to send a ministerial commission of inquiry, assisted by experts about Canada after prorogation to get evidence on which to revise still further and in a scientific manner the tariff next year. He made an important declaration of government policy as to the principles on which it has been decided to change the tariff.

The objects of further tariff revision by this government, he says, will be to get an adequate revenue to stabilize legitimate industries; to encourage the establishment of new ones; to develop our natural resources; to promote inter-imperial trade; to prevent the abuse of the tariff for the exploitation of the consumer by placing the chief insistence on heavy customs and excise taxes on articles of luxury; to prevent the exodus of Canadian workers for employment denied them at home by reason of the export of natural resources primary products, and raw material; to permit machinery and implements of production to be purchased at prices paid by competing countries for similar articles; to prevent combines, trusts or associations to restrain trade and to prevent competition or enhance the selling price of any article unduly.

It is not claimed that these objects are realized in the present tariff but it is claimed that a beginning is made in taxing luxuries and refraining from increasing the cost of living.

The so-called excise tax on luxuries however, are levied on prices which in some cases are the very prices now paid for necessities. For instance, the ten per cent excise tax levied on boots shoes pumps and slippers exempts only those below nine dollars a pair. Many Canadians will be surprised to find that the prices they pay habitually for articles of clothing are exaggerated by the finance minister as extravagant.

The excise tax of ten per cent covers for instance, hats and caps for men and boys valued above five dollars, caps above two dollars, neckties neckwear and scarfs above \$1.50, suits for men or boys above forty-five dollars, cloth overcoats for anybody above fifty dollars, women's hats, bonnets or hoods above twelve dollars, silk stockings above two dollars a pair fur coats and robes above \$100, and

## YOUNG MACKENZIE MAY SOON SECURE HIS RELEASE FROM THE WESTMORLAND COUNTY JAIL

**DALHOUSIE CAMPAIGN ENDORSED BY BISHOP**  
Halifax, May 19.—His Lordship the Bishop of Fredericton has advised the Dalhousie Campaign Committee that it is a pleasure to him to give his endorsement to an appeal so worthy as that of Dalhousie University for a million dollars.

## PYTHIANS HERE IN FORCE FOR DEGREE WORK

**St. John Lodges Sent Big Representation—The Largest Gathering of K. of P. in Many Years.**

Yesterday could rightly be called Pythian Day in Fredericton as from the arrival of the 6.30 C. P. R. train last evening from St. John until three o'clock this morning members of the Knights of Pythias order could be seen everywhere. Shortly after six o'clock members of the local lodge as well as Marysville brethren began to assemble at Castle Hall from which place they proceeded to C. P. R. Station to meet the first installment of St. John Knights.

On the arrival of the train Knights of Pythias over one hundred strong headed by their own newly organized band from Fredericton Lodge, marched to the Old Gaiety Theatre by the way of York, Queen and Carleton Streets, the line of march being crowded with interested spectators who were greatly taken with the large turnout. St. John Knights came in the 8.30 train as well as on the Valley, later in the evening.

Shortly after eight o'clock G. H. Clark, Chancellor Commander of Fredericton Lodge No. 6, opened Lodge and then invited the St. John members to take the different offices which they filled in a splendid manner.

After the degree work had been finished, a short but excellent program was carried out, Maurice Williams, of Fredericton Lodge, gave some of his popular stunts in tumbling and acrobatics. This was followed by the Vaudeville performers who had been playing at the Opera House; they certainly made a big hit. Roy Harding, of St. John, also gave some readings, followed by William A. Walsh, the well known and popular local entertainer.

**Refreshments**  
The programme completed, all hands adjourned to the dining hall where dainty refreshments were served and a few hours spent in a social manner. The affair came to a close shortly after four o'clock this morning, all expressing themselves in the highest terms of the success of the affair, as it was a red letter day in the history of Pythianism in Fredericton.

The degree team was made up of members from the three St. John lodges, namely, New Brunswick No. 1, Union No. 2, and St. John Lodge No. 30, and was composed of the following Knights: Arthur Brown, Harry Black, O. F. Prince, T. E. Robertson, F. L. Black, William P. Thompson, L. F. Welfore, E. S. Watters, R. Harding, N. L. Brennan, Geo. Scott, Benj. Sheppard, G. Currie, F. Grearson, W. E. Drummond and L. Munroe. The guard were also made up from the St. John lodges, under the command of Capt. J. A. White, and were: S. Hurder, Geo. Andrews, G. Perry, Wm. McDonald, W. Colwell, W. Williams, L. Rivers, and P. Seeley, all of St. John Lodge.

The Past Chancellors present were Fred Hanington, George Brown, and E. M. Smith, of Union Lodge; Arthur Brown, Joseph White, Charles Green, of St. John Lodge; R. C. Thomas, of New Brunswick Lodge. The officers in charge during the degree work were: C. C. E. M. Smith; V. C. L. Dykeman; Prelate, H. B. Colwell; M. of W. Chas Green; M. at A. John Kelley. The work during the taking of the rank was splendid and very impressive, and the twelve Esquires who were advanced to the rank of Knights, were more than delighted with the work, as were all those present. There were now then two hundred in attendance while the degree team was working; forty of them representing Marysville Lodge No. 18.

The St. John men returned home, their car being attached to the regular train this morning.

**Called on Account of Illness**  
Preventive Officer Jack Hanlon of Grand Falls is in Fredericton having been called here on account of the illness of his aunt Miss Mary A. Hanlon who had a stroke of paralysis recently.

## FRIENDS WORKING IN HIS BEHALF

**Moncton Young Woman Claims She is the Wife of Returned Soldier Who Lately Inherited a Fortune in Old Country—No Record of Marriage Can be Found.**

Moncton, May 18.—The latest development in the Leveritt MacKenzie fortune, bequeathed him by the father of the dead fiancée in England says the Transcript is the announcement here, by a local young lady of Bridge Street that she is the wife of MacKenzie. It was learned today she had visited young MacKenzie at Dorchester and now alleges she is his wife, telling so to a Dorchester lady. The records of all local churches do not show that she or young MacKenzie are married, and Fredericton's church records do not show the marriage.

The mother of young MacKenzie states that the Saturday Chicago Blade recently carried a special story recently of young MacKenzie's love to a Miss Wilbur overseas, who recently died as the result of measles, and soon after her father died leaving MacKenzie about \$300,000. It is learned the local lady wrote to MacKenzie and often sent him gifts. It is stated that MacKenzie did for a time pay attention to the young lady, but their marriage is believed to be fictitious. Some claim that she wished to see MacKenzie and knew that by posing as his wife, admittance should be granted her into Dorchester, where young MacKenzie is serving a short time, for an offence committed here. Posing as his wife, she was granted admittance and had a conversation with him. The young man himself states he is through with the local girl, but admits having received several letters from her while in Dorchester; while the younger brother reports his elder brother was even sent some money by the local girl. The story of young MacKenzie reads like a novel in which originality creeps in often. Mr. W. Hazen Chapman, K. C. of Dorchester, is interesting himself in young MacKenzie, and has made application to the Department of Justice to have MacKenzie released from jail, so as to look into his business affairs. Recently Sitting Magistrate MacDougall here, received a communication from the Department of Justice, Ottawa, asking him of the particulars necessitating MacKenzie's present confinement. Sitting Magistrate MacDougall forwarded a favorable report. It is now believed young MacKenzie will soon be given his freedom.

## ELUDED FAIR PERSECUTOR

London, May 19.—The Rev. A. Cumming the bachelor vicar of Addlestone, a small country village in England, has had an unusual experience. He has been kissed! In the current issue of his local parish magazine he states: "I have hitherto in life had but little difficulty in resisting the blandishments of the fair sex, but not long since, in the course of my pastoral visitation, I was saluted by an adult female in the early Christian way, that is with the kiss of peace. This is a method of salutation to which I am certainly unaccustomed, and as a result I was embarrassed, to say the least of it. The labial impression upon my cheek was by no means sought for and after its bestowal I spent some minutes trying to rub it off. "A decided attempt was made to administer this sign of Christian friendship a second time, but with great dexterity I eluded my fair persecutor."

## FARMERS TO CO-OPERATE

Syracuse, May 19.—Organization of a million dollar co-operative buying and selling associations to deal in necessities of life among farmers was started here yesterday at a meeting of representatives of New York State Dairyman's League, the State Grange and the State Federation of Farm Bureaus. The association will start in business dealing in seeds, fertilizer and farm implements. Later its scope is to be broadened to include food, clothing and all other commodities. Co-operative warehouses and grain elevators are to be acquired in all sections of the State to handle the farmers' products.

C. D. Richards left this morning for St. John. He will return this evening.

(Continued on Page Five.)