

Community United Church

Service. Have your Bible... actually take part in the service.

COUNTERVAILING

(Continued from Page 1) Equally whether one's intended direction in the imposition of duties be downward or upward...

AGRICULTURAL

(Continued from Page 1) The surprise that the reduced tariff had not lowered prices of Canadian firms...

ARMY ENCOUNTERS

(Continued from Page 1) In every way to avoid, but which it will fight with all its forces if it has to...

STEAMER SAILS

NAPLES, May 1—The steamship Italia sailed for East Africa today with 900 artillerymen.

BIRTHS

SMITH—At the Charlottetown Hospital, April 20, 1936, to Mr. and Mrs. Joseph Smith, a daughter.

MARRIAGES

INMAN-HOWATT—At the Parsonage, Tryon, April 29, 1936, by Rev. T. O. DeWolfe, Elva Louise Howatt of Bowden to Mr. Lloyd Inman of Tryon.

DEATHS

MURRAY—At Tyrone, Lot 65, on Friday, May 1, 1936, Peter Murray, age 68. Funeral notice later.

CRISP GOES TO ENGLAND

CAPE TOWN — South African cricket has lost one of its best fast bowlers in the departure for England of R. P. Crisp.

NOTTINGHAM, England

Williamson, Nottinghamshire Golf Club professional has just completed 40 years' service which is a record for the country.

HOLIDAY COMPLETES CENTURY

LONDON — J. Holliday, clever front-foot inside forward, did more than the hat-trick when he scored three goals in as many minutes for the first division club against Everton on Easter Monday.

BIRMINGHAM, England

W. E. Eaton, the Salford Turner, established a new English native record for six miles at Birchfield Harrier's sports, Ferry Bar, his time for the distance, 20 minutes, 31 2/5 seconds.

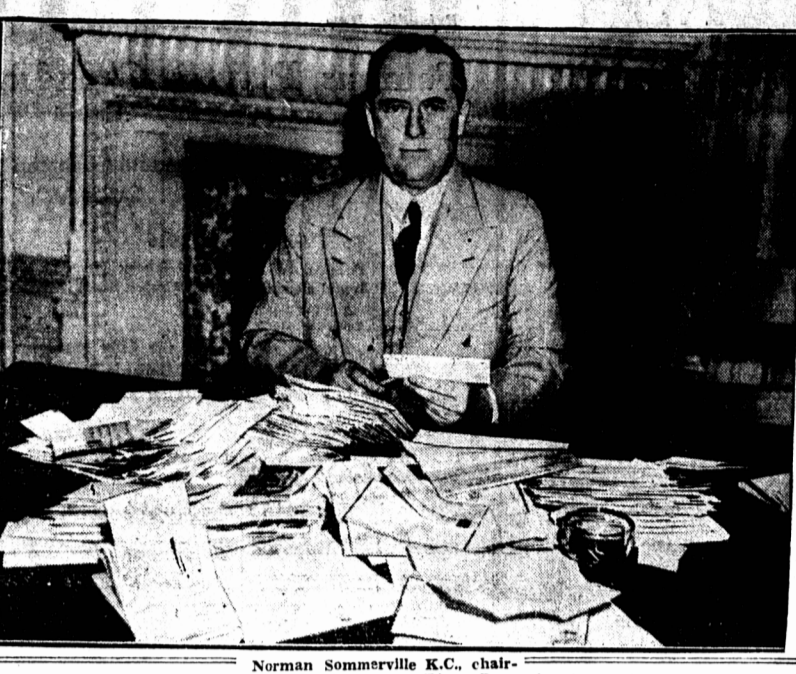
CREATES NEW RECORD

LONDON — W. M. C. C. committee has decided to present Ewart Astill, Leicestershire County Cricket Club professional, with a cheque for \$2500 in lieu of a benefit match.

BIG CHEQUE FOR ASTILL

LONDON — The M. C. C. committee has decided to present Ewart Astill, Leicestershire County Cricket Club professional, with a cheque for \$2500 in lieu of a benefit match.

Donations Pour in For Moose River Rescue Fund



Norman Sommerville K.C., chairman of the Moose River Rescue Fund, is shown in the above picture with a few of the contributions which have poured in from all sources bringing the total to more than \$52,380.

The Central Guardian

CONFEDERATION LIFE INSURANCE. L-8798-7-12-312

ENGAGEMENTS ANNOUNCED

Mr. and Mrs. F. R. McCrudden, of Maplewood, New Jersey, announce the engagement of their elder daughter, Violet, to Mr. Jack Boyver of Montreal, only son of Dr. and Mrs. N. E. Boyver, of Crapaud, Prince Edward Island, the marriage to take place in New Jersey late in June.

RETURNS FROM SOUTH CAROLINA

Mrs. Noel DeBlois who during the past month has been visiting with friends in Aiken, South Carolina, arrived home this week and is receiving a very warm welcome on her return.

CENTRAL PARISH SERVICES

Divine service in the Kirk at Nine Mile Creek at 11 a.m. Canoe Cove at 3 o'clock afternoon, and Clyde River at 7 p.m. on next Lord's Day.

ENJOYABLE CARD PARTY

A most enjoyable card party was given by the Plymouth Rock's Bowling Team in Holy Name Hall last evening. The prize winners for the evening were: Ladies' first, Mrs. James Lappin; second, Miss Ethel Martin; Gentlemen's first, Mr. J. A. Egan; second, Mr. A. McDonald.

ADDRESSES TRINITY YOUNG PEOPLE

Mr. Walter Mutch gave a very interesting talk on his work as teacher in the Indian School at Norway House at the weekly meeting of the Trinity Church Young People's Society last evening.

SPORT BRIEFS

GOLF PRO'S LONG SERVICE. NOTTINGHAM, England — Tom Williamson, Nottinghamshire Golf Club professional has just completed 40 years' service which is a record for the country.

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"High-Low" Budget Highlights

(Continued from Page 1) Exempt from the general excise tax of three per cent on all imports.

Excise tax on Canadian brandies

Excise tax on Canadian brandies reduced to \$3 per gallon—now \$4.

Downward revision of 104 items

Downward revision of 104 items in the tariff schedule and upward revision of 12, including 50 items reduced under preferential tariff and no increases.

Heavy reductions in tariff rates

Heavy reductions in tariff rates on British cotton and silk fabrics and manufactured cotton and artificial silk goods from intermediate tariff countries including United States.

Free entry from all countries

Free entry from all countries of goods or articles imported for personal use of the blind and free entry of all educational sound and silent films.

Tariff on agricultural implements

Tariff on agricultural implements from intermediate tariff countries to 7 1/2 per cent.

Duty exemption up to \$100

Duty exemption up to \$100 on goods for personal use brought in by tourists travelling abroad providing they are absent 48 hours and that exemption is granted only once every four months.

The tariff changes contained

The tariff changes contained in today's budget come into effect at midnight tonight. The same applies to the changes in the other taxes.

Legion And Sinclair's Win Games

(C.P. By Guardian's Special Wire) MONTREAL, May 1—Laurie Mylykanas turned in his fourth straight victory today as Montreal Royals, International League pennant holders, won their second game in a row from Albany Senators here 5-2.

Leafs Defeated by Newark

Newark defeated the series by beating Toronto at Toronto 4-3 today. "Whitely" Wister allowed the Bears seven hits but his seventh proved more costly. In the seventh inning, he was removed in favor of George Murray.

Wister Issued Seven Passes

Wister issued seven passes, three of them in the seventh. Murray came in with the bases filled and walked May to force in what proved to be the winning run. He pitched fine relief ball thereafter.

Spurgeon Chandler gave eight hits

Spurgeon Chandler gave eight hits to the Leafs but good fielding, particularly in the third inning, kept the Toronto score down. Chandler retired in favor of Frank Mackesy when he walked Miller to start the Leafs ninth and Mackesy retired the side without trouble.

Local Lady Composer Of "Jubilee Song"

The jubilee song, "Love Is King," which Mrs. H. S. Henderson is to sing at the morning service at St. James Church tomorrow will be of special interest to the audience since both the words and the music are by a Charlottetown lady, Mrs. A. Caroline Hyndman Bayfield. The music was inspired, Mrs. Bayfield said, by John Galsworthy's "Prayer." Before it was published, Galsworthy gave permission to publish the work but the publishers stepped in and refused to permit publication. Mrs. Bayfield then wrote words for the music.

The words are as follows:

If on a spring-night, listening there, And God was near, I knew, What is the song my heart would sing.

To Him that would be true? O God of Life and Love, O Master, Tune my voice and lyre, And fill this Universe of ours, With songs of the desire.

SENATORS BOW TO MONTREAL, LEAFS BEATEN

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WINS SECOND GOLF TITLE

LONDON—W. J. Cox, young Wimbledon Park golf professional, retained the championship of the Graydon Alliance with scores of 73 and 70 on the Malden Club's course.

Alfred Padgham, who had two rounds of 73 and Alfred Ferry, open champion, with scores of 73 and 75, were among the record number of 76 players.

Spinach is one vegetable that it is wise not to buy on the way home from bridge club for dinner consumption.

It is almost impossible to remove all sand without soaking even if you do have time to prepare the leaves properly. So the sandy member for a day or two.

BUDGET FALLS FAR SHORT OF BEING BALANCED

(Continued from Page 1)

and particularly of the latest one, is such that in my opinion few honorable members will be disposed to question the desirability of the government to end in the shortest practicable time the era of recurring deficits.

"Not An Alarmist"

"I am not an alarmist. On the contrary, I am confident that common sense and sound economic policies can solve our immediate problems. Moreover I am convinced that this country can bear all the burdens which the war and the depression and past mistakes have saddled upon it, great as they have been."

Nevertheless I believe that no country can go on indefinitely with heavily unbalanced budgets and continue to maintain either the confidence of investors or the basis upon which her economy can function healthily and vigorously.

We have now reached the stage where delay should no longer be tolerated. We must make an immediate approach to a balanced budget and we must be able to show that complete equilibrium can be reached within a reasonable time.

I am well aware that this will be called a doctrine of deflation, Mr. Dunning said.

More careful analysis would rather appear to indicate that in these financial matters about the only point in the British program which we have not already adopted is her policy of keeping the budget balanced.

Cites Great Britain

"That, as everyone knows, was regarded by Great Britain as the very cornerstone of the recovery program. So much so that the latest British budget imposes substantial increases in a tax structure of already harassing proportions in order to provide funds for increased expenditures considered necessary for purposes of national defence."

In my opinion it is not feasible for us to achieve a complete balancing of our budget immediately.

What we should do is to make an immediate, appreciable approach to a balanced budget as the first step in a definite, positive program which will assure the attainment of our final objective within a limited period."

Mr. Dunning then reviewed steps taken to do away with the "blank cheque" and establish parliamentary control of expenditures.

Such savings can be made in ordinary expenditures by more effective control on the part of spending departments and by a painstaking search for economies, elimination of waste and duplication of effort, will be effected to the maximum possible extent," he said.

Revenue Sources

"On the basis of the tax and tariff rates now in effect, it is estimated that the revenues for the present fiscal year will aggregate \$381,850,000 derived from the usual sources as follows: Taxation Revenue: Customs duties, \$75,000,000; Excise duties, \$46,000,000; Income tax, \$87,000,000; Sales tax, \$60,000,000; Manufacturing, importation and other special taxes, \$42,000,000. Total taxation revenue, \$330,000,000.

"Non-tax Revenue: Post office, \$33,500,000; Interest on investments, \$11,350,000; Other sources, \$13,000,000; Total non-tax revenue, \$57,850,000; Grand total revenue, \$387,850,000.

As the main estimates and the special supplementary estimates call for expenditures of over \$500,000,000 to which will have to be added any further supplementary estimates, it is apparent that the deficit for the year would probably total over \$120,000,000 without taking into account possible losses on wheat, unless provision is made for additional revenue by way of new or increased taxes.

"For the reasons already given, I feel it necessary to budget for a deficit this fiscal year of less than \$100,000,000 not taking into account any further losses resulting from wheat marketing operations which are unpredictable. If this can be accomplished, it will represent a definite improvement compared with the deficit of \$182,000,000 of the last fiscal year."

"It therefore becomes necessary to provide for additional taxation revenue in the amount of approximately \$28,000,000 to \$30,000,000. In imposing new tax levies, one must bear in mind the desirability of avoiding any undue retarding effect on business recovery."

Taxation in Canada apart from treasury bills amounted to \$309,000,000 at interest ranging from 1.50 to 6.00 per cent.

Facing Facts Squarely

"It is time to look the facts squarely in the face. If the people of Canada are fully aware of all the facts, and confident that they will be taking the steps necessary which in my opinion cannot be postponed much longer."

"Our total revenue from taxation and other sources during the past year aggregated \$372,100,000. This total is \$10,229,000 in excess of the total revenue for the preceding fiscal year."

"The revenue from taxes alone amounted to \$317,288,000 an increase of \$12,845,000 over the preceding year."

"The increase in tax revenue is more than fully accounted for by the income tax which yielded \$82,700,000 as compared with \$66,800,000 in 1934-35. This is the highest yield tax, the largest figure for any previous year being that of \$78,684,000 in 1921-22. The increase during the past year arises in part from the improvement in individual and corporate incomes, but in part also from the surtax on investment in-

ing—so much below the line and so much above the line—and to present clearly the over-all deficit in the government's accounts.

"In the past we have too frequently misled ourselves by the form in which our government accounts were presented. We have pointed with pride to a small surplus or deficit to minimize the importance of large deficits resulting from capital and special expenditures."

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Direct relief: Grants in aid (from Aug. 1, 1934) Public works and other projects Land settlement relief Relief camps—Department of National Defence Care of single homeless unemployed persons Department of the Interior, relief including works in National Parks Saskatchewan drought area relief Miscellaneous, including administration Total

Payments arising out of wheat stabilization and wheat board operations are included under the special expenditures heading.

Operating revenues of the Canadian National Railways improved in 1935 but costs also increased and there was a net operating profit of \$6,800,000 but a cash deficit after interest payments of \$47,400,000. Canadian National Steamships and the Canadian Government Merchant Marine also showed improved earnings.

Assistance to harbor commissions amount to \$3,000,000.

Increased Total Expenditures

Summarizing Mr. Dunning said: "Adding together ordinary, capital and special expenditures as well as losses of an non-active advances to government-owned enterprises we find that the grand total of expenditures for which the government was responsible for \$534,291,000.

"This is an increase of \$56,286,000 during the last fiscal year, as compared with 1934-35 and of \$2,527,000 as compared with 1932-33, the worst year of the depression.

"The increase over the previous year, it will be remembered, is more than fully accounted for by the rise of \$14,287,000 in ordinary expenditures, the \$21,559,000 increase in expenditure under the public works construction acts and the \$22,639,000 payments made and losses taken in respect of wheat and oats."

"Taking the total revenues for the year at \$372,100,000 and the total expenditures at \$534,291,000 there is an over-all deficit for the last fiscal year of no less than \$162,191,000.

"This, of course, takes into account the railway deficit as well as all direct governmental expenditures and makes allowance for special receipts. It compares with a total deficit in the previous year of \$116,134,000. It represents the gap between total income and total outgo which must be bridged."

Relief act loans to the provinces for the year totalled \$44,694,000 but there were some repayments leaving the balance at, \$42,804,000 divided as follows: Manitoba, \$2,396,228; Saskatchewan \$14,245,479, Alberta \$13,104,000 and British Columbia \$12,558,445.

Total Dominion assistance by loans to the four western provinces under relief acts now stands at \$118,500,000 for which the Dominion holds treasury bills bearing interest at 4 1/2 per cent to July 1, 1936, and four per cent thereafter.

Manitoba, Alberta and British Columbia have paid interest in cash as it became due but Saskatchewan has paid the bulk of its interest with treasury bills.

Outstanding Loans

Present outstanding loans to provinces follow: Manitoba \$15,504,000, Saskatchewan \$48,398,000, Alberta \$25,081,000 and British Columbia \$27,878,000.

New issues of Dominion obligations in the year totalled \$500,000 exclusive of temporary financing. Of these \$297,000 were for refunding and the balance, \$203,000 representing the net increase in the funded debt and treasury bills for the year, was for deficit and current purposes.

This financing was carried out at lower interest rates than ever before and at the average rate of interest on outstanding funded debt and treasury bills was 3.5 per cent compared with 4.15 per cent a year ago.

Three issues aggregating 164,000, 000 were sold in the United States for refunding purposes including redemption of Canadian National bonds. Interest cost was 2.06 for three year notes, 2.96 for 10 year and 3.93 for 20 year bonds.

Taxation in Canada apart from treasury bills amounted to \$309,000,000 at interest ranging from 1.50 to 6.00 per cent.

come which was imposed for the first time last year."

Lower Tax Revenue

Sales tax revenue increased \$4,559,000 and excise duties \$1,230,000 but revenue from other major taxes was lower than the previous year.

The former Minister of Finance had budgeted for an increase from customs duties but instead there was a decrease of from \$76,562,000 to \$74,000,000. An increase in imports was expected and took place but it was almost wholly in non-durable items.

"The ordinary expenditures for the year have aggregated \$373,967,000. This is \$14,287,000 in excess of the expenditures for 1934-35. Nevertheless it is \$16,000,000 lower than the total of the amounts authorized by vote and statute."

"This substantial reduction below the appropriations is accounted for, in part at least, by the measures taken by the present government when it came into office last October.

Board To Prepare Brief Re Railway Transportation

A brief setting forth conditions prevailing in Prince Edward Island's railroad transportation system and asking for improvement in train service in the province is to be prepared by the transportation committee of the Charlottetown Board of Trade for presentation to Lt.-Col. C. G. Stibbard, chief operating official of the Board of Railway Commissioners, it was decided at a meeting of the Board last night.

Lt.-Col. Stibbard is at present making a study of Prince Edward Island train service "on the actual ground" following receipt by the Federal Government of requests by the Provincial Government and Boards of Trade for better train service, it was learned.

The question of harbor improvement in Charlottetown was also discussed at the meeting. The secretary, Mr. Wallace Higgins, was instructed to communicate with Mr. Hyndman, chairman of the harbor improvement committee, to ascertain what steps should be taken to further press the matter upon the Federal authorities.

Mr. R. R. Bell, Vice-president, occupied the chair last night in the absence of the President, Mr. J. J. Morris.

Special Expenditures

Special expenditures showed an increase of \$41,640,000 to \$102,777,000 the highest figure on record. Of this amount nearly half was for unemployment relief, tabulated as follows:

Table with columns for 1934-35, 1935-36, and Estimated 1935-36. Rows include Direct relief, Grants in aid, Public works, etc.

Gross Liabilities

The nation's gross liabilities at March 31, 1936, were \$3,432,000,000 while active assets were \$424,600,000. Net debt at the close of the fiscal year was \$3,008,000,000 compared with \$2,141,000,000 when the government changed in 1930. The total funded debt increased nearly \$1,000,000,000 in that period.

Indirect liabilities of \$994,000,000 were an increase of \$7,300,000 in the year, accounted for by changes in Canadian National bond issues including refunding of a temporary loan a year earlier. Other contingent liabilities arose from guarantees given pursuant to the relief and other acts including guarantees under the Canadian Wheat Board Act which on March 31, 1936 were \$58,000,000.

Guaranteed bank loans to the Canadian Pacific of \$80,000,000 had been reduced to \$36,000,000 with the promise the entire amount would be liquidated May 1, without loss to the federal treasury.

The federal treasury guarantee of liabilities of the Manitoba Savings Bank was reduced during the year by \$1,500,000.

BASEBALL RESULTS

AMERICAN LEAGUE

Table with columns for team names and scores. Includes Chicago, New York, Lyons and Sewell, etc.

NATIONAL LEAGUE

Table with columns for team names and scores. Includes Brooklyn, St. Louis, Philadelphia, etc.

TO LET

ROOMS TO LET—19 UPPER Hillsboro St. L-4356

20 ACRES AT BRACKLEY

4 1/2 miles from city, 6 acres clear, small house and barn. Apply 75 Spring Park Road or phone 1408. L-4392

FOR SALE—1927 BUICK COACH

in perfect running order. New tires and battery last year. Apply Red Indian Service Station. L-4422

TO LET—8-ROOMED HOUSE

122 Spring Park Road. Apply 120 Spring Park or Duvar & Warren's Garage. L-4423

PLANT A TREE THIS SPRING

Plant two trees. We have a stock of ornamental trees and shrubs. F. S. Reeves, Southport. L-4427

WANTED—GIRL FOR GENERAL

house work. Sleep home. Apply 214 Cumberland St. L-4428

CANDY BUCKETS FOR SALE

Apply Maclean's News. L-4429

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