

From S. F.:  
Larline, March 11  
For S. F.:  
Sierra, March 8.  
From Vancouver:  
Zealandia, Mar. 26  
For Vancouver:  
Marama, Mar. 25

# Honolulu Star-Bulletin

3:30  
Edition

Evening Bulletin, Est. 1882, No. 5488.  
Hawaiian Star, Vol. XX, No. 6529.

20 PAGES—HONOLULU, TERRITORY OF HAWAII, SATURDAY, MARCH 8, 1913.—20 PAGES

PRICE FIVE CENTS.

## HAWAII COUNTY SCANDAL LAID BARE

### TERRITORIAL SENATE GETS REPORT ON MISUSE OF FUNDS TOTALING \$70,000 AUDITOR MAGUIRE CONFESSES; MAY BE OTHERS IN IT

Hold-over Senate Committee Sprints Details of Looting of the Treasury to Upper House This Morning — Attorney-general Preparing to Take Action—Amazing Story of Looseness and Falsification of Public Accounts Revealed

#### FACTS ABOUT HAWAII COUNTY FUND-JUGGLING.

Senate hold-over committee report to senate this morning laying before its special report, containing results of expert investigation of Hawaii county financial affairs.  
Report shows warrants for \$71,635 drawn without authorization in the year 1907 to 1912 inclusive.  
County Auditor Maguire signs sworn confession of illegal drawing of warrants and illegal use of county funds.  
Juggling of county books apparently covers wide range, including advance on salaries, falsification of pay-rolls, both for road department and for police, issuance of warrants for thousands of dollars without authorization by supervisors etc.  
Report submitted by hold-over committee points out faulty system of accounting.  
Senate receives and adopts report and orders it printed, and sends it to attorney-general for action.  
Attorney-General Thayer announces intention to take up case at once.

Threatened financial scandal of huge proportions, hanging over Hawaii county for many months, was disclosed this morning to the territorial senate when the senate's hold-over committee handed in a report on the affairs of the Big Island government.  
Auditor Charles K. Maguire is held responsible for the illegal use of county warrants totaling more than \$71,635. Furthermore, the committee reports points to a looting of the county treasury that may involve others besides Maguire and has brought under suspicion several Hawaii county officials already.  
That the bold and successful efforts of the auditor to misuse county funds could go on for years without detection by others of the county government is scarcely credible to the senators who this morning heard the startling report of the senate committee.

The committee consists of Senator A. F. Judd, chairman, Senator Cecil Brown and Senator Philip Pail. This committee some weeks ago employed the Audit Company of Hawaii to investigate the affairs of the county of Hawaii, and the report of the audit company forms the bulk of the sensational documentary evidence submitted this morning.

For months a cloud has been hanging over Hawaii county financial affairs and methods. For years the looseness of the county officials in handling finances has been a source of comment over the territory.

The Hilo Board of Trade finally employed H. Gooding Field, the expert accountant, to make an investigation of the county methods and finances. Field's work uncovered the Rufus Lyman shortage, the license commissioner being sent to prison as a result of conviction for embezzlement.

Field's report showed looseness and mismanagement extending beyond the Lyman case. The senate hold-over committee, under authority of legislative action, took the matter up where the Board of Trade had to drop it, and Chairman Judd and the committee members began their extensive and important work of investigation, called in the Audit Company of Hawaii as experts and by this action set the wheels in motion that resulted in the expose today.

The first inkling of the sensational report came yesterday when Senator Judd moved that the senate convene at 9 o'clock so that a financial report prepared by the "hold-over committee" of the senate might be heard.

Though he made no statement to disclose its sensational nature, it became rumored about the senate that it would reveal many important and unusual conditions.

Several of the senators were to be seen this morning before the convening of the body in earnest discussion. But it was not until after the routine business of the day had been disposed of that the specific nature of the report became known.

Chairman Judd rose from his seat when President Knudsen called for reports from committees. With hardly a word of introduction he submitted the report, asking that it be read by the clerk.

Senators Thunderstruck.  
It was not until the middle of the report had been reached that the senators fully realized the enormity of the shortage. Every senator sat in

### PROMINENT FIGURES IN HAWAII COUNTY'S SCANDAL AND INVESTIGATOR WHO FIRST FOUND FUNDS MISUSED



Auditor Charles K. Maguire, of Hawaii county, who confesses to illegally drawing warrants and using them in other than county business for the last three years.



Sheriff Sam Pua, head of the police department. According to the report of the experts, Maguire juggled with the funds under the heading of "Pay of Police".

#### THAYER TO ACT

"Though I will be somewhat dismayed by the fact that the senate has referred the hold-over committee's report to the printer and passed a copy of it in my hands, I am preparing to begin work on the Hawaii county scandal at the earliest possible moment," declared Attorney General W. W. Thayer at noon today.

"I understood that the senate by resolution, has referred the entire affair to my department. About the only data on my desk at present is the original confession of County Auditor Maguire. It will hardly be necessary to begin making arrests immediately, as the general situation and outcome has been known for some time, to the men actively interested in this matter and we probably will be able to locate them without difficulty when the proper time comes.  
"The criminal investigation shall be directly under my supervision. Whether I personally will attend to the details has not been determined.  
"Because of its wide scope the inquiry undoubtedly will keep at least one man from this office busy for the next three or four months. I have been given to understand it involves practically every department of the Hawaii county government. Further than already related, our program of procedure has not been outlined as yet."

### Defense Plans Told To Shafter Officers

General Macomb and Major Conklin Visit Post That Is to Be Oahu's Main Garrison and Describe Strategic Plans—The First Hawaiian Brigade Colonial Organization

Adding a number of details to the story published in the Star-Bulletin of December 16 last, to the effect that the general plan of the Macomb defense board provided for the main strength of Oahu's mobile garrison in the vicinity of Shafter, instead of at Schofield barracks, a synopsis of the discussion on the subject by the house military committee has been received here.

Locally there have been important developments in the army situation. On the theory that Shafter is the real key to the defensive scheme, the full history and details of the military policy here was yesterday explained to the officers of the Second Infantry, stationed at that post.

It is now definitely known that the regiments forming the First Hawaiian Brigade—the First, Second and Twenty-fifth Infantry—will form a colonial garrison, to remain permanently on Oahu. Officers and men will come and go as their tropical tours are completed, but the organizations will remain, on the same plan as the Philippine army is now maintained. One colored regiment, then, is a permanency of Oahu.

Officers Hear Plan.  
Yesterday afternoon General Macomb, accompanied by his chief of staff, Major Conklin, department adjutant, Lieut.-Col. Campbell, and aide, Lieut. Andrews, visited Fort Shafter, where Col. French and all the officers of the Second Infantry were gathered to listen to a talk on the plans for defending the island.

After a few introductory remarks by the department commander, Major Conklin took up the thread, and for almost an hour spoke on the defense plans. He gave an outline of the his-



H. Gooding Field, the civic expert who is largely responsible for the expose in the affairs of the county of Hawaii.

#### HILLO BANKER WILL NOT TALK

H. V. Patten of the First Bank of Hilo was in Honolulu today and learned through the Star-Bulletin of the manner in which the bank is involved in the report of the Audit Company of Hawaii. Cashier Patten declined, however, to comment on the report or to volunteer any statement. "As I stated in my letters," I consider the matter one of confidence between the bank and its clients, and I cannot talk of it," he said.

#### SUGAR

SAN FRANCISCO, Mar. 8.—Beets: 88 analysis, 9s 11 3/4. Parity, 4.09c. Previous quotation, 9s 11 1/2d.

The United States army transport Thomas will be delayed in departure from San Francisco. The local quartermaster department has been advised that the troopship destined for Manila by the way of Guam will not arrive at Honolulu before March 22d.

### DARROW'S JURY IS SPLIT

Second Trial of Noted Dynamite Case Attorney Results in Disagreement

(Associated Press Cable)  
LOS ANGELES, Cal., March 8.—After deliberating 38 hours, the jury in the second trial of Clarence Darrow, the attorney charged with bribery in connection with the defense of the Times dynamiters, was unable to agree.

Only four of the jurors were for conviction, it is reported, the remaining eight urging his acquittal. The attorneys for Darrow moved the court for an immediate retrial, which it is believed will be granted. The worry over the two trials, which has made Darrow an old man within a year, showed never so plainly as while he waited for the jury to report.

#### MARINES KILLED AT U. S. LEGATION

(Associated Press Cable)  
MANAGUA, Nicaragua, March 8.—In a stubborn fight around the American legation today, which lasted for several hours, three United States marines were killed and several injured, including Captain Edward A. Green, commanding the marine detachment of the legation guard.

#### AMERICAN MINE MANAGER WOUNDED IN MISSION

(Associated Press Cable)  
DOUGLAS, Ariz., March 8.—A strong body of the Maderistas attacked the Huertista garrison at Nacoari today. The members of the garrison put up a stubborn resistance, and when extended hostilities, with consequent loss of life and damage to property, seemed imminent, an American mine manager attempted mediation. He was wounded before his peaceful mission became known.

#### HUERTA CLAIMS MADERO WISHED INTERVENTION

(Special Star-Bulletin Cable)  
MEXICO CITY, Mex., March 8.—Gen. Huerta is considering the publication of some alleged Madero correspondence to show that the late president was making efforts to excite anti-Americanism, hoping for intervention.

#### FRIEDMANN'S CURE TO BE TESTED BY U. S.

(Special Star-Bulletin Cable)  
WASHINGTON, D. C., Mar. 8.—Surgeon-General Rupert Blue has detailed two doctors of the U. S. public health service to test vaccine treatment for tuberculosis brought to this country by Dr. F. F. Friedmann of Berlin.

#### WILSON SUGGESTING M'CALLISTER TO LANE

(Special Star-Bulletin Cable)  
WASHINGTON, D. C., Mar. 8.—John H. Wilson, Democratic national committee man from Hawaii, who is here, has called on Secretary of the Interior Lane to suggest the name of L. L. McCallister for governor of Hawaii. Secretary Lane is considering the suggestion.

#### BRITISH BOARD TO GUARD VESSEL ROUTES

(Special Star-Bulletin Cable)  
DUNDEE, Scotland, Mar. 8.—The whaler Scotia today, equipped with wireless, sailed to patrol the steamship and sailing routes endangered by ice. The trip is financed by the British board of trade.

#### OLNEY IS OFFERED DIPLOMATIC POST

(Associated Press Cable)  
WASHINGTON, D. C., Mar. 8.—President Wilson today tendered the ambassadorship of Great Britain to Richard Olney, a former secretary of state. It is believed here that he will accept. Mr. Olney has been prominent in Democratic affairs for many years. He was, in addition to being secretary of state, the attorney-general of the United States.

### DISASTROUS FIRE AT YOKOHAMA

(Special Cable to the Nippu Jiji)  
YOKOHAMA, Japan, March 8.—A disastrous fire occurred here yesterday morning in which more than five hundred houses were destroyed before it was finally gotten under control. The blaze first started from a house on Fukutomi street at four o'clock in the morning and had rapidly spread to the surrounding buildings before the fire-fighters arrived on the scene, heading toward the business section of the city.

TOKIO, March 8.—Following the report of a fire at Yokohama which reached the capitol this morning, Tokio experienced a similar disaster when a portion of the city, the district of Fukagawa, was swept by a fire in which more than three hundred buildings were destroyed. This is the second fire which has happened here within a month, and the people are living in constant fear of another outbreak.

#### 'JEFFERSONIAN' IS WILSON SIMPLICITY

(Associated Press Cable)  
WASHINGTON, D. C., Mar. 8.—There are to be no uniformed aides except at state functions. This was the order issued today by President Wilson, who seems determined to do away with much of the social red tape which has heretofore attended affairs at the White House.

## SAFES

The largest stock in the city to select from.  
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(Continued on Page 7)

When a pretty widow begins to and baby talk to a bachelor he might as well surrender.