THE HICKMAN COURIER.

ESTABLISHED 1859. HICKMAN, FULTON CO., KENTUCKY, FRIDAY, DECEMBER 14, 1877. VOL. XIII. NO. 45.

CURRENT PARAGRAPHS.

All Sorts.

Leprosy prevails and is on the increase among the Chinese in San Francisco.

George L. Norton has been confirmed as supervising inspector of steam-vessels at New Orleans.

Initiatory steps have been taken for the re-establishment of the Charlotte (N. C.) mint.

Eight Protestant Chattanooga clergymen have denounced the custum of obtaining aid for churches by means of lotteries.

The hard times are doing far more to shut up the liquor saloons than the law and order league. Two thousand are said to have been closed during the past eighteen months.

In a lead coffin lately found between Bethany and the mount of Olives was a silver ring bearing the names of Samson and Manoah. They'll be finding Adam's grave next.

According to one of the consula reports Sheffield, England, is at last convinced it will require all her energy to keep pace with America in the hardware line.

The Charlottesville and Rapidan railroad company, which intends connecting Piedmont with the Midland Virginia railroad at Charlottesville, has been organized.

A Missouri judge recently refused a divorce in a case in which the parties had lived together forty-nine years, on the ground that it was not right to spoil a golden wedding.

In Holland an apothecary is not permitted to put up an old powerful prescription. What might have suited a man six months ago may not be good for him now.

A Madrid paper states that a titled lady of that city is collecting photographs of the prettiest women she can find, to be sent to the Paris exhibition of 1878 as specimens of Spanish beauty.

The following silver pieces were coined at the mint during November: Trade dollars, 400,000; half dollars, 837,000; quarter dollars, 722,400; dimes, 140,000; total number of pieces, 2,096,400; value, $1,011,600. No gold metal was coined.

A special to the New Orleans Times says that the Red river steamer Lotus No. 2 was burned at Waterloo. No lives were lost. There were seventeen hundred bales of cotton on board. The boat was scuttled and sunk. The cargo is probably a total loss.

Baring Bros., who have turned their attention to the New Orleans grain trade, will make a good thing if they can lay down grain in Liverpool for 6 cents per bushel less than via New York—which alone is a big item when the transactions amount to hundreds of thousands of bushels, and may reach into the millions as soon as the advantages of New Orleans are understood by the commercial world at large.

Experiments in driving by electricity have been made in France. An electro-magnet is placed beneath the coachman's seat, from which one wire is carried along the reins to the horse's bit, and another to the crupper, so that the whole length of the spine forms part of the electric current. A sudden shock, which the driver can administer at discretion, will, it is said, arrest the most furious runaway.

The public debt statement for November shows a decrease of $1,323,634 and the following balance in the treasury: Currency, $8,816,396; special fund for the redemption of fractional currency, $9,806,002; special deposit of legal tenders for the redemption of certificates of deposit, $36,055,000; coin, $133,970,214, including coin certificates of disposit, $36,055,000; coin, $133,970,214, including coin certificates, $32,285,400; outstanding legal tenders, $351,340,285; amount due military establishments $4,500,000.

There are some seven hundred carpet-making establishments in the United States, which, in prosperous times, furnish employment to between 150,000 and 200,000 operatives, men, women and children. The amount of money invested in the business is $13,000,000, which includes buildings and machinery, while $4,700,000 is expended yearly for wages. The annual production is valued at $22,000,000 to $24,000,000. Philadelphia represents three-fourths of the business, and the other fourth is divided between different manufacturing cities of the eastern states, the most prominently connected with carpet manufacturing being Hartford, Conn., and Lowell, Mass.

Work in the Pennsylvania coal mines is slightly improving. The coal works at Leechburg are running full time at fifty cents per ton, and the men have all they can do. The employes at the several collieries at Pittston, which resumed at an advance of ten per cent., have been notified of a reduction of wages of this amount. The miners continued work under protest. The strike at Mahanoy city has ended, and work resumed on the companies' conditions. All the works at St. Clair are on now, except Eagle Hill shaft, which was stopped on account of bad ventilation. The Philadelphia and Reading coal and iron company will commence work on a new colliery near Ashland in a few weeks.

A bottle was found in the creek near Kingston, Ga., near the scene of a recent murder, bearing the following inscription: "The man who was murdered at Kingston was from Spartanburg district, S. C. His blood hangs heavily on the hands by which he fell. By persevering diligence they may be discovered. Go 423 steps in a north northwest course from the clothing of the murdered man and you will find beneath a gray stone something which may stir this up.

A Daniel must come to judgment. The Lynchburgh News calls for the interpretation of writing in the sky: On last Wednesday, about sundown, a ball of fire, apparently about the size of a child's head, was seen sweeping through the sky in a southwesterly direction, leaving behind it a train of fire and smoke. In addition to the train of fire and smoke, we saw two letters formed in the circling, eddying smoke, the mystic letters "M. L." Who can interpret? Who read the portent?

A writer in the New Orleans Democrat has examined the tax-rate in various states, and finds that Louisiana stands at the head of the list. The state tax there is 14½ mills. The other states come in the following order: South Carolina, 10 mills; Arkansas, 10 mills (it is proposed to reduce it to 5 mills); Tennessee, 10 mills; Alabama, 7½ mills; California, 3-20 mills; Florida, 7 mills; Kansas, 5½ mills; Texas, Oregon and Georgia, 5 mills; Maine, 3½ mills; Ohio, 3 1-5 mills; New Jersey, 3 mills; Illinois, 2 4 5 mills; New York, 2¾ mills; Michigan, 2½ mills; New Hampshire, 2 mills; Maryland, 1 7-10 mills; Connecticut, 1½ mills; Massachusetts, 1 mill. There is no state tax at all in Pennsylvania.

Captain J. Julius Guthrie, of the United States' life-saving service, who was lost with his men in the surf at Kitty Hawk, while going to the rescue of the Huron, was born in Washington, North Carolina, and was a son of Dr. J. W. Guthrie. He entered the United States' navy as midshipman in 1832. He served all through the Mexican war. He was promoted twice for gallantry; in 1853 commanded the naval forces that attacked the barrier forts on Canton river, in China, which he captured. Later he commanded the United States' coast survey steamer Walker, lost off the coast of New Jersey in the fall of 1859, and in 1860 was attached to the African squadron, while on he captured the slaver Nightingale, which was safely brought to New York harbor. The following year, when his native state seceded, he resigned his commission and entered the confederate service, remaining in it to the end of the war, commanding the battery New Orleans and the steamer Chattahoochie. After the war he lived in retirement at Portsmouth, Virginia, but his disabilities having been removed by congress, he was appointed by General Grant to his late position. He was a popular officer, a fine scholar, polished gentleman, and consistent Christian.

President's Message.

President Hayes Talks to the 45th Congress Concerning the National Interests.

He Clings to His "Southern Policy" and "Civil Service Reform,"

And Advises a Steady Course Toward Resumption of Specie Payment.

Silver, if Remonetized, Should Not Effect the Previously Pledged Gold Interest on Bonds.

He Reviews our Foreign Relations and Indian Troubles in a Peculiar Wishing Way.

An Earnest Plea for Greater Educational Advantages--Revenue, the Army, District of Columbia, Etc.

Fellow-citizens of the Senate and House of Representatives:--With great gratitude to the bountiful Giver of all good, I congratulate you at the beginning of your first regular session. You find our country blessed with wealth and peace and abundant harvests, and with encouraging prospects of an early return of general prosperity. The pacification of the country continues and will be until it is fully accomplished and must remain the most important of all our national interests. The earnest purpose of good citizens generally to unite their efforts in these endeavors is evident. It found decided expression in the resolutions announced in 1876 by the national conventions of the leading political parties of the country. There was a widespread apprehension that the momentous results in our progress as a nation, marked by the recent amendments to the constitution, were in imminent jeopardy; that the good understanding which prompted their adoption in the interest of a loyal devotion to the general welfare, must prove a barren truce, and that the sections of the country once engaged in civil strife might be again almost as widely severed and disunited as they were when arrayed in arms against each other. The course to be pursued, in my judgment, which seems the wisest in the presence of this emergency, was plainly indicated in my inaugural address; it pointed to the time which all our people desired to see, when a genuine love of our whole country and all of all that concerns its true welfare shall supplant the destructive force of the mutual animosity of races and of sectional hostility. Opinions have differed widely as to the measures best calculated to secure this great end. This was to be expected; the measures adopted by the administration have been subjected to severe and varied criticisms. Any course whatever which might have been entered upon would certainly have encountered distrust and opposition. These measures were, in my judgment, such as were most in harmony with the constitution and with the genius of our people, and best adopted, under all circumstances, to attain the end in view. The beneficent results already apparent prove that these endeavors are yet to be regarded as a mere experiment, and should sustain and encourage us in our efforts. Already in the brief period which has elapsed, the immediate effect happens, no less than the justice of the course pursued, is demonstrated, and I have the abiding faith that time will furnish its ample vindication in the minds of the great majority of my fellow-citizens. The discontinuance of the army for the purpose of upholding local governments in two states of the union, was no less a constitutional duty and requirement, under the circumstances existing at the time, than it was a necessary measure for the restoration of local self-government and the promotion of national harmony.

The withdrawal of the troops from such employment was effected diligently and with solicitous care for the peace and good order of society and the protection of the prosperity and persons of every right of all classes of citizens, the results that have followed are indeed significant and encouraging, all apprehensions of danger from remitting those states to local self-government is dispelled and a most salutary change in the minds of the people has begun, and is in progress in every part of that section of the country once the theatre of unhappy civil strife, substituting for suspicion, distrust and aversion has given place to concord, friendship and patriotic attachment to the union. No one will deny that the often fatal commission of crimes, which for several years have been of frequent occurrence, and have alarmed the public mind, have almost entirely ceased, and that a spirit of mutual forbearance and hearty national interest has succeeded. There has been a general re-establishment of order and of the orderly administration of justice. Instances of any remaining lawlessness have become of rare occurrence; political turmoil and turbulence have disappeared and useful industries have been resumed and public credit in the southern states has been greatly strengthened, and the encouraging benefits of a revival of commerce between the sections of the country lately embroiled in the civil war are fully enjoyed. Such are some of the results already attained, upon which the country is to be congratulated, and they are of such importance that we may with confidence patiently await the desired consummation that will surely come with the natural progress of events.

It may not be improper here to say that it should be our fixed and unalterable determination to protect by all the valiable and proper means under the constitution and the laws of the lately emancipated race in the experiment of their rights and privileges, and I urge upon those, to whom heretofore the colored people have sustained the relation of bondsmen, the wisdom and justice of human and liberal local legislation with respect to their educational and general welfare a firm adherence to the laws of both national and state as to their civil and political rights of the colored people now advanced to full and equal citizenship. The immediate repression and sure punishment by the national and local authorities within their respective jurisdictions of every instance of lawlessness and violence toward them is required for the security alike of both races, and is justly demanded by the public opinion of the country and the age. In this way the restoration of harmony and good will and the complete protection of every citizen in the full enjoyment of every constitutional right will surely be attained. Whatever authority rests with me to this end I shall not hesitate to put forth; whatever belongs to the power of congress and the jurisdiction of the courts of the union they may confidently be relied upon to provide and perform, and to the legislatures, the courts and the executive authorities of the several states I earnestly appeal to secure by adequate, appropriate and seasonable means within their borders these common and uniform rights of the united people which love liberty, abhor oppression and revere justice; these objects are very dear to my heart and I shall most earnestly strive for their attainment. The cordial co-operation of all classes, of all sections of the country and of both races is required for this purpose, and with their blessing assured, and not otherwise, we may safely hope to hand down our free institutions of government unimpaired to the generations that will succeed us.

Among the other subjects of great and general importance to the people of this country, I cannot be mistaken, I think, in regarding as pre-eminent the policy and measures which are designed to secure the restoration of the currency to that normal and healthful condition in which by the resumption of specie payments our internal trade and foreign commerce may be brought into harmony with the systems of exchanges which is based upon precious metals as the intrinsic money of the world in the public judgment and that this end should be sought and compassed as speedily and as securely as the resources of the people and the wisdom of their rulers can accomplish. There is a much greater degree of unanimity than is found to concur in the specific measures which will bring the country to this desired end, or the rapidity of the steps by which it can be safely reached upon a most anxious and deliberate examination which I have felt my duty to give the subject. I am but more confirmed to the opinion which I expressed in accepting the nomination for the presidency and again upon my inauguration that the policy of resumption should be pursued by every suitable means and that no legislation would be wise that should disparage the importance or retard the attainment of that result. I have no disposition and certainly no right to question the sincerity and integrity of opposing opinions, and would neither conceal nor undervalue the considerable difficulty and even occasional distress which may attend the progress of the nation toward this primary condition to its general and permanent prosperity. I must, however, adhere to my most earnest convictions that any wavering of purpose, of unsteadiness in methods so as from avoiding or reducing the inconvenience inseparable from the transition from an irreducible to a redeemable paper currency, would only tend to increased and prolonged disturbance in values, and unless relieved, must end in serious disorder, dishonor and disaster in the financial affairs of the government and of the people. The mischief which I apprehend and urgently deprecate, is confined to no class of the people, indeed, but seems to me most certainly to threaten the industrious masses, whether their occupations are of the skilled or common labor. To them, it seems to me, it is of prime importance that their labor should be compensated in money, which is itself fixed in exchangeable value by being irrevocably measured by the labor necessary to its production. This permanent equality of the money of the people is sought for, and can only be regained by the resumption of specie payment. The rich, protected by legislative, the operating, the money dealing classes may not always feel the mischiefs of, or may find casual profits in a variable currency; but the misfortunes of such a currency, to those who are paid salaries or wages are inevitable and remediless. Closely connected with this general subject of the resumption of specie payments is one subordinate but still of grave importance, namely, the readjustment of our coinage system by the renewal of the silver dollar as an element in our specie currency. Endowed by legislation with the quality of the legal tender to a greater or less extent as there is no doubt of the power of congress under the constitution to coin money and regulate the values thereof and as this power covers the whole range, authority unquestionable, the metal, the rated value, and the legal tender quality which shall be adopted for the coinage. The considerations which should induce or discourage a particular measure connected with the coinage, belong clearly to the province of legislative discretion and judicial tribunals have never been invoked to interfere in the exercise of this power. Without intruding upon the province of legislation in the least, I have thought the subject of such critical importance in the actual condition of our affairs as to present an occasion for the exercise of the duty imposed by the constitution on the president of recommending to the consideration of congress such measures as he shall judge necessary and expedient. Holding the opinion, as I do, that nothing is more important to the government nor the people of the United States would be promoted by disparaging silver as one of the two precious metals of which from the earliest times the world, and that legislation which looks to maintaining the volume of intrinsic money to as full measure of both metals as their relative commercial values will permit, would be neither unjust nor inexpedient. I must ask your indulgence to a brief and definite statement of certain essential features in any such legislative measure which I feel I may to recommend. I do not propose to enter duty the debate represented on both sides by such able disputants in congress and before the people and in the press, as to the extent which the legislation of any one nation can control this question, even within its own borders, against the laws of trade or the positive laws of other governments. The wisdom of congress in shaping any particular law that may be presented for my approval may wholly supercede the necessity of entering into the reconsiderations, and I willingly avoid either vague or intricate inquiries. It is only the plain and well-ascertained traits of such legislation that I desire to recommend to your attention. In any legislation providing for a silver coinage, regulating its value and giving it the quality of legal tender, it seems to me of great importance that congress should not lose sight of its action, and operating in a two-fold capacity and in two distinct directions. If the United States government were free from a public debt its legislative dealing with the question of silver coinage would be purely sovereign and governmental, and under no restraint but those of the constitutional power and the public good, as affected by the proposed legislation. But in the actual circumstances of the nation, with a vast public debt distributed very widely among our own citizens and held in great amount also abroad, the nature of the silver coinage measures as affecting this relation of the government to the holders of the public debt has become in any proposed legislation of the highest concern, the obligation of the public faith transcends all questions of profit or public advantage, otherwise its unquestionable maintenance is the dictate as well as the highest expediency as the most necessary duty, and will be carefully guarded by congress and the people alike. The public debt of the United States to the amount of $729,000,000 bears interests at the rate of 6 per cent; $708,000,000 at the rate of 5 per cent, and the only way in which the country can be relieved from the payments of these high rates of interest is by advantageously refunding the indebtedness. Whether the debt is ultimately paid in gold or in silver coin is of but little moment compared with the possible reduction of interest by one-third by refunding it at such reduced rates. If the United States had the unquestionable right to pay its bonds in silver coin, the little benefit from that process would be greatly overbalanced by the injurious effect of such payment, if made or proposed against the honest conviction of the public credit. All the bonds that have been issued since February 12, 1873, when gold became the only unlimited, the legal tender metallic currency of the country are justly payable in gold coin, or in coin of equal value. During the time of these issues the only pledge which could be, or was received by the government in exchange for bonds, was the gold dollar. To require the public creditors to take in repayment any dollar of less commercial value would be regarded by them as a repudiation of the full obligation assumed The bonds issued prior to 1873, were issued at a time when the gold dollar was the only coin in circulation, or contemplated by either the government or the holders of the bonds, as the coin which they were to be paid in. It is far better to pay these bonds in that coin than to seem to take advantage of the unforeseen fall of silver bullion in a new issue of silver coin that made it so much less valuable. The power of the United States to coin money and to regulate the value thereof ought never to be exercised for the purpose of enabling the government to pay its obligations in a coin of less value than that contemplated by the parties when the bonds were issued. Any attempt to pay the national indebtedness in a coinage of less commercial value than the money of the world would involve a violation of the public faith and work irreparable injury to the public credit. It was the great merit of the act of March, 1869, in strengthening public credit, that it removed all doubt as to the purpose of the United States to pay their bonded debt in coin. That act was accepted as a pledge of public faith. The government has derived great benefit from it in the progress thus far made in refunding the public debt at low rate of interest, adherence to the wise and just policy of an exact observance of the public faith, will enable the government rapidly to reduce the burden of interest on the national debt to an amount exceeding $20,000,000 per annum, and enact an aggregate saving to the United States of more than $ 00,000,000 before the bonds can be fully paid. In adapting the new silver coinage to the ordinary uses of currency in the everyday transaction of life and preserving the quality of the legal tender to be assigned to it, a consideration of the first importance should be so to adjust the ratio between the silver and gold coinage, which now constitutes our specie currency as to accomplish the desired end of maintaining the circulation of the two metallic currencies and keeping up the volume of the two precious metals as our intrinsic money. It is a mixed question for scientific reasoning and historical experience to determine how far and by what methods a practicable equilibrium can be maintained which will keep both metals in circulation in their appropriate spheres of common use. An absolute equality of commercial value, free from disturbing fluctuations, is hardly attainable, and without it an unlimited legal tender for private transactions assigned to both metals would tend to drive out of circulation the dearest coinage, and disappoint the principal object proposed by the legislation in view. I apprehend, therefore, that the conditions of a near approach to equality of commercial value between the gold and silver coinage of the same denomination and of a limitation of amounts for which the silver coinage is to be a legal tender, are essential to maintaining both in circulation. If these conditions can be successfully observed, the issue from the mint of silver dollars would afford material assistance to the community in the transition from a depreciated currency and would facilitate the resumption of specie payment and its permanent establishment. Without these conditions I fear that only mischief and misfortune would follow from a coinage of silver dollars with the privilege of unlimited legal tender. Even in private transactions any expectation of temporary ease from an issue of silver coinage to pass at a legal tender at a rate materially above its commercial value is fallacious. In my opinion, nor can I think that there is any substantial distinction between an original issue of silver dollars at a nominal value materially above their commercial value, and the restoration of the silver dollar to a standard once was, but has ceased to be, its commercial value. Certainly the issue of our gold coinage at a reduced weight materially below its legal value would be regarded as the first debasement of the coinage by reason of its equalling or even exceeding in weight a good coinage which, at some past time, had been commercially equal to the legal tender value assigned to the new issue. The experience of the people, and should congress decide that the regulation of any silver coinage which may be authorized by congress should observe these conditions of commercial value and limited legal tender. I am governed by the feeling that every possible inducement should be given to the volume of metallic money which can be kept in circulation, and thereby every possible aid afforded to the people in the transition from a resuming specie payments. It is because of my conviction that a disregard of these conditions would frustrate the good results which are desired from the proposed coinage, and embarrass with new elements of confusion and uncertainty the business of the country, that I urge upon you attention to these considerations.

I respectfully recommend to congress that in any legislation providing for a silver coinage and imparting to it the quality of a legal tender, care be taken to secure the holders of firm provision exempting the public debt heretore issued and now outstanding from the payment either of principal or interest in a greater value of less than the present gold coinage of the country.

The organization of the civil service of the country has for a number of years attracted more and more of public attention. So general has become the opinion that the method of its administration is in need of reform or of remaining in it are unsound, that both the great political parties have agreed in a most explicit declaration of the necessity of reform, and in the most emphatic demands for it. I have fully considered the declarations and demands to be the expressions of the sincere conviction of the intelligent masses of the people upon the subject, and that they should be respected and followed by earnest and prompt action on the part of the legislative and executive departments of the government, in pursuance of the purpose indicated. Before my accession to office, I announced that I have my views distinctly understood, and upon my inauguration in accord with the public opinion was stated in terms believed to be plain and unambiguous. My experience in the executive duties has strengthened my first views. It is impossible to advantage the country would find in observing strictly the plan of the constitution, which imposes upon the executive the sole duty and responsibility of the selection of those officers who are appointed to assist in executing the laws, and who are not elected. In like manner was assigned to the senate the complete right to advise and consent to, or to reject, the nominations so made. Whilst the house of representatives stands as the public censor of the performance of official duties, with the prerogative of investigation and of the impeachment of delinquents, the blemishes and imperfections in the civil service may, as I think, be traced in most cases to a practical confusion of the duties assigned to the several departments of the government. My purpose in this respect has been to return to the system established by the fundamental law, and to do this with the heartiest co-operation and most cordial understanding with the senate and house of representatives. The practical difficulties in the selection of the numerous officers for the posts of widely-varying responsibilities and duties, are acknowledged to be very great. No system can be expected to secure absolute freedom from mistakes, and the beginning of an attempted change of custom is quite likely to be more embarrassed in this respect than at any subsequent period. It is the conviction of my judgment that gives to my most positive proof of its claims to the great wisdom accorded to it. It gives to the executive the assistance of the knowledge and experience of the senate, which, when acting upon nominations, as to which they may be disinterested and impartial judges, secures as strong a guarantee from freedom of errors of importance, as is possible in human affairs. In addition to this, I recognize the public advantage of making all nominations, as nearly as possible, personal, in the sense of being free from mere caprice or favor in these directions and to those offices in which special training is of greatly increased value. I claim that such a rule as to the tenure of office should obtain such inducements as may induce men of proper qualifications to apply themselves industriously to the task of becoming proficient. Experience shows that many of the most endeavored to reduce the number of changes in subordinate places, usually made up on the change of a general administration, and shall most certainly co-operate with congress in any measure to secure a system of rules of admission as the public service and promotion within it as may promise to be most successful in making thorough competency, efficiency and character the decisive tests in these matters. I ask the renewed attention of congress to what has already been done by the civil service commission, appointed in pursuance of an act of congress by my predecessor, to prepare and revise the civil service rules.

In regard to much of the departmental service, especially at Washington, it may be difficult to organize a better system than that which has thus been provided, and it is now working under it to a considerable extent under my direction. The commission has still a legal existence, although for several years no appropriation has been made for defraying its expenses. Believing that this commission has rendered valuable agency in improving the administration of the civil service, it is my purpose to transmit to congress as early as practicable a report by the chairman of the commission, and to ask your attention to such measures on this subject as in my opinion will further promote improvement of the civil service.

During the past year the United States have continued to maintain peaceful relations with foreign powers. The outbreak of war between Russia and Turkey, though at one time attended with grave apprehensions as to its effect upon other European nations, has had no tendency to disturb the amicable relations existing between the United States and each of the contending powers. An attitude of just and impartial neutrality has been preserved, and I am gratified to state that in the midst of their hostilities both the Russian and Turkish governments have shown an earnest desire to adhere to the obligations of all treaties with the United States and give due regard to the rights of Americans.

By the terms of the treaty defining the rights, immunities and privileges of consuls between Italy and the United States, made in 1868, either government, after the lapse of 10 years, may terminate the existence of the treaty by giving 12 months' notice of its intention. The government of Italy, availing itself of this faculty, has now given the required notice, and the treaty will accordingly end on the 17th of September, 1878. It is understood, however, that the Italian government wishes to renew it in a general scope, desiring only certain modifications in some of its articles. In this disposition I concur, and shall hope that no serious obstacles may intervene to prevent or delay the negotiation of a satisfactory treaty.

Numerous questions in regard to passports, naturalization, and exemption from military service, have continued to arise in cases of emigrants from Germany who have returned to their country. The provisions of the treaty of February 22, 1868, however, have proved to be ample and so judicious that the legation of the United States at Berlin has been able to adjust all the claims arising under it not only without detriment to the amicable relations existing between the two governments, but to the believed without injury or injustice to my naturalized American citizens. It is desirable that the treaty originally made with the North German Union in 1867 should now be extended so as to apply equally to all the states of the empire of Germany.

The invitation of the government of France to participate in the exposition of the products of agriculture, industry and the fine arts, to be held at Paris during the coming year, was submitted for your consideration at the extra session. It is not doubted that its acceptance by the United States, and a well selected exhibition of the products of American industry on that occasion, will tend to stimulate international emigration as well as to promote the traditional friendship between the two countries.

A question of some time since as to the proper meaning of the extradition articles of the treaty of 1842 between the United States and Great Britain. Both governments, however, are now in accord in the belief that the question is not one that should be allowed to frustrate the ends of justice or disturb the friendship between the two nations. No serious difficulty has arisen in practically carrying into effect the provisions of the extradition treaty. It is probable that the points of disagreement will in due time be settled, and if needful, more explicit declarations be made in a new treaty.

The treaty of extradition, under articles 18 to 30 of the treaty of Washington, has concluded its session. The results of the deliberations of the commission, as made public by the commission, will be communicated. A treaty for the protection of trade marks has been negotiated with Great Britain, which has been submitted to the senate for its consideration. The revolution which recently occurred in Mexico was followed by the recognition of the successful party to power, and the installation of its chief, Gen. Porfiero Diaz, in the presidential office. It has been the custom of the United States to be the first to extend the hand of government have heretofore occurred in Mexico to recognize and enter into amicable relations with the de facto government as soon as it could appear to have the approval of the Mexican people, and should continue to maintain and adhere to the obligations of treaties and international friendship. In the present case recognition has been deferred by the occurrences on the Rio Grande border, the feeling that everyposible inducement should be given to the volume of metallic money which can be kept in circulation, and thereby every possible aid afforded to the people in the transition from a resuming specie payments. It is because of my conviction that a disregard of these conditions would frustrate the good results which are desired from the proposed coinage, and embarrass with new elements of confusion and uncertainty the business of the country, that I urge upon you attention to these considerations.

I respectfully recommend to congress that in any legislation providing for a silver coinage and imparting to it the quality of a legal tender, care be taken to secure the holders of firm provision exempting the public debt heretore issued and now outstanding from the payment either of principal or interest in a greater value of less than the present gold coinage of the country.

The organization of the civil service of the country has for a number of years attracted more and more of public attention. So general has become the opinion that the method of its administration is in need of reform or of remaining in it are unsound, that both the great political parties have agreed in a most explicit declaration of the necessity of reform, and in the most emphatic demands for it. I have fully considered the declarations and demands to be the expressions of the sincere conviction of the intelligent masses of the people upon the subject, and that they should be respected and followed by earnest and prompt action on the part of the legislative and executive departments of the government, in pursuance of the purpose indicated. Before my accession to office, I announced that I have my views distinctly understood, and upon my inauguration in accord with the public opinion was stated in terms believed to be plain and unambiguous. My experience in the executive duties has strengthened my first views. It is impossible to advantage the country would find in observing strictly the plan of the constitution, which imposes upon the executive the sole duty and responsibility of the selection of those officers who are appointed to assist in executing the laws, and who are not elected. In like manner was assigned to the senate the complete right to advise and consent to, or to reject, the nominations so made. Whilst the house of representatives stands as the public censor of the performance of official duties, with the prerogative of investigation and of the impeachment of delinquents, the blemishes and imperfections in the civil service may, as I think, be traced in most cases to a practical confusion of the duties assigned to the several departments of the government. My purpose in this respect has been to return to the system established by the fundamental law, and to do this with the heartiest co-operation and most cordial understanding with the senate and house of representatives. The practical difficulties in the selection of the numerous officers for the posts of widely-varying responsibilities and duties, are acknowledged to be very great. No system can be expected to secure absolute freedom from mistakes, and the beginning of an attempted change of custom is quite likely to be more embarrassed in this respect than at any subsequent period. It is the conviction of my judgment that gives to my most positive proof of its claims to the great wisdom accorded to it. It gives to the executive the assistance of the knowledge and experience of the senate, which, when acting upon nominations, as to which they may be disinterested and impartial judges, secures as strong a guarantee from freedom of errors of importance, as is possible in human affairs. In addition to this, I recognize the public advantage of making all nominations, as nearly as possible, personal, in the sense of being free from mere caprice or favor in these directions and to those offices in which special training is of greatly increased value. I claim that such a rule as to the tenure of office should obtain such inducements as may induce men of proper qualifications to apply themselves industriously to the task of becoming proficient. Experience shows that many of the most endeavored to reduce the number of changes in subordinate places, usually made up on the change of a general administration, and shall most certainly co-operate with congress in any measure to secure a system of rules of admission as the public service and promotion within it as may promise to be most successful in making thorough competency, efficiency and character the decisive tests in these matters. I ask the renewed attention of congress to what has already been done by the civil service commission, appointed in pursuance of an act of congress by my predecessor, to prepare and revise the civil service rules.

In regard to much of the departmental service, especially at Washington, it may be difficult to organize a better system than that which has thus been provided, and it is now working under it to a considerable extent under my direction. The commission has still a legal existence, although for several years no appropriation has been made for defraying its expenses. Believing that this commission has rendered valuable agency in improving the administration of the civil service, it is my purpose to transmit to congress as early as practicable a report by the chairman of the commission, and to ask your attention to such measures on this subject as in my opinion will further promote improvement of the civil service.

During the past year the United States have continued to maintain peaceful relations with foreign powers. The outbreak of war between Russia and Turkey, though at one time attended with grave apprehensions as to its effect upon other European nations, has had no tendency to disturb the amicable relations existing between the United States and each of the contending powers. An attitude of just and impartial neutrality has been preserved, and I am gratified to state that in the midst of their hostilities both the Russian and Turkish governments have shown an earnest desire to adhere to the obligations of all treaties with the United States and give due regard to the rights of Americans.

By the terms of the treaty defining the rights, immunities and privileges of consuls between Italy and the United States, made in 1868, either government, after the lapse of 10 years, may terminate the existence of the treaty by giving 12 months' notice of its intention. The government of Italy, availing itself of this faculty, has now given the required notice, and the treaty will accordingly end on the 17th of September, 1878. It is understood, however, that the Italian government wishes to renew it in a general scope, desiring only certain modifications in some of its articles. In this disposition I concur, and shall hope that no serious obstacles may intervene to prevent or delay the negotiation of a satisfactory treaty.

Numerous questions in regard to passports, naturalization, and exemption from military service, have continued to arise in cases of emigrants from Germany who have returned to their country. The provisions of the treaty of February 22, 1868, however, have proved to be ample and so judicious that the legation of the United States at Berlin has been able to adjust all the claims arising under it not only without detriment to the amicable relations existing between the two governments, but to the believed without injury or injustice to my naturalized American citizens. It is desirable that the treaty originally made with the North German Union in 1867 should now be extended so as to apply equally to all the states of the empire of Germany.

The invitation of the government of France to participate in the exposition of the products of agriculture, industry and the fine arts, to be held at Paris during the coming year, was submitted for your consideration at the extra session. It is not doubted that its acceptance by the United States, and a well selected exhibition of the products of American industry on that occasion, will tend to stimulate international emigration as well as to promote the traditional friendship between the two countries.

A question of some time since as to the proper meaning of the extradition articles of the treaty of 1842 between the United States and Great Britain. Both governments, however, are now in accord in the belief that the question is not one that should be allowed to frustrate the ends of justice or disturb the friendship between the two nations. No serious difficulty has arisen in practically carrying into effect the provisions of the extradition treaty. It is probable that the points of disagreement will in due time be settled, and if needful, more explicit declarations be made in a new treaty.

The treaty of extradition, under articles 18 to 30 of the treaty of Washington, has concluded its session. The results of the deliberations of the commission, as made public by the commission, will be communicated. A treaty for the protection of trade marks has been negotiated with Great Britain, which has been submitted to the senate for its consideration. The revolution which recently occurred in Mexico was followed by the recognition of the successful party to power, and the installation of its chief, Gen. Porfiero Diaz, in the presidential office. It has been the custom of the United States to be the first to extend the hand of government have heretofore occurred in Mexico to recognize and enter into amicable relations with the de facto government as soon as it could appear to have the approval of the Mexican people, and should continue to maintain and adhere to the obligations of treaties and international friendship. In the present case recognition has been deferred by the occurrences on the Rio Grande border, the feeling that everyposible inducement should be given to the volume of metallic money which can be kept in circulation, and thereby every possible aid afforded to the people in the transition from a resuming specie payments. It is because of my conviction that a disregard of these conditions would frustrate the good results which are desired from the proposed coinage, and embarrass with new elements of confusion and uncertainty the business of the country, that I urge upon you attention to these considerations.

I respectfully recommend to congress that in any legislation providing for a silver coinage and imparting to it the quality of a legal tender, care be taken to secure the holders of firm provision exempting the public debt heretore issued and now outstanding from the payment either of principal or interest in a greater value of less than the present gold coinage of the country.

The organization of the civil service of the country has for a number of years attracted more and more of public attention. So general has become the opinion that the method of its administration is in need of reform or of remaining in it are unsound, that both the great political parties have agreed in a most explicit declaration of the necessity of reform, and in the most emphatic demands for it. I have fully considered the declarations and demands to be the expressions of the sincere conviction of the intelligent masses of the people upon the subject, and that they should be respected and followed by earnest and prompt action on the part of the legislative and executive departments of the government, in pursuance of the purpose indicated. Before my accession to office, I announced that I have my views distinctly understood, and upon my inauguration in accord with the public opinion was stated in terms believed to be plain and unambiguous. My experience in the executive duties has strengthened my first views. It is impossible to advantage the country would find in observing strictly the plan of the constitution, which imposes upon the executive the sole duty and responsibility of the selection of those officers who are appointed to assist in executing the laws, and who are not elected. In like manner was assigned to the senate the complete right to advise and consent to, or to reject, the nominations so made. Whilst the house of representatives stands as the public censor of the performance of official duties, with the prerogative of investigation and of the impeachment of delinquents, the blemishes and imperfections in the civil service may, as I think, be traced in most cases to a practical confusion of the duties assigned to the several departments of the government. My purpose in this respect has been to return to the system established by the fundamental law, and to do this with the heartiest co-operation and most cordial understanding with the senate and house of representatives. The practical difficulties in the selection of the numerous officers for the posts of widely-varying responsibilities and duties, are acknowledged to be very great. No system can be expected to secure absolute freedom from mistakes, and the beginning of an attempted change of custom is quite likely to be more embarrassed in this respect than at any subsequent period. It is the conviction of my judgment that gives to my most positive proof of its claims to the great wisdom accorded to it. It gives to the executive the assistance of the knowledge and experience of the senate, which, when acting upon nominations, as to which they may be disinterested and impartial judges, secures as strong a guarantee from freedom of errors of importance, as is possible in human affairs. In addition to this, I recognize the public advantage of making all nominations, as nearly as possible, personal, in the sense of being free from mere caprice or favor in these directions and to those offices in which special training is of greatly increased value. I claim that such a rule as to the tenure of office should obtain such inducements as may induce men of proper qualifications to apply themselves industriously to the task of becoming proficient. Experience shows that many of the most endeavored to reduce the number of changes in subordinate places, usually made up on the change of a general administration, and shall most certainly co-operate with congress in any measure to secure a system of rules of admission as the public service and promotion within it as may promise to be most successful in making thorough competency, efficiency and character the decisive tests in these matters. I ask the renewed attention of congress to what has already been done by the civil service commission, appointed in pursuance of an act of congress by my predecessor, to prepare and revise the civil service rules.

In regard to much of the departmental service, especially at Washington, it may be difficult to organize a better system than that which has thus been provided, and it is now working under it to a considerable extent under my direction. The commission has still a legal existence, although for several years no appropriation has been made for defraying its expenses. Believing that this commission has rendered valuable agency in improving the administration of the civil service, it is my purpose to transmit to congress as early as practicable a report by the chairman of the commission, and to ask your attention to such measures on this subject as in my opinion will further promote improvement of the civil service.

During the past year the United States have continued to maintain peaceful relations with foreign powers. The outbreak of war between Russia and Turkey, though at one time attended with grave apprehensions as to its effect upon other European nations, has had no tendency to disturb the amicable relations existing between the United States and each of the contending powers. An attitude of just and impartial neutrality has been preserved, and I am gratified to state that in the midst of their hostilities both the Russian and Turkish governments have

of frauds and smuggling. This can best be done by judicious provisions that will induce the disclosure of the attempted frauds by undervaluation and smuggling, all of whose injurious effects upon the revenues and upon the industries of the country are well understood, and so far as practicable the entered taxable subjects should be in the form of the specific goods, and not ad valorem requiring the judgment of experienced men to ascertain values and expose the attempts to the commission of fraud. My attention has been called during the recess of congress to the defective working of the collection of the customs, and strenuous efforts are being made for the correction of the evil complained of. The recommendation submitted to the secretary of the treasury by a commission appointed for examining into the collection of customs duties at the port of New York contains many suggestions for the mode of customs business, to which the attention of congress is invited, and it is a matter of congratulation that notwithstanding the severe shock caused by the war, the public faith with all creditors has been preserved, and that as the result of this policy the public credit has steadily improved, advanced, and our public securities are regarded with the highest favor in the markets of the world. I trust that no act of the government will cast a shadow upon its credit. The policy of refunding the public debt has been rapid and satisfactory under the contract heretofore made. When I entered upon the discharge of the duties of my office the 5 per cents bearing interest at the rate of 6 per cent had been almost all purchased and within three months the aggregate sum of these bonds had reached the sum of $200,000,000. With my sanction the secretary of the treasury entered into a new contract for the sale of 4 per cent bonds, and within thirty days after the popular subscription for such bonds was opened subscriptions were had amounting to $25,000,000, which were paid for within