

The Old North State

SALISBURY, FRIDAY, MAR. 19, '93.

JUDGE BROOKS AND THE BANKRUPT PRINTING.

We stated last week that this functionary had attempted a defense of his course in relation to the bankrupt printing through the columns of the Standard. We further stated that this defense of himself by the Judge was simply *de jectis contempitibus*. We published the defense itself elsewhere this week and shall proceed to show that it is what we said it was.

To do this it becomes necessary briefly to review the history of the matter. Among the first publications of notices in bankruptcy in North Carolina were in the *Old North State* about the 1st of November 1837, in the case of John F. Batt and P. J. Slaughter, of Charlotte. As soon as Gov. Holden, then editor and proprietor of the *Standard*, saw these notices he announced through his paper that such notices, to be valid, must be published in the *Standard* or the *Ashcroft Pioneer*. Whether Gov. Holden was really intended to obscure the vision of the feeble District Judge will not now undertake to decide. The only defense, however, which we have ever heard made of the Judge's conduct in the matter is, that he did allow Gov. Holden "to pull the wool over his eyes," and deceive him into the belief that the law really required him to issue an order directing the messengers to make such publications only in the papers referred to; and that he did not possess the force of character and strength of intellect necessary to enable him to acknowledge, and to extricate himself from the error when once convinced of it.

"A great Judge," said his defender, "seeks light from every quarter and takes the greatest pleasure in acknowledging and correcting an error, but a weak one generally adheres to his error, when convinced of it, under the mistaken notion that it is an acknowledgment of his conscious weakness to confess and repair it." And the gentleman who made this defense of the Judge is an able and thorough Republican and his personal friend.

About the same time that Gov. Holden made the above announcement in the *Standard*, he also announced that some time during the term of the Circuit Court, then in session, Judge Brooks would make and publish an order directing notices in bankruptcy to be published only in the *Standard* and *Pioneer* in accordance with the positive requirements of the law. We paid no attention to the *Standard's* statements at the time, not believing it possible that Judge Brooks could be gulled into the belief that the bankrupt printing was controlled by another law on a wholly different subject, enacted previous to the Bankrupt Law, which is a code complete and perfect within itself. A few days later, however, we received a message from a Republican friend at Raleigh informing us that the *Standard* had said what was really true—that Judge Brooks actually contemplated making such an order on the grounds stated. In behalf of ourselves, and other publishers, we employed counsel—Hon. N. Boyden and Hon. A. S. Merrimon—to raise the question and argue it before the Court. We were present during Mr. Boyden's and a part of Judge Merrimon's argument, between whom and his Honor there was considerable colloquy.

No one seemed to be more anxious than Judge Brooks that the whole matter of the printing, in all voluntary cases, should be left to the Registers. He professed to be sorry to regret exceedingly that he had confined the Judge and the Registers to two papers selected to publish the laws of the United States in which to have the notices done, but it was nevertheless clear in his mind that it did so confine him. He sought it very strongly that those two papers should have the entire monopoly of the printing that the interest of all parties required that it could not be so—that the objects for which notices were ordered to be published should, in a great number of instances be defeated by it—but the law had left him no discretion in the matter. His attention was called to the enormous rates which the *Standard* was charging for the bankrupt advertising, and he was informed that it could and would be done for one-half the *Standard's* prices, if that paper was not allowed, in connection with the *Pioneer*, to have a monopoly. His Honor admitted that the *Standard's* rates were too high, and said he would take that matter into consideration, and himself regulate the prices in the order which he contemplated making in relation to the matter.

Judge published in the *Standard* his rules of practice in the Court of Bankruptcy. From these rules we make the following extract: "RULE 2. The following newspapers are designated as those in which all publications required by the Act, entitled 'An act to establish a uniform system of bankruptcy throughout the United States,' or the General Orders in Bankruptcy may be made in the District of North Carolina: The *Standard*, published at Raleigh, and the *Pioneer*, published at Asheville, N. C."

From the terms of the rule we would be left in doubt as to whether the Judge was acting in pursuance of the requirements of positive law, or whether he "designated" the *Standard* and the *Pioneer* in the exercise of an arbitrary discretion, were it not for his declarations at the time the question was argued before him. Of course if he had become satisfied that he possessed any "discretion" in the matter he would as he was so anxious to do, have left the whole matter with the Registers in all voluntary cases, would he not? We shall see before we get through with this article. But not one word in his rules or orders concerning or regulating the prices, as promised. He rules that the publications shall be made only in two papers and then hands the unfortunate bankrupts and their creditors over to the tender mercies of the man who owns one and controls the other.

We say without fear of contradiction that Gov. Holden, and his successors in the ownership of the *Standard*, have taken advantage of the power placed in their hands by this ruling of Judge Brooks to extort from the bankrupts and their creditors the sum of at least \$40,000 over and above what it would have cost them to have had the printing done but for said rule.

The very name number of the *Standard* which contained the Judge's rules also contained the prices for which notices in bankruptcy would be published, strictly in advance. Those terms were kept standing in the *Standard* for some time, and were just twice what it now charges, viz: For notice of petition and first meeting of creditors, \$12.00. Appointment of assignee, \$6.00. 2nd and 3rd meeting of creditors, \$3.00 each. Petition for discharge, \$3.00. Total for all the notices in each case in bankruptcy, \$42.00. On the 30th of December, '87, we reviewed the Judge's ruling in the matter with some severity, in which we specially called his attention to these enormous rates, and informed him that the *Old North State* and the other papers of the State would publish the notices for just half the sum. We sent the Judge a copy of the paper containing the article, and we have reason to believe that he received and read it—he informed a friend of ours that he did. But our offer to publish the notices at half the *Standard's* rates was based upon the then length of the notices. Since that time they have been made much shorter. That form of the advertisements was retained until the 18th of September 1888, or about nine months, so that in every case published during that time the *Standard* was enabled to extort by means of its monopoly just twice as much as the work was worth—once for, or twenty-one dollars from every bankrupt in whose case all the notices were given. But suppose the notices for a discharge were not given in most of the cases the work done was worth. Suppose there were one thousand cases up to the time of the change—and there were probably many more—and the *Standard*, it will be seen, extorted the nice little sum of \$17,000 from those who had gone into bankruptcy up to Sept. 18th, 1888. To this sum may be added a considerable amount for those cases in which the notice of petition for discharge had been given.

Now figures don't lie, and of course the reader is anxious to know what Judge Brooks has to say in defense of himself in having allowed the perpetration of such a swindle as this. Let them turn to it and read for themselves. He does not pretend to say that he was in total ignorance of what was going on, but that he was not "officially informed of what the charges demanded really were." The amount of the charges was a matter as notorious as any thing could be. Judge Brooks read the *Standard* and there saw for himself what changes were being made. He was informed at the time he made the rule that the *Standard* was charging, and promised to see to it and regulate the price so that nothing more than a fair compensation should be allowed. Yet, after admitting his power to remedy the evil, and promising to do so, he utterly fails to do any thing of the kind until forced to do it.

that the *Standard* should have the printing in any event and at all hazards. We were firmly convinced of this notwithstanding the Judge was very severe upon the *Standard* in his letter—had no sympathy with it—had discontinued his subscription to it for two months before—was very Conservative, but could not quite vote for Seymour and Blair, &c. (As to Blair we can't say we blamed him.) A short time afterwards—Oct. 7—he wrote another letter to another party in which he admitted his right to take the printing from the *Standard* and give it to another paper, and said he was somewhat disposed, if he concluded to make a change, to select the *Old North State* as one of the papers for the publication of the notices, if he could be assured that it had a general circulation in the State. Of course the Judge knew that it had no circulation east of Raleigh, hence the condition. But to return to the matter of charges again, the Judge says in his defense that on the 13th of September, 1885, he made an order requiring the Marshalls, Assignees and Clerks to pay no higher rates for the publication of such notices as the law required to be published in newspapers than were charged by the newspapers of the State for publishing State Court advertisements. This seems at first glance to be all right and fair, but the reader will remember that the *Standard* had at that time been charging the gross rates charged by the whole matter. Instead of publishing the notices at the rates charged for the publication of State Court orders the *Standard* very coolly proceeded to charge at least sixty per cent more than the price usually charged by the papers of the State for the publication of such advertisements.

The cash rates for publishing Court orders for six weeks, vary from \$6 to \$8. A number of papers, including the *Stateville American*, the *Milton Chronicle*, the *Old North State* and several others, publish them for \$7 when the cash accompanies the order. The *Ashcroft* papers publish them for \$3, and the *Greensboro* papers for \$5. Seven dollars may, therefore, be regarded as the average cash price for such notices. Where payment is not made in advance the price is generally \$10. Upon the making of the September order the *Standard* announced the following as the prices, and extorted them of the Marshalls, viz: For notice of Petition and first meeting of creditors, \$10. Appointment of Assignee, \$5; for second and third general meeting of creditors, \$3 each; petition for discharge, \$3. Total in each case, \$33.—This would seem to be a reduction of \$9 from former prices, but is, in reality, a large addition. This is so for the reason that after the making of the order the form of the notices was made just one inch shorter, taking off about one third of the space required for notices of petition, and nearly or quite one half of that required for the others.

The first form used in giving notice of petition and first meeting of creditors was about the length of Court orders on an average, and if the *Standard* had retained that form and published it six times instead of three it would have been extorted the same \$37 order of the 13th of September, by charge \$7 therefor, whereas in fact, charged \$10 for publishing a form nearly or quite one third shorter three times. Was there ever a more audacious imposition practiced upon a weak and over confiding Judge than that presented by this case? We say a weak and over confiding Judge because we are willing to allow him every defense that can possibly be made for him. If the first form had been retained the *Standard* would have been justifiable in charging \$5 for three insertions, just half as much as it charged for publishing a much shorter one.

For the form now in use it could not, with due regard to the order, have charged more than \$4, and the other notices in proportion. We hazard nothing in saying that the papers of the State would gladly do the work for these rates, it is fully as much as our regular rates for all kinds of ordinary advertising, and more than we get for much that we do. At these rates all the notices required to be given in each case would amount to about \$14, but for which the *Standard* actually charged \$33, making a difference of \$19 in every case. This last order remained in force up to about the 10th of January last, and the probability is that up to that time another thousand cases had been disposed of—certainly there had been more than two thousand from the commencement of the practice up to that time—which adds \$19,000 more to the *Standard's* extortions, making a grand total of \$38,000. We deduct nothing from the last thousand for the notices for a discharge as they were being made all the time in the first cases. Add to the above sum the extortions which have been made since the 10th of January, and we have a grand total which will increase the amount of the *Standard's* extortions to more than \$40,000. The prices which the *Standard* is now charging would be reasonable if the first forms of notices had been retained, but for the present forms it is charging seven dollars more than the regular rates of the *Old North State* in every case. The notices of petition make two squares—not quite by our rate—the other notices average about a square, those for meeting of creditors are generally a little more, those of Assignees generally a little less, as shown by a number of them now lying before us in various numbers of the *Standard*.

We have shown Judge Brooks how he has been shamefully treated by the *Standard* in its taking advantage of his ignorance and good nature to swindle an unfortunate class with whom he must be supposed sympathize very deeply. Will he now take the printing from that paper and leave it to the papers of the State generally whereby the bankrupts and their creditors may have justice done them? No, never while there is any printing to be done.

As a matter of more general interest than any thing else with which we could fill our columns we publish the new *Stay Law* which was received just in time for this issue. Every relief against old debts should be given which can be given without violation of the Constitution, and it is probable that the most essential provisions of this Act will stand the test. But by making the same rules apply to all suits, for new as well as old debts, it will have a tendency to impair confidence and destroy credit. But this provision was necessary to save the law, we suppose, as it would have been held to be unconstitutional had any discrimination been made.

The tenth section of the Bill, preventing the sale of property under deeds of trust or mortgages, unless the debts secured in said deeds of trust or mortgages are reduced to judgments, seems to us to have been wholly unnecessary, as it is certainly unconstitutional. But as the subject matter of that section can be separated from the other parts of the Act, it may be declared unconstitutional without affecting the other provisions of the law.

MESSRS BOYDEN AND SHOBER. We have convincing reasons for believing that the contest between these gentlemen will be decided by the exclusion of both and the ordering of a new election. There is no probability that, in the event of a new election, any member of the House, any member of the Senate, or any member of the State Legislature, who cannot take the oath of office, unless he is a Republican, will be elected. We believe that Mr. Shoher, and we feel justified now in saying, that Mr. Boyden does not desire to be admitted to a seat in consequence of the late election. He believes that the election was illegally held, and that in consequence of the manner of holding it, and of certain frauds, which he believes were perpetrated, he was defeated against the actual wishes of a majority of the people of the district. He simply desires, so we feel justified in saying, a free and fair election by the result of which he will be willing to abide.

JUDGE BROOK'S LETTER. We give the following extract from the letter of Judge Brooks as an act of Justice to him. It embraces all the parts upon which we have commented. In regard to the subject of costs in bankruptcy cases I have this to say: The first complaint made by those who were likely to have these costs to pay were made against the charges made by the publishers of the notices required by the law—and these complaints were all formally made and many of them purporting to be founded upon rumor. I insisted that I was prepared to hear and determine that or any other question of costs which might be properly brought before me. When the question was brought before me by exceptions, and notice to the party interested, there was a hearing. I was then informed officially what the charges demanded really were, and being authorized, they were by me reduced to the rates allowed by the law. It was not for me to allow to the officers the prices hereafter paid by them for these notices, when parties interested were not dis posed to object to the only proper way to such charges. And to remedy this evil in future I made an order on the 18th day of September, 1885, directing Marshalls, Assignees and Clerks to pay for publishing such notices as the act required to be published in newspapers, no higher rates than were charged by the newspapers of the State for the publication of the State Court advertisements—and that order related to all bills of publishers not paid the date of said order. This was all I then thought I could properly do, and I am still of the same opinion.

THE CABINET. We stated last week that Mr. Stewart had resigned the portfolio of the Treasury, since then Mr. Washburne has vacated the office of Secretary of State for the purpose of becoming Minister to France, and Gen. Schofield has retired from the War Department. Hon. Stewart, of New York, succeeds Mr. Washburne in the State Department. Mr. Fish is a gentleman of the highest character and much more ability than Mr. Washburne. He was formerly an old Whig, and was elected Governor of New York and United States Senator by that party in the days of its ascendancy. In politics he may fairly be called a Conservative. Many men who filled the office of foreign Secretary who were less competent to the proper discharge of its duties than Mr. Fish. Mr. Stewart has been succeeded by Gov. Boutwell, of Massachusetts. Mr. Boutwell may be set down among the class usually denominated politicians. His political changes have been considerable, and he may now be classed among the ultra Radicals. He favored all the extreme measures towards the South, and was one of the managers of the impeachment of Andrew Johnson. Whether he has any special talent as a financier that caused his selection for the Treasury Department we do not know. Gen. Schofield's place has been supplied by the appointment of Gen. Rawlins, late Gen. Grant's chief of staff. This appointment seems to be well received by men of all parties.

THE HOMESTEAD. Is the Homestead provision of our new Constitution valid as against old debts? This is a question in which all are interested, and it is important that all should be well informed in relation to it. Will we publish on our next page this week a learned opinion of Judge Carpenter, of South Carolina, in which he holds that it is not so valid. We do not claim any weight for our opinion, but we believe that Judge Carpenter is right.—Our Supreme Court may possibly hold otherwise, but the question will almost certainly be carried up to the Supreme Court of the United States, which court of final jurisdiction will, we believe, sustain the opinion of Judge Carpenter.

THE NEW STAY LAW. As a matter of more general interest than any thing else with which we could fill our columns we publish the new *Stay Law* which was received just in time for this issue. Every relief against old debts should be given which can be given without violation of the Constitution, and it is probable that the most essential provisions of this Act will stand the test. But by making the same rules apply to all suits, for new as well as old debts, it will have a tendency to impair confidence and destroy credit. But this provision was necessary to save the law, we suppose, as it would have been held to be unconstitutional had any discrimination been made.

THE BANKRUPT BILL. The following is the amended bill as it passed both Houses of Congress last July: "Be it enacted, &c., That the provisions of the second clause of the thirty-third section of said act shall not apply to the cases of proceedings in bankruptcy commenced prior to the first days of January eighteen hundred and sixty-nine, and the time during which the operation of the provisions of said clause is postponed shall be extended until said first day of January eighteen hundred and sixty-nine. And said clause is hereby so amended as to read as follows: In all proceedings in bankruptcy commenced after the first day of January eighteen hundred and sixty-nine, no discharge shall be granted to a debtor whose assets shall not be equal to fifty per cent of the claims proved against the estate, upon which he shall be liable as the principal debtor, unless the assent in writing of a majority in number and value of his creditors to whom he shall have become liable as principal debtor and who shall have proved their claims, be filed in the case at or before the time of the hearing of the application for discharge.

DR. LAWRENCE'S CELEBRATED WOMAN'S FRIEND! A safe and reliable remedy for All Diseases Peculiar to Females, such as—Leucorrhoea, or Whites; Protruded Uteri, or Falling of the Womb; Irregular, Painful, or Suppressed Menstruation; Pain in the Back; Nervousness, Wakefulness, Weakness, &c. DEDICATED TO THE LADIES OF AMERICA, For whose benefit it was designed, and whose happiness it will promote by the discovery. DR. J. J. LAWRENCE. TO PHYSICIANS. The articles of which the Woman's Friend is compounded are published around each bottle, and it is believed to be the best Uterine Tonic and alterative yet discovered. It is a valuable and reliable agent in all derangements of the Female Reproductive Organ, and in Hystreria, Nervous Headache, Spinal Irritation, &c. J. H. BAKER & CO., Wholesale Agents, No. 4, Main Street, New York. To whom all orders or letters must be addressed. March 19-19

ASSAULT.—We learn that yesterday a white man named James Thompson attempted to commit an assault with a knife upon Mr. James H. Philyaw. Thompson was prevented from carrying his purpose into execution by officer Scallars, who got between the two parties and caught Thompson.—*Will Journal*.

NEW ADVERTISEMENTS. Death to Bed-Bugs! NOW IS THE TIME to commence an exterminating warfare upon these disgusting midnight marauders and blood-suckers, roach and beetle. The subscriber prepares a remedy which is sure, safe, and clean; leaving neither smell nor stain; and easy of application. "It is really something handsome, yet, it is sold for a mere trifle. Prepared and sold every where." At K. SILL'S Drug Store, Salisbury, N. C.

LONG RED MANGEL WURZELL BEET. THIS magnificent Field Beet, will yield from 600 to 1000 bushels per acre. Its growth is enormous, often attaining 18 inches in length and six in diameter. They are full of sugar, and mixed with meat or bran make an excellent manure feeding; and keep well until late in the spring. They require very little cultivation. The seed are cheap—one pound will plant the fourth of an acre, and now is the time to plant. They will be had at K. SILL'S Drug Store, Salisbury, N. C.

GOODS! GOODS! Dry Goods, Groceries, Shoes, Hats, Crockery, Glass, Hollow-Ware, Stone Ware, &c., &c. in Store, (Jenkins' Corner), to any person wishing to commence business, a good opportunity is offered, as the store can be rented. The Store of Goods offered here will be purchased within the year past, mostly for cash, and previous to the advance. Also, Offer for sale a number of articles of Second-hand Furniture; Bureaus, Side-Board, Bedsteads, &c., &c., at my residence on Union Street. Apply to A. W. JARVIS, Agent, Salisbury, N. C., March 19, 1893.

ASSIGNEE'S SALE OF Valuable LAW BOOKS. On the 31st day of March, A. D. 1893, I will sell at Public Sale, at the Court House in Salisbury at 11 o'clock A. M., a valuable set of the North Carolina Reports. Terms Cash. Apply to A. W. JARVIS, Agent, Salisbury, N. C., March 19-19.

NEW CROP CARDENAS MOLASSES! NOW LANDING. Est. Sch. T. S. McClellan, DIRECT FROM CARDENAS 273 Hds. Choice MUSCOVADO 57 Tons, 3 Packages, in 18 Barrels, 18 Packages. Attention of dealers called to the quality of this Cane Molasses SUPERIOR to any imported. For sale in lots to suit. By G. G. FARLEY & Co., March 19-19 Importers, Wilmington, N. C.

WANTED! 16 SHARES NORTH CAROLINA RAIL ROAD STOCK. Apply at this Office. mar 19-19m.

THE EQUITABLE LIFE Assurance Society OF THE UNITED STATES, 92 Broadway, New York. THIS COMPANY has capital and assets against its liabilities that will compare with any Life Insurance Company on the Continent, which is the true test of solvability. Cash Assets, \$6,000,000 Annual Premium Income, \$4,000,000 Increase over 1867, \$8,000,000 The undersigned is agent for the above Company. A. A. HARRIS, Agent, Mocksville, March 19, 1893.

ST. CLOUD HOTEL. THIS new and commodious house, located corner of Broadway and 42d Street, possesses advantages over all other houses for the accommodation of its guests. It was built expressly for a first class Family Boarding House—the rooms being large and airy, heated by steam—with hot and cold water, and furnished with the most improved and comfortable furniture. It is in the most experienced hands, affording guests an unequalled table. One of Atwood's Patent Elevators is also used, and the "modern improvements" and all the services of all hours. The Broadway and University Place Cars pass the door every four minutes, running with any City Rail to Central Park, while the Sixth and Seventh avenue Lines are but a short block on either side, affording ample facilities for communicating with all the Depots, Steamboat Landings, places of amusements and business of the great metropolis. MOORE & HOLLEY, Proprietors. March 19-19

DR. LAWRENCE'S CELEBRATED WOMAN'S FRIEND! A safe and reliable remedy for All Diseases Peculiar to Females, such as—Leucorrhoea, or Whites; Protruded Uteri, or Falling of the Womb; Irregular, Painful, or Suppressed Menstruation; Pain in the Back; Nervousness, Wakefulness, Weakness, &c. DEDICATED TO THE LADIES OF AMERICA, For whose benefit it was designed, and whose happiness it will promote by the discovery. DR. J. J. LAWRENCE. TO PHYSICIANS. The articles of which the Woman's Friend is compounded are published around each bottle, and it is believed to be the best Uterine Tonic and alterative yet discovered. It is a valuable and reliable agent in all derangements of the Female Reproductive Organ, and in Hystreria, Nervous Headache, Spinal Irritation, &c. J. H. BAKER & CO., Wholesale Agents, No. 4, Main Street, New York. To whom all orders or letters must be addressed. March 19-19