

Governor Harry H. Woodring, Correspondence Files, Box 17

Section 8, Pages 211 - 240

These folders contain correspondence subject files with Governor Harry Woodring. Some subjects included are coal, Cowley County State Lake, drought relief, economic conditions, and extraditions.

Creator: Kansas. Governor (1931-1933: Woodring)

Date: 1931-1932

Callnumber: Governor's Office, Governor Henry H. Woodring, Correspondence, Subject Files, Box 17

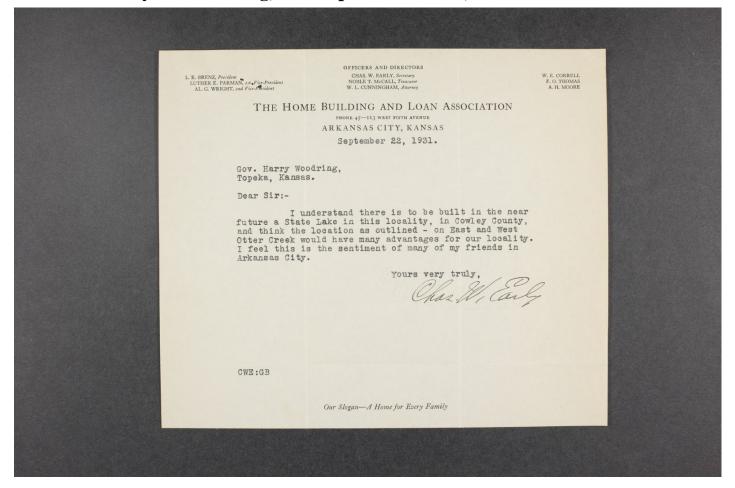
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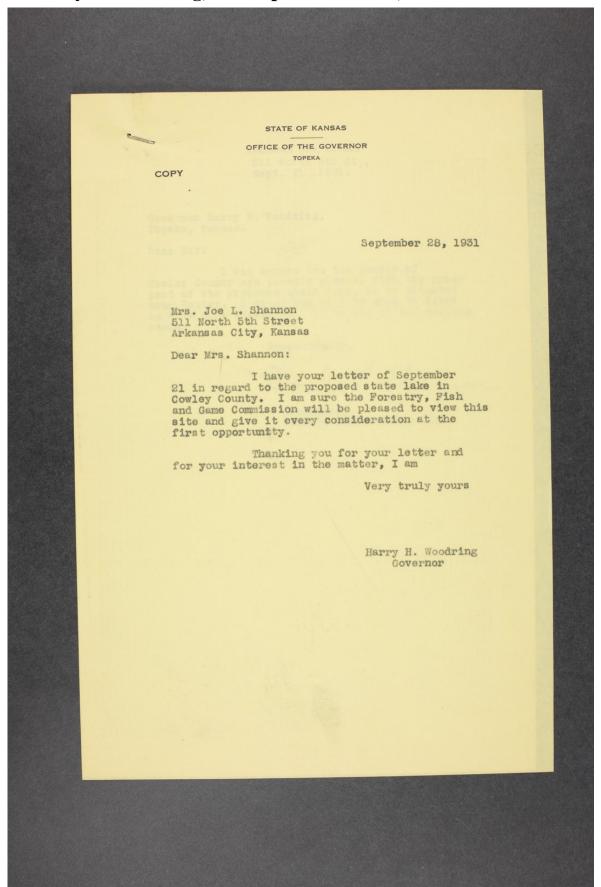
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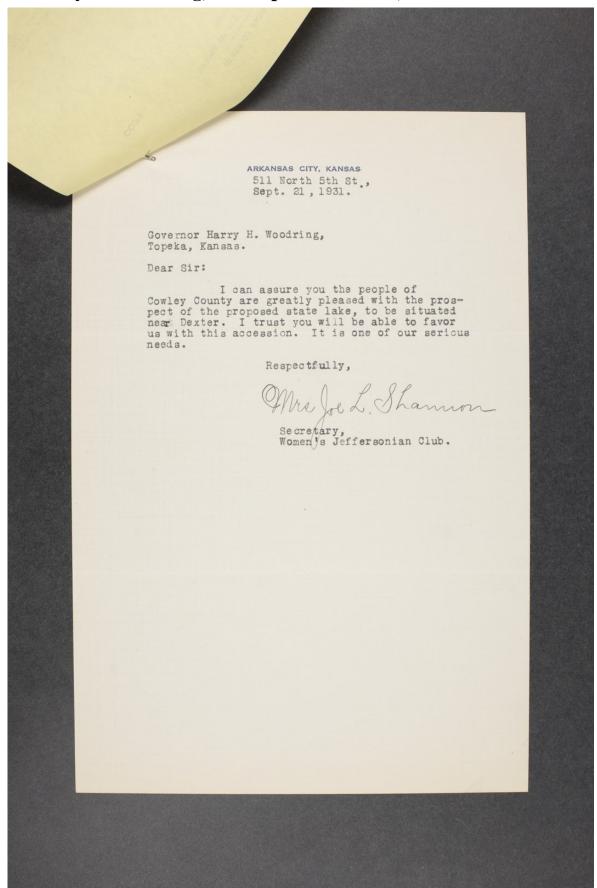




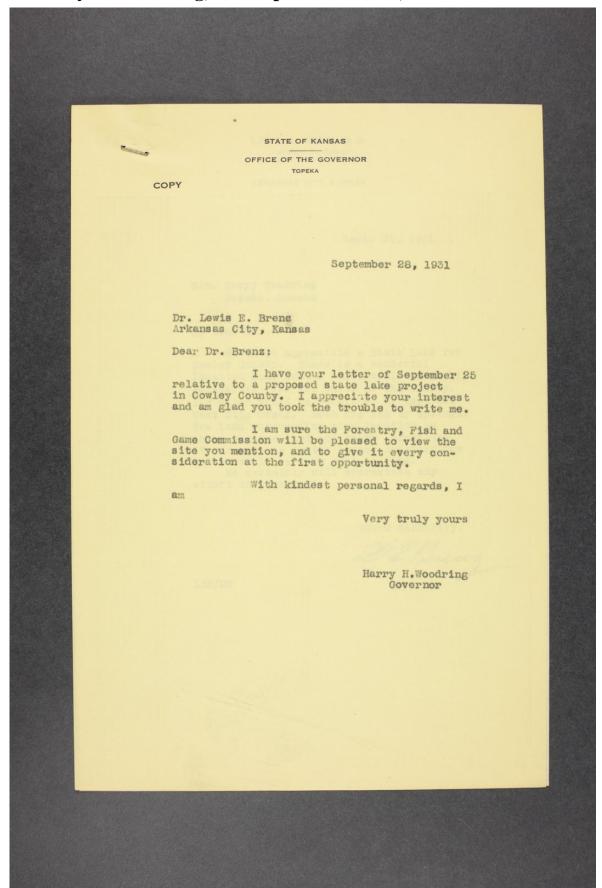




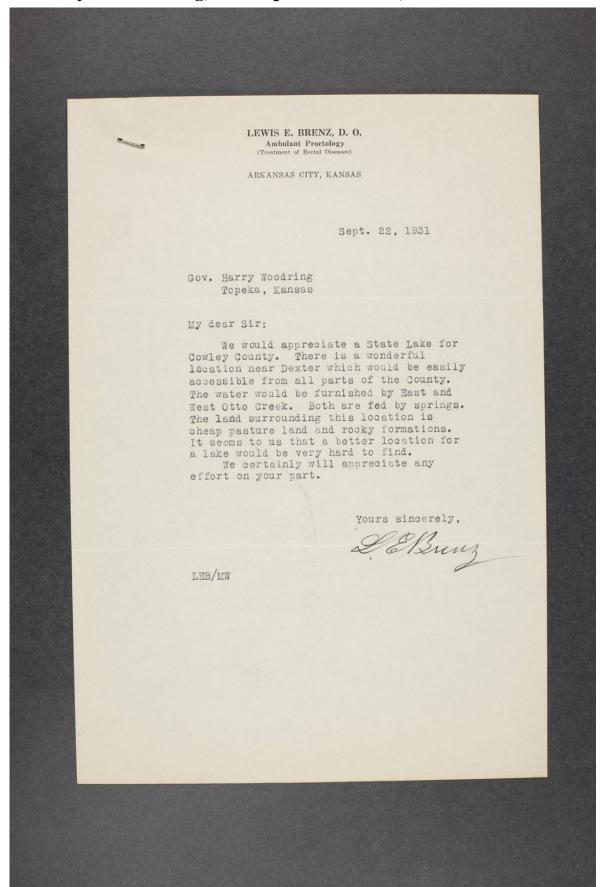




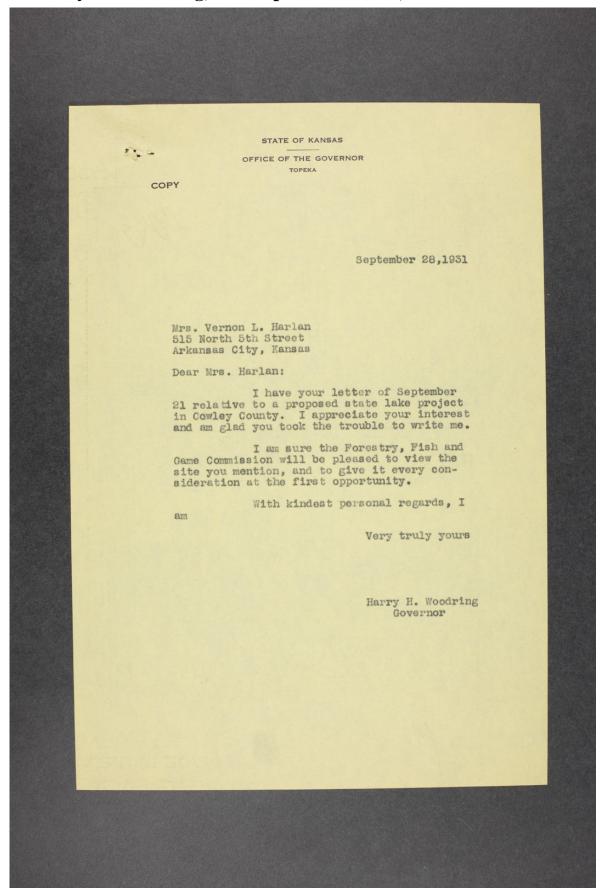




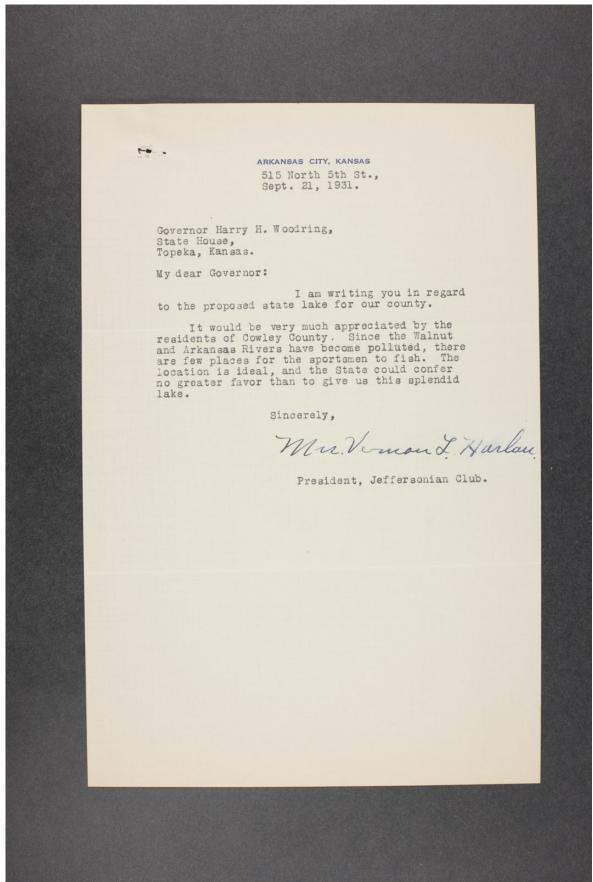




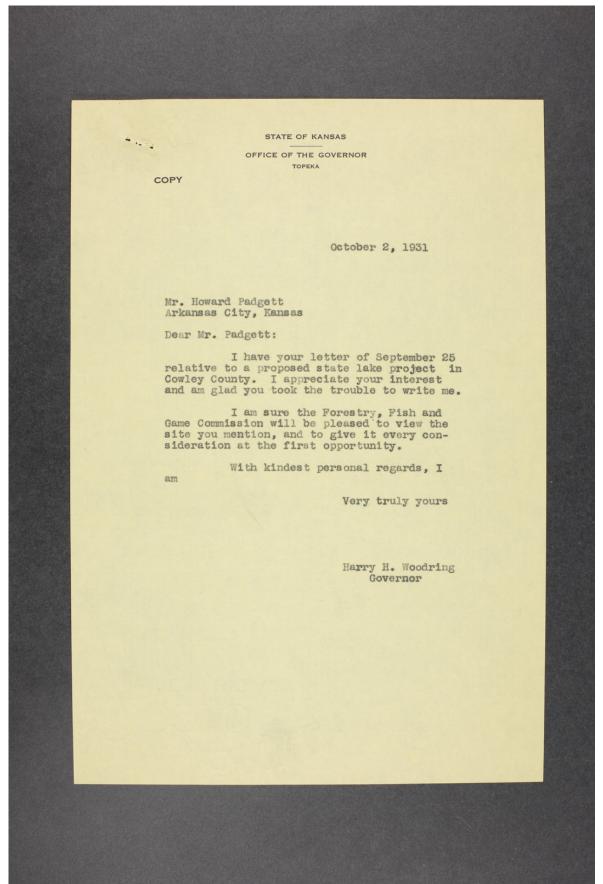




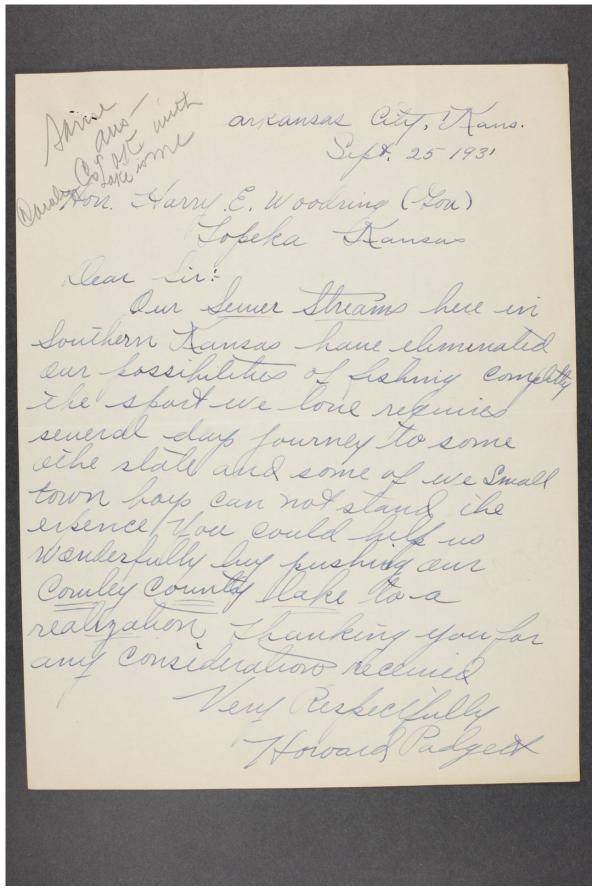




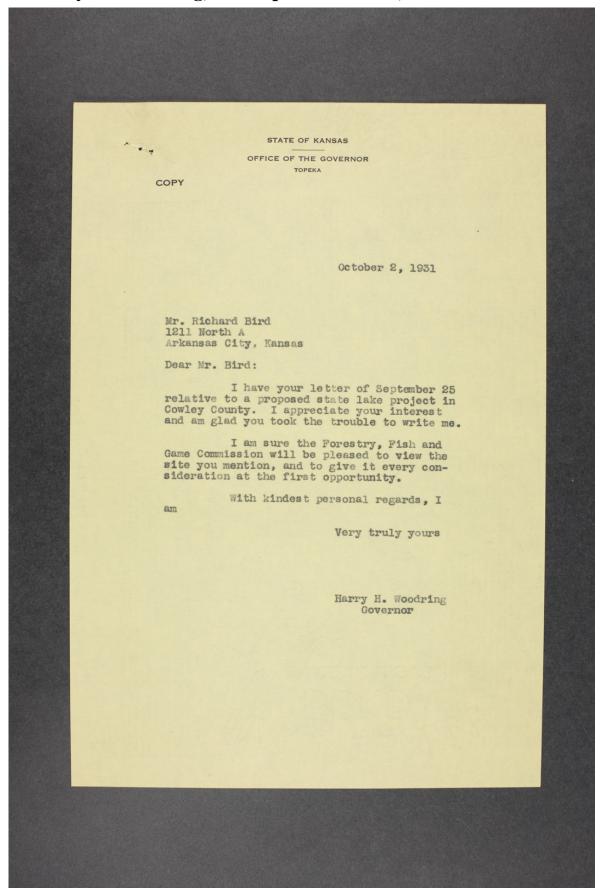




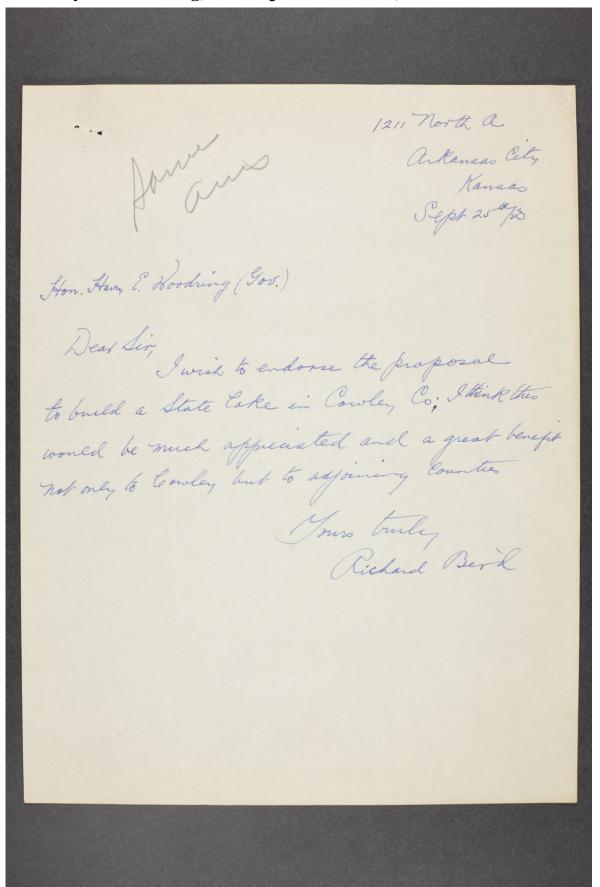




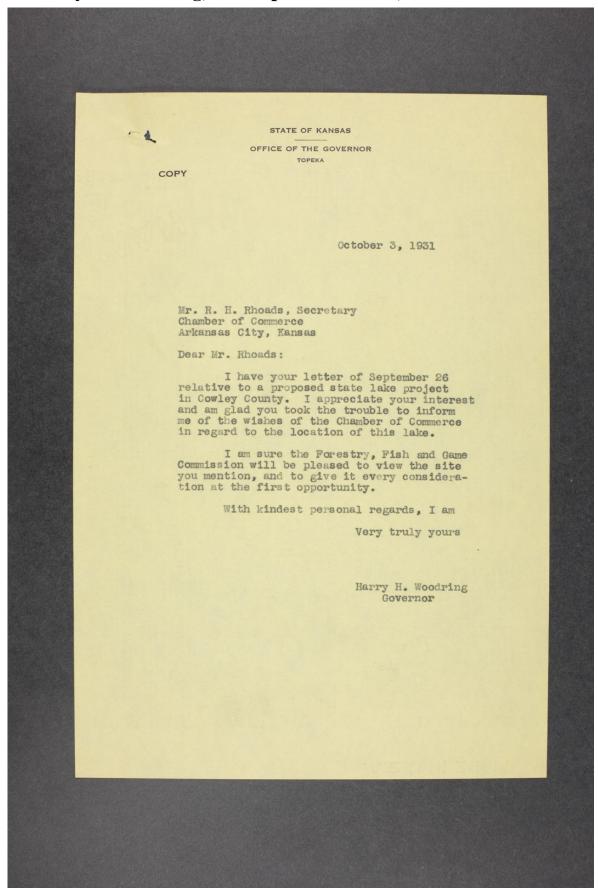




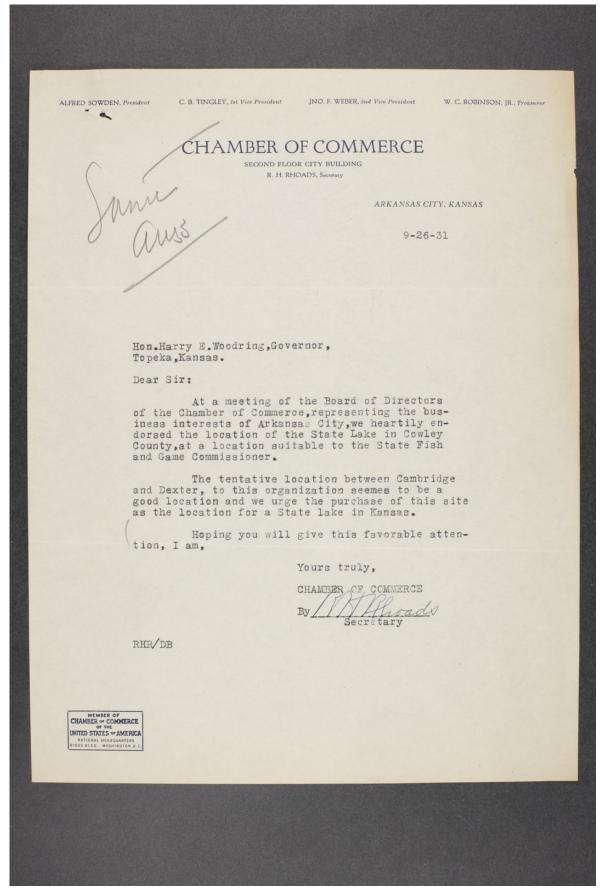




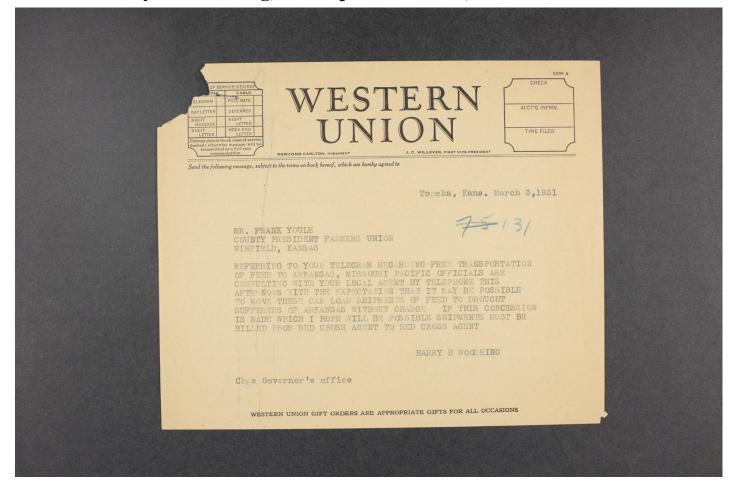




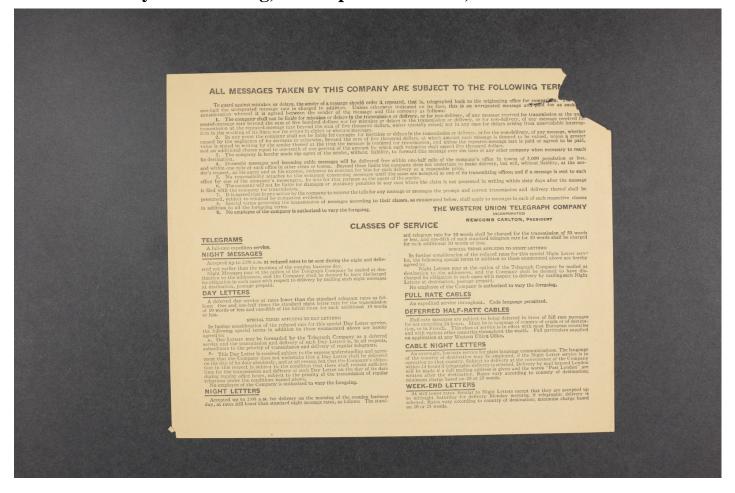




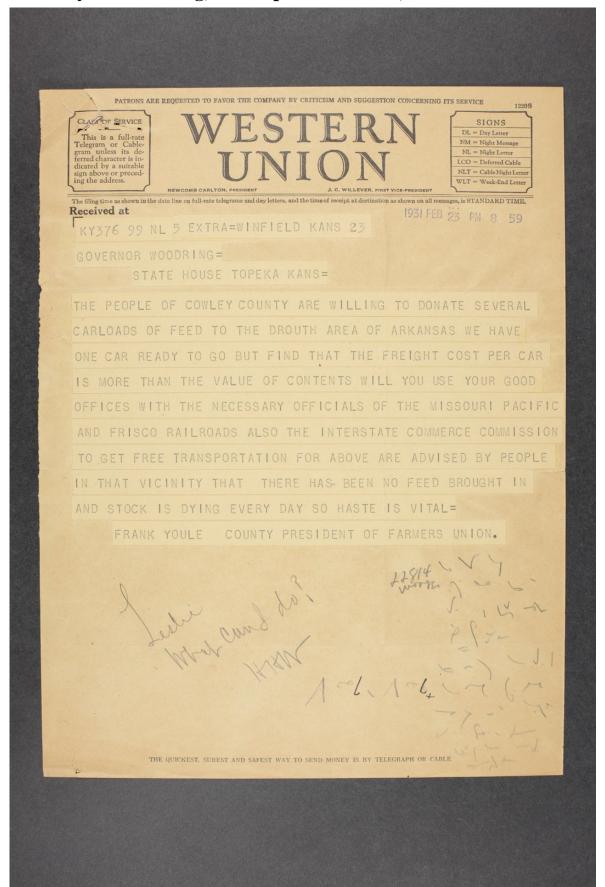




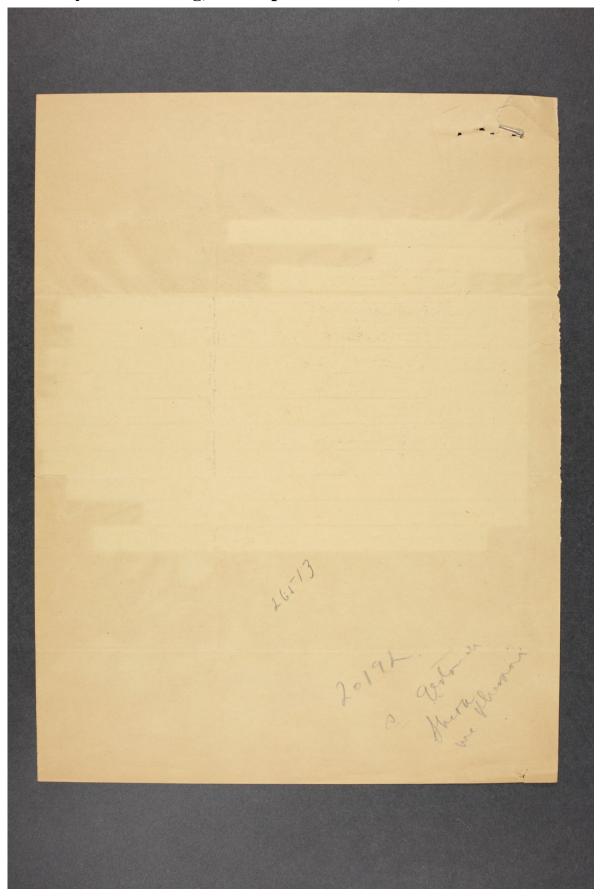




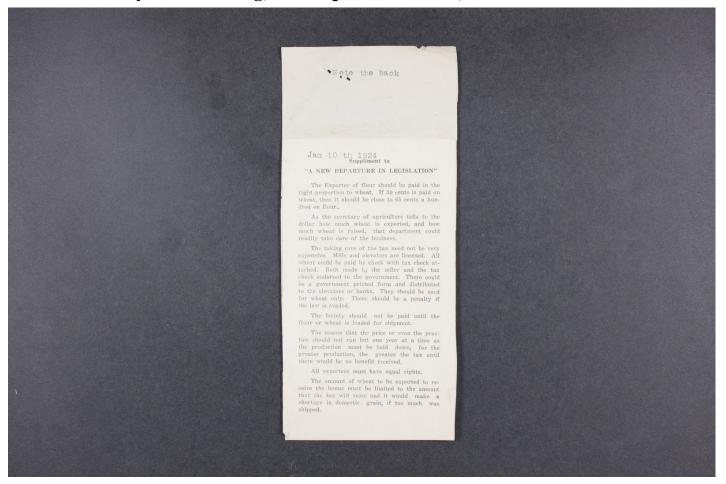




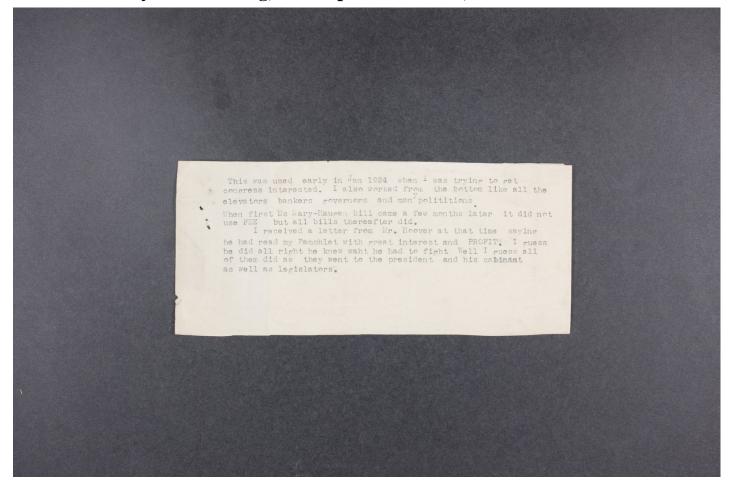




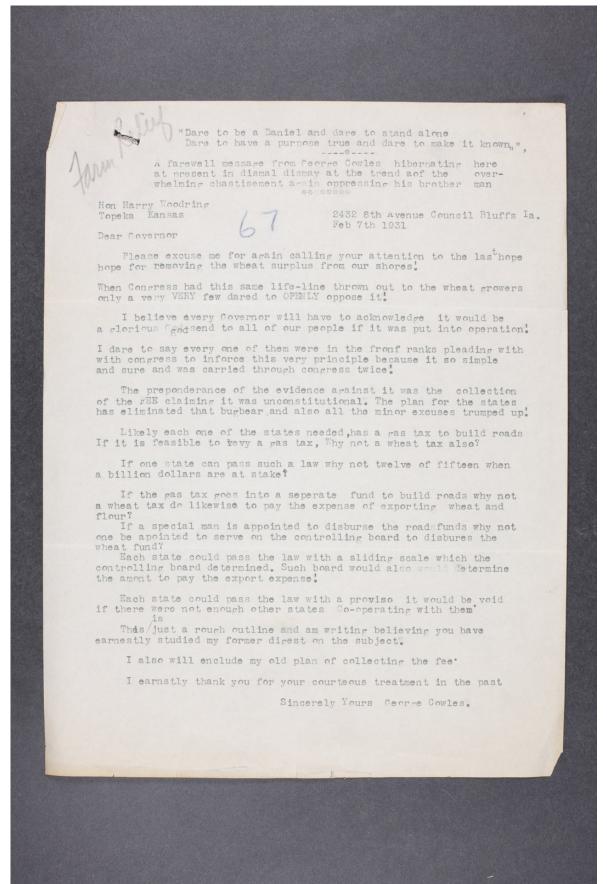




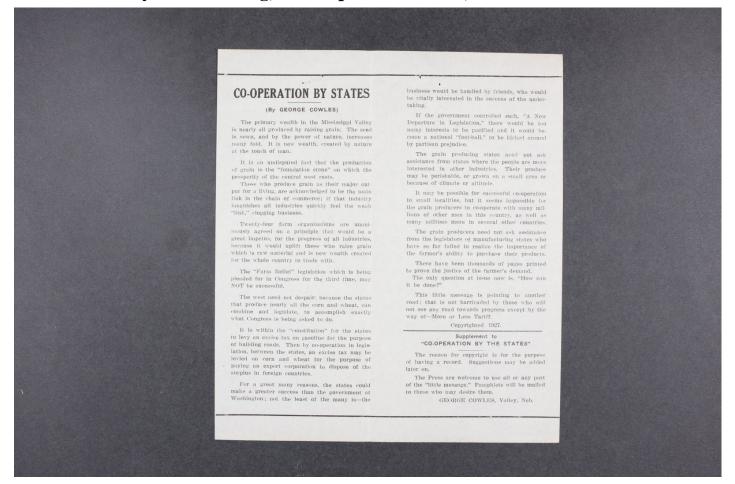




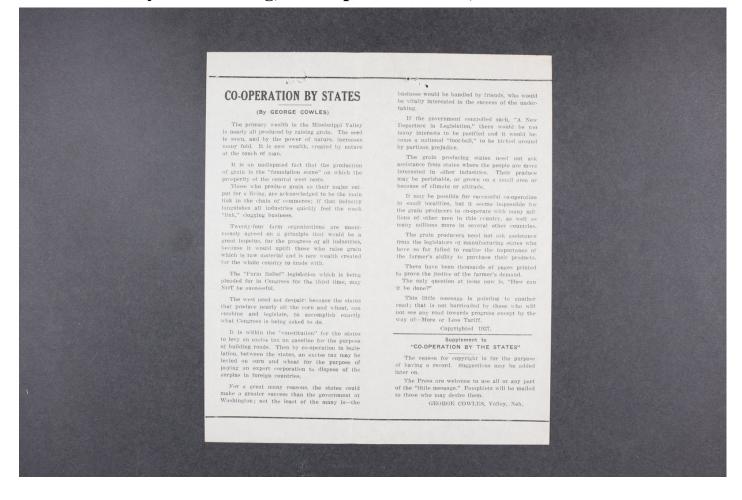














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ERIEF OUTLINE OF PLAN FOR AN ADEQUATE PAYING-POWER SYSTEM? NATION WIDE IN SCOPE, TO FURNISH PAYING-POWER IN ADEQUATE AMOUNTS AT MINIWUM COST FOR ITS USE, TO STIMULATE BUSINESS AND PROVIDE ADEQUATE EMPLOYMENT FOR ALL THE PEOPLE. (Form No.1, 1931) By J. W. House, New York, N.Y.

The following is a brief outline of a plan which has been devised for an Adequate Paying-Power System to operate, Nation wide in scope, in each country of the world which may see fit to utilize the Plan; for the purpose of furnishing Paying-Power, or money to farmers, city folks and others, in adequate amounts, on long time, for useful purposes, at not more than 1g interest per annum; and, at the same time, make it possible for money to have an adequate income-earning power for the owners of same.

After years of intensive study of economic and other conditions that affect the people's existence, the author of this plan has concluded that the two most important things the people need to stimulate business, is an adequate Paying-Power system and an adequate amount of money; and, that by having a unified Paying-Power System which would cover the whole country, by having a branch office in every city, and by members issuing checks and spending their money with members who would place both checks and money back in branch offices of the system again, it would be possible to turn the money over and over again an unlimited number of times annually; because money drawn out of the System by one member would be returned to the system by other members; thereby keeping both the checks and the money in the same System practically all the time. Therefore, it is estimated that a multitude of people could be accommodated with an adequate amount of Paying-Power, but only a small amount of money actually used. An adequate amount of money is one of the greatest needs of the present day. There is not enough money in existence to supply the individual needs of the people, and for business expansion. Each country of the world should be full of money to the Saturation Point.

The rapid and unlimited turn-over of the working fund of an Adequate Paying-Power System, suggested to be invested in safe and sound bonds, drawing perhaps 3% interest annually, made possible by the fact that both the money and checks will stay in the System, together with the anticipated great volume of business that will be done, because only 1% interest will be charged members for the use of Paying-Power, is one main feature of the plan that will make it possible for a Paying-Power System, in the aggregate, to have an adequate income and be abundantly self-supporting. It it is estimated that the income of the System will be so large it will not be necessary to charge more than 1% interest for the use of Paying-Power.

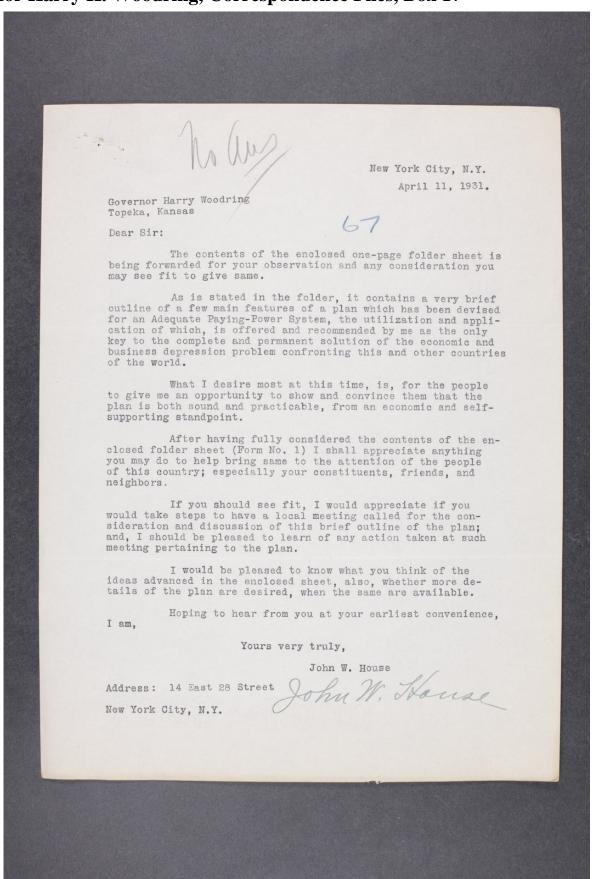
The present expense of paying high rates of interest on borrowed money invested, is one great factor that enters into the high cost of owning a farm or home; whereas, by the use of Paying-Power at lg interest, the cost of owning a farm or home would be very little. By the use of Paying-Power at the low rate of interest suggested in this Plan, Farmers could all soon own a farm and be able to put into practice scientific methods of farming, because the use of Paying-Power would cost so little. The term Paying-Power means the ability to pay. If carried out, this Plan would enable all working people to build or buy homes and save their rent because they would have such a small amount of interest to pay.

An Adequate Paying-Power System cannot become a reality of its own volition; therefore, the people of each respective nation or country, desiring to better their economic opportunities, will need to take steps to consider the Paying-Power Plan and create their own Paying-Power System, to put the Plan into effect. Each person will be doing himself a favor if he makes an untiring effort to learn everything about the main features of the Plan.

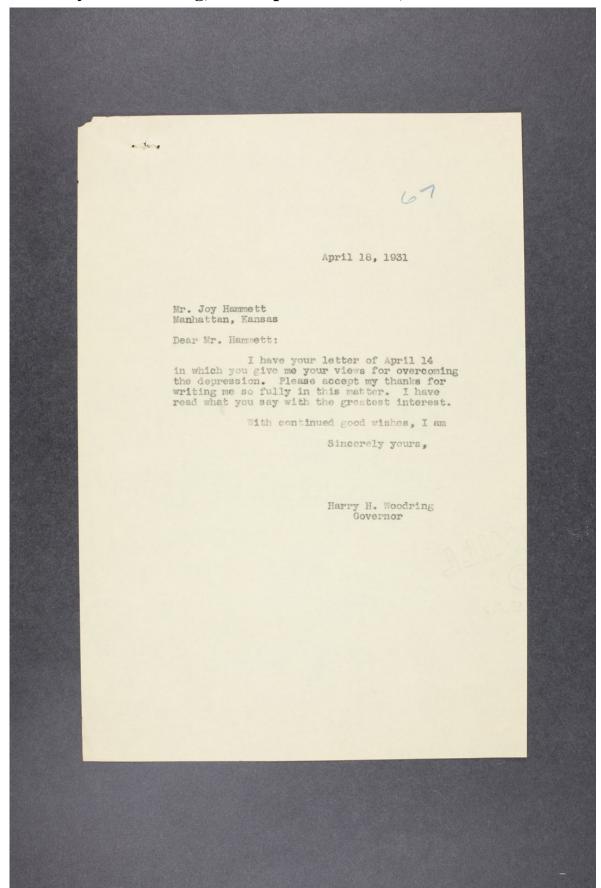
If you receive more than one of these folder sheets, please hand one to your neighbor or friend. Don't pronounce the Plan impracticable until you fully understand it. When printed in bookform, the Paying-Power Plan, together with questions and answers and other reading matter, may cover seventy-five or more pages. Organizations institutions and individual civizens of all communities are requested to hold local meetings for the consideration and discussion of the contents of this sheet.

The purpose of this folder is to let you know such a plan has been devised and to get you to consider the practicability and soundness of the Plan; also, its good effect in many ways, when put into operation. Any comments, or a written expression of what the reader thinks of the contents of this sheet will be appreciated.

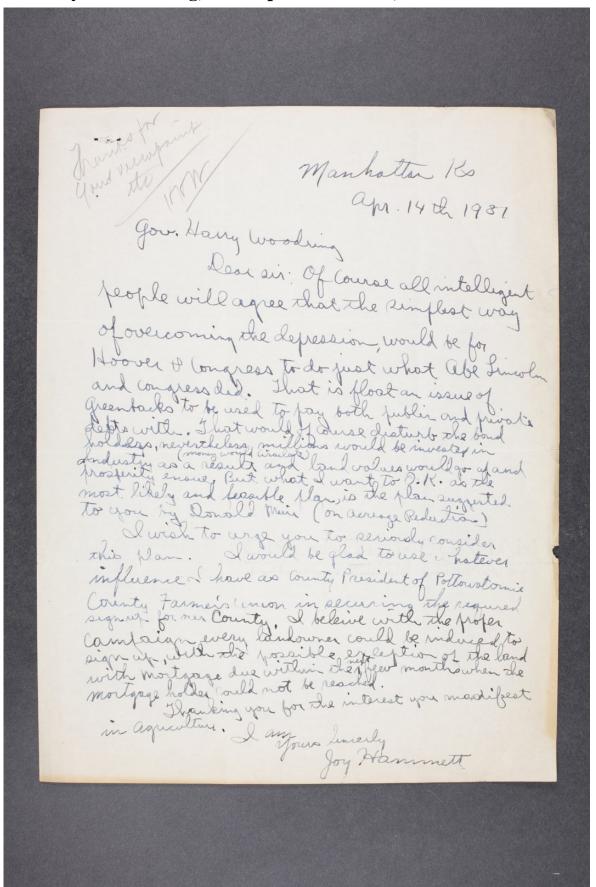














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Neodesha, Kansas April 27th, 1931. Dear Sir: We regret that recent developments in the gas market situatio brought about by the general depression, but particularly the recent price war in the cement market and the low price of fuel oil, necessitates our reducing the price of field gas to 6¢ per thousand if we are to centinue in these markets. The Monarch Cement Company of Humboldt, at whose plant we market about 75% of our gas, has notified us that their plant will close down May lst, for want of a market for their cement. They also notify us that they have an opportunity to participate in certain contracts of other cement companies, but that in order to do so they fill have to furnish the cement at such a low price that it becomes necessary to greatly reduce their fuel cost. In other words, if we reduce the price of gas to 12% at their plant, they have a good chance to make their deal. It must be obvious to the producer that we cannot sell at 12ϕ per thousand, pay 8ϕ per thousand in the field, and at the same time compress the gas twice. The Standard Oil Company of Kansas informed us in March that we would have to reduce our price to 10¢ per thousand if they continued to use any of our gas. We could not sell gas to the Standard at 10¢ per thousand and pay 8¢ in the field without sustaining a loss. We refused to reduce the price to 10¢ and the Standard cut off our gas. We call attention to the fact that three years ago The Mid West Gas Corporation took a reduction of price at the Standard Oil Company of Kansas from 15¢ to 125¢ per thousand cubic feet, and at the United Brick & Tile Company from 15¢ to 14¢ per thousand, but prior to this time the producer has not been asked to share any of this reduction If we are able to get the contemplated market at Humboldt, we will then only be able to operate our compressor station 60% to 70% capacity. Those who are familiar with the operation of such plants will realize that the cost of compression per thousand cubic feet increases as the amount of gas compressed decreases. It might be well to add here that the Monarch Cement Company nforms us that if we do not make this reduction in price, their plant will be closed down for at least three months, and possibly longer. At a field price of 6¢ per thousand, it is probable that we could get additional market at the Standard Oil Company of Kansas, enabling us to market more gas.

A new agreement covering the purchase of gas is enclosed herewith for your signature, the same to be returned to The Midwest Gas Corporation in the enclosed envelope.

There is no other course left open for us to take, except to reduce the field price of gas to 6%, which step we understand was taken sometime ago by all of our competitors in this field.

We urge you to sign and return this agreement at once, in order that we may not delay the Monarch Cement Company in making their proposed deal, and thereby jeopardize the market for all of us for the next six months or longer. They have stated that in order to enable them to conclude their proposed new cement deal it will be necessary for The Midwest Gas Corporation to give them an answer by May 2nd.

Yours very truly,

THE MIDWEST GAS CORPORATION

JBO:M



