

Hawaii Legislature Votes Seizure Of Struck Docks

CREDIT EASING PROVIDED

Federal Reserve Board's Order May Prove Boon To Government In Borrowing

WASHINGTON, Aug. 6.—(AP)—The government, which this week began borrowing to meet its expenses, may be the chief gainer from the newest "easy credit" move by the Federal Reserve board.

The board yesterday ordered a cut in reserve requirements—the proportion of deposits that banks may not lend—in order to make an extra \$1,800,000,000 available for loan or investment this month.

It was the third time this year the board has thus increased the supply of loan funds available, besides taking such other business-bracing steps as removal of consumer credit restrictions, and making it easier to buy stocks on credit.

Neither of the previous cuts in bank reserve requirements, the latest of them in early May, made even a dent in the record-making, \$2,750,000,000, 27-week-long drop in bank loans to business. That drop lasted until this past week.

As businessmen shied away from borrowing money for the purchase of goods they might get stuck with in a price decline, they sought other ways to invest their money. One result was heavy purchases of government securities from other investors.

Financial experts here think the same thing will occur this time, although business borrowing—having finally taken its first mild upturn—should continue to climb until November.

The government, on the other hand, is just getting started at borrowing to make up the gap between its income and its outgo—a gap that is expected to run to \$3,000,000,000 or more in the current fiscal year and already has put the government over \$1,500,000,000 in the red.

The fiscal year ends next June 30. In its first try at borrowing some "new money" on an issue of its 91-day bills, the treasury got by without having to boost the interest yield of about 1 percent a year. But the volume of bidding at acceptable prices was not too pleasing to officials.

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The Weather

Mostly cloudy with scattered showers today. Sunday fair, slightly warmer. Sunset today 7:29 p. m. Sunrise tomorrow 5:09 a. m.

Established 1873

ROSEBURG, OREGON—SATURDAY, AUG. 6, 1949

★ ★ 184-49

Hundreds Killed In Ecuadorean Earthquake

Dozen Towns Shattered In High Andes

Centuries-Old Cathedral Towers Included In Ruin; Red Cross Aid Readied

QUITO, Ecuador, Aug. 6.—(AP)—Rescue parties reported today that there was heavy loss of life in a series of sharp earthquakes that shattered at least a dozen populous mountain cities and towns yesterday afternoon.

In Washington, D. C., the Ecuadorian embassy said there were 300 dead.

Abato, a provincial capital of 50,000 population 35 miles south of Quito, was hardest hit. Scattered reports from other areas cut off by wrecked bridges and telephone lines indicated the death toll would rise.

Centuries-old cathedral towers were shaken down, a military barracks collapsed on conscripts and in one area a train derailed.

An eyewitness broadcasting Ambato said many of the dead were children who were studying their catechism in the cathedral when the quake knocked over the stone structure.

The Quito observatory said the earthquake's destruction was centered about 60 miles south of Quito, high in the Andes mountains.

President Lasso left for Ambato to take personal charge of rescue work. Troops were mobilized to give aid to put down looting that was reported going on in the ruins of stores and homes.

Thousands in the area were panic-stricken. Many spent the night out doors, fearing a recurrence of the earth tremors.

The governor of Chimborazo province reported numerous dead and many injured in the provincial capital, Riobamba. The city, with a population of 60,000 is 100 miles south of Quito.

The nearby town of Guano was reported almost destroyed with undetermined number of dead and injured.

A report from Guayaquil said one coach of a passenger train was overturned near Luisa.

A government announcement issued at Guayaquil said 40 persons, mostly soldiers, were killed when a military barracks fell.

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ROSES TO NOSES

Clothspin Of No Aid To L. A.

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First to use the giant clothspin was U. S. Weather Forecaster John Aldrich.

"No use," he gasped. "Still smells it."

Trailer Units In Roseburg Closing

Closing of the 41 units of Roseburg's trailer park now is in progress, reports H. L. Scofield, executive director of the Housing Authority of Douglas county.

The statute of limitations on emergency housing expired July 31. Scofield reports, and the Seattle field office of the Public Housing Administration has ordered that no more trailers be rented.

As soon as 10 units are empty they will be declared excess property and offered for sale. Former tenants will be given priority rights in buying the equipment.

The order, says Scofield, also affects the 40 units of Stop-Gap housing at Scottsburg at which place there were 10 vacancies on July 31. The Scottsburg cabins are to be offered for sale in the near future.

Purchasers of either Scottsburg cabins or Roseburg trailers will be required to remove the dwelling units from the property now occupied.

Eugene is also losing its public trailer park of 100 units under the PHA order, Scofield reports.

Four of the trailers at the Roseburg camp were empty July 31. No new applications for occupancy are being received.

Murder, Suicide Occur In Crime Prevention Bureau

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"Don't worry about me. I won't harm you. Contact me only when you are ready for divorce."

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The La Grande Drum and Bugle corps was named the top musical entry with Astoria and Ashland the runners-up. The Hillsboro auxiliary drill team was judged the top marching unit. The Coquille bagpipers and the Yamhill county majorettes were the runners-up.

Sanitary Dist. Boundaries To Be Established

Public Hearing Set For Aug. 31 By County Court On W. Roseburg Project

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The hearing will be held for the purpose of determining boundaries and setting the date for an election in the proposed district. Any objections to forming the district may also be voiced at that time.

Al Rowe, chairman of the unofficial West Roseburg Sanitary committee, said the proposed district would extend about 1 1/2 miles west of the city limits, between the South Umpqua river and the old Coos Bay Wagon road.

It is hoped that residents of the area will vote their approval of the district at the special election to be called, in order that plans may be formulated for the early construction of sewerage lines, Rowe said.

N. Roseburg Link Desired. He added that the district hopes to cooperate with the North Roseburg Sanitary district, which is planning the construction of a sewage treatment plant, pending a special bond election tentatively set for Aug. 23 to raise \$225,000.

The North Roseburg treatment plant would be located on either one of two sites—a tract located near the Masonic cemetery, for which the district holds an option to purchase, or preferably on the Roseburg Veterans hospital grounds.

The latter site has been offered by local Veterans administration officials. It is located about 800 yards below the veterans hospital bridge. If used, the proposed plant there would be constructed by the North Roseburg Sanitary.

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School Aid Wanted Only For "Auxiliary" Services; "Fair," Mrs. F. D. R. States

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"We are not asking for general support of religious schools," he said.

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"We do not think," he added, "it should be left to each state to decide for itself whether or not to distribute federal funds in a discriminatory way."

"And above all, we ask that Congress guarantee the use of federal funds for health and transportation to the 2,800,000 of America's children attending parochial schools, if they guarantee federal funds for health and transportation services to other American children attending public schools."

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VANCOUVER, B. C., Aug. 6.—(AP)—Two handkerchief-masked bandits today escaped with \$5,300 from the Dunbar street branch of the Bank of Nova Scotia. Both men were armed, but no shots were fired.

At gunpoint, they forced a cashier to hand over \$3,200 in cash and \$2,100 in traveler's cheques.

The bandits escaped in an automobile bearing Washington State license plates. Police said one man spoke with a "faint American accent."

The bandit team missed \$1,000 cash on the counter of the teller's cage.

It was the first bank holdup here since April 8 when handit Robert Harrison was killed by traffic officer Cecil Paul after robbing the Commercial Bank of Commerce.

The robbery today occurred half an hour after the early 9 a. m. opening of the bank.

Reasons for the accident have not been determined, according to County Coroner Thad Beatty who said that Allen's body was burned almost beyond identification and found between the demolished cab body and the truck trailer where he had either crawled or been thrown forty to fifty feet. Allen leaves three small daughters in Baker.

Fiery Crash Of Gasoline Tanker Kills Driver. BAKER, Aug. 6.—(AP)—Warren Roger Allen, 37, Baker, was killed early this morning when a gasoline tanker he was driving went off the road 19 miles from Baker, near Oxman, crashed into the railroad tracks and burned up.

Grants Pass Wins Legion '50 Meet. SALEM, Aug. 6.—(AP)—Sam M. Bove, Grants Pass, appeared today as the almost certain choice of the American Legion as the next state commander.

Bove, now vice-commander, is the only announced candidate for the position. The election will be later today.

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