

## Personal Income Tax Boosted

### RATE RAISED BY SENATE COMMITTEE

Finance Group Rejects Proposal For One Per Cent Sales Tax.

### TIDINGS DEMANDS HOOVER'S VIEWS

Maryland Democrat Asks For President's Position on the Prohibition Question.

WASHINGTON, May 5 (AP)—Income tax rates were raised today by the senate finance committee.

Normal rates of four per cent on the first \$4000 income and of 8 per cent on income over \$4000 were voted.

A surtax schedule was adopted, graduating up to a maximum of 55 per cent on income over \$1,000,000.

The vote for the higher schedules of income rates was 71 to 7.

The new normal rates are to be substituted for present brackets of 1 1/2 per cent on the first \$4000; 3 per cent on the second \$4000; 5 per cent on the income over \$8000.

The house voted a maximum surtax of 40 per cent. The senate committee previously rejected a proposal by Senator Reed, (R., Pennsylvania), for a general one per cent sales tax.

The senate today rejected a proposal for a year's suspension of military and naval armament construction.

The proposal was made by Senator Frazier, (R., N. D.), as a substitute for a bill to build the navy up to treaty limits.

DEMANDS HOOVER'S VIEWS  
WASHINGTON, May 5 (AP)—President Hoover was called upon in the senate today by Senator Tydings, (D., Md.) to state his views on prohibition before the tax bill is passed and it is too late to tax beer.

He said Secretary Hurley and Ernest Lee Jahncke, assistant secretary of the navy, had indicated President Hoover's position on the subject of wet or prohibition.

"No man in the country knows whether he is going to be for a continuation of this glorious experiment or advocate some change."

Fess, sitting at his desk reading, apparently paid no attention to Tydings.

Tydings said the finance committee was struggling to raise sufficient taxation "while bootleggers grow rich, while planning automobiles, radios, theatre admissions and gambling."

(Continued on Page Five)

### KILBY DENIED CARD LICENSE BY CITY DADS

A request by Jack Kilby for a card room and soft drinks license was denied on motion by the city commission last night when the board of city fathers voted 10-2 to deny the license.

The applicant is now serving a 10-day sentence in the city jail.

Other routine matters were attended to during the meeting including a motion authorizing payment of the April salaries, amounting to \$2288.63.

City Manager Angus McAllister announced that the street force has been busy the last week grading and repairing streets on the north side.

Cash on hand at the close of the week amounted to \$19,549.79, of which \$18,844.54 was in the First National bank.

### Trade Council Hears Warning On High Tariffs

Trend Assailed by Oregon Man - Japanese Issues Warning - Liberalization is Urged.

HONOLULU, May 5 (AP)—A warning that many nations might be compelled to close their doors to foreign trade, except for some raw materials, if the practice of increasing tariffs continues, was heard by the joint convention of the National and Pacific trade councils here Wednesday.

High tariffs were assailed as serious barriers to trade. The convention continued today.

Raymond Wilcox, president of Wilcox-Hays company of Portland, Ore., declared "the world has gone mad with tariffs."

K. Seko, representative of the Japan economic federation, issued the warning that increasing tariffs will close the doors of many nations.

Commercial and industrial representatives from the United States, Canada, Japan, China, the Philippines, Siam, Australia and New Zealand attended.

Liberalization of the tariffs of both the United States and Japan was urged by the publisher of the Honolulu, and M. Shibusawa, of the Tokyo chamber of commerce, pleaded for "elimination of all obstacles to trade in the world at large, but especially in the Pacific area."

"I have always believed in the protective tariff and the argument that it was necessary to sustain our standard of living," Wilcox said, "but to the extent that our present tariff law has brought about retaliation and thereby increased the barriers which the American producer must surmount to reach his market, it has reduced the return to the American producer and thereby lowered the standard of living."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

"This product," he said, "contributed two-thirds of every payroll dollar in the region and has received almost complete exemption from the Smoot-Hawley tariff. Thus we find our lumbermen together with representatives of other basic industries in Washington pleading for adequate protection in the revenue bill. In this connection, the tariff is a double-edged sword."

He cited the lumber industry in the Pacific Northwest as an example of the workings of "tariffs."

### MEANS TAKEN IN LINDBERGH KIDNAP CASE

Former Officer Accused of Obtaining \$100,000 From Mrs. McLean

WASHINGTON, May 5 (AP)—Gaston B. Means, was formally charged today with having embezzled \$100,000 given to him by Mrs. Evelyn Walsh McLean, wife of the publisher of the Washington Post, for payment of the kidnapers of the infant Lindbergh for return of the child.

He was charged with larceny after means, a former department of justice agent has served a term in the Atlanta penitentiary for accepting a bribe and for conspiracy to violate the Lindbergh law.

(Continued on Page Five)

### ORGAN NIGHT AN ENJOYABLE EVENT

Church Too Small to Hold Crowd - Concert Will Be Presented Tonight.

One of the most enjoyable events of Music week in La Grande was the organ night program presented last evening at the Presbyterian church. The church was too small to hold all who came to hear the concert, for every seat was filled before 8 o'clock.

The Triad choir has been reorganized for the concert which Mrs. A. L. Richardson will present tonight at 8 o'clock at the Presbyterian church.

The choir will make two appearances in "Venezia," by Kevin, and "The Seraphic Song," by Rubenstein-Gaines. The former is a cycle of four love poems describing a day in Venice.

"Morning in St. Mark's Square," a vivid description; "In a Gondola," the music of which resembles the rhythm of rowing; "Love Song" and "Paradise," the latter in a solemn mood. The entire production is of a high standard musically, and is given a correct delineation of mood by the orchestra.

The program is a religious piece, which has excellent shading up to the climax that comes in the middle when the organ plays "The Seraphic Song."

(Continued on Page Four)

### Fear And Alarm Prevail, Hoover

WASHINGTON, May 5 (AP)—In a surprise message to congress today, President Hoover said "fear and alarm prevail in the country" because of events in Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

The president demanded prompt enactment of the revenue bill and of economy legislation. This amount is included in the Washington which "greatly disturb the public mind."

### Open Road Bids On 91 Miles Of Work on May 18

Estimate Cost of New Projects \$700,000 - Twelve Counties in State Will Benefit.

SALEM, May 5 (AP)—The state highway commission, at its meeting in Portland Wednesday, May 18, will open bids on 91 miles of highway improvement at an estimated cost of \$700,000, the revised list of projects to be contracted for revealed.

The improvement also includes construction of improvements on bridges and the pavement of the tunnel on the Umpqua highway. Work will be done in 12 counties in the state. The larger projects include construction of the Santiam river bridge at Jefferson, and the widening of the Pacific highway north from Salem.

The commission announced the meeting would be held in the Multnomah hotel in Portland instead of at the county court house, as has been customary. More room will be available at the hotel. The meeting will also be held Wednesday.

Contracts to be awarded are: Grading and surfacing; Cook Curry Douglas and Josephine counties—Bituminous macadam project No. 11, involving the construction of 21 miles of bituminous macadam.

(Continued on Page Eight)

### Lumbermen Of West Pleased With New Duty

Portland, May 5 (AP)—Representative Pacific Northwest lumbermen and steamship interests agreed today that inclusion by the senate finance committee of a \$3 import duty on lumber is a "victory for the Northwest."

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

Charles E. Dant of Dant & Russell declared the move "is a victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

The duty has been a "victory for the Northwest," they said, because it is the best news the industry has had in many months. The committee agreed Tuesday to such a duty. The duty had been \$1 which the Northwest felt was inadequate.

### TO TRANSFER MASSIE FROM THE ISLANDS

Naval Personnel Involved in Honolulu Trial to Return to U. S.

SERVICE RECORDS ARE NOT MARRED

Civil Rights of All Four Affected, However - Movement For Pardon is Now Under Way.

WASHINGTON, May 5 (AP)—Rear Admiral Yates Stirling, commandant at Pearl Harbor, Hawaii, recommended to the navy department today the immediate transfer of the naval personnel involved in the slaying at Honolulu of Joseph Kahahawai.

Navy department officials indicated the bureau of navigation would issue orders to comply with the recommendation.

The navy men convicted were Lieutenant Thomas H. Massie, A. O. Jones and E. J. Lord, enlisted men.

It was considered likely that the three would leave Honolulu for San Francisco on the next available vessel.

By William H. Ewing  
HONOLULU, May 5 (AP)—Mrs. Granville Fortescue and three navy men convicted of manslaughter in the slaying of Joseph Kahahawai went free here yesterday after being sentenced to ten years imprisonment each and having their terms commuted to one hour by Governor Lawrence M. Judd.

By spending 60 minutes in the custody of the territorial high sheriff, the navy men from Hawaii, including Lieutenant Thomas H. Massie and the two enlisted men, Albert O. Jones and E. J. Lord, satisfied the law and brought an end to the case which had shaken Hawaii politically and socially.

Retain Naval Status  
At the same time the action saved the navy men from having their service records marred by imprisonment. Captain Ward Workman, Massie's commander, said federal action would have been necessary to clear their records had they actually been committed to prison, even for an hour.

Captain Ward Workman, Massie's commander, said federal action would have been necessary to clear their records had they actually been committed to prison, even for an hour.

The commutation, however, did not constitute a pardon and did not restore the four their civil rights. Attorney General Harry Hottel said the records would remain marred.

Move For Pardon Started  
Hottel said he had not determined whether to recommend a pardon.

(Continued on Page Five)

### REP. HOPE FOR WILSON FARM RELIEF PLAN

WASHINGTON, May 5 (AP)—The domestic allotment farm relief plan as presented in Washington by M. L. Wilson of the Montana state agricultural college, has in the opinion of Representative Hope of Kansas, some "great possibilities."

Hope, from the largest wheat state in the country, said today that an educational program to get the farmers and the public interested in the plan was necessary to interest congress.

The domestic allotment plan—differing from that sponsored by the farmers and organized agriculture back benefits back to the farmers. The farm board would direct its operation, but the administration would be local with farmers agreeing to cut their acreage when necessary.

"The plan," Hope said, "appeals to me more for wheat than for any other crop. Wheat farmers would receive \$12 an acre for 42 cents a bushel on top of the world price."

Although interest at present is centered locally on the May 20 primary elections, just 15 days in the future, another election of much interest to this district will take place on June 20.

On June 20 the annual school election will be held with the terms of two directors expiring. And indications are that a great deal of interest will develop in this year's school vote.

Chairman J. L. Ingle and W. C. Perkins are the two directors whose terms will expire.

(Continued on Page Four)

### DIKE OWNS DIKE MINE

REDDING, Cal. (AP)—William H. Dyke has been granted a patent by the federal government for the "Big Dyke mine," a dike lode—a great body of lowgrade ore at or near the surface.

TUSCALOOSA, Ala. (AP)—"Monk" DeBardelben, Alabama right-hander, who has several one-hit games to his credit, might be called superstitious by some. When hurling a game he always insists on his own jacket when his team is at bat. The number 14 and Monk think it's the luckiest there is.

## Japan Withdrawing Troops

### Garner Second To Roosevelt In List of Pledges

Victory in California Plus Texas Delegates Gives Speaker of House 90 Total.

By The Associated Press  
With clear-cut victory in California's presidential primary perched on his standard, Speaker John N. Garner of Texas today was counted back among the Democratic nomination possibilities.

His own state's assured 46 convention votes, plus the California 44 gave him second place in the running behind Franklin D. Roosevelt's 818. Behind him came J. Hamilton Lewis, 68; Alfred E. Smith, 46; James A. Reed, 36; William H. Murray, 25. Smith may pass the Garner mark, however.

Every prospect is for the nomination to depend upon a contest in the national convention at Chicago, though Roosevelt supporters are pushing for the favorite son votes of Illinois, Ohio, Virginia, and others, insisted that the California defeat meant was probably a sure sign of the nomination on the first ballot. Suggestion of a Roosevelt-Garner ticket came from Lewis, the Illinois favorite son.

Smith forces, not expectant of nomination for itself, expressed jubilation at the Roosevelt defeat, as a positive stopper of his runaway pre-convention race.

Of the votes not yet assigned, 186 delegates have been chosen but are in the doubtful class, and 446 remain to be selected, including the Texas pledged to Garner, who will be chosen in state convention May 24.

By Victor Haecker  
Associated Press Staff Writer  
ATLANTA, May 5 (AP)—Sacrifice Al Capone began a new life today as convict No. 40886 in the Atlanta federal penitentiary.

The Chicago gang leader was just one day out of the state after examinations to see where he would fit into the prison microcosm.

Capone stepped into the prison of late night and as far as the public was concerned he might have been stepping from the face of the earth for a period of about seven and a half years, long enough for even the notoriety of a Capone to become dim.

As Capone began serving his eleven-year sentence for income tax evasion his story became the story of all the other prisoners.

It starts with first call at 4:45 o'clock in the morning and ends with "lights out" at 9 p. m. It includes meals at about 22 cents per person, five days a week in the prison shops or at odd jobs, and possibly an evening's entertainment of moving pictures, boxing or amateur theatricals.

Capone checked in his flashy and expensive clothes and was given a uniform of cotton shirt, trousers and jacket, all grayish blue. He must submit to a prison haircut and remain in quarantine for three or four weeks.

He can expect an assignment at the end of that period either the laundry or the tailor shop, if he behaves himself and shows ability, he can look forward to a clerical job or work in the library with opportunities for study and reading.

ROOSEVELT ASKS COMPENSATION CUT  
Son of Former President Tells Hoover of "Vast, Legalized Racket."

WASHINGTON, May 5 (AP)—Archibald B. Roosevelt, son of the former president, presented to President Hoover today a letter asking him to take "open and determined action" to cut off compensations paid to veterans for disabilities not resulting from war service.

Roosevelt declared in a statement left with the president that "a vast legalized racket" has been foisted on the people, whereby one quarter of all the revenue received from the whole nation is being expended for the benefit of less than one per cent of the people.

He also presented the president a petition backed by the national economy committee. Roosevelt said Mr. Hoover would not be able to read it.

(Continued on Page Eight)

### CIRCUIT JUDGE HILL IS DEAD IN PORTLAND

PORTLAND, May 5 (AP)—Gale S. Hill, 55, circuit judge of Marion and Linn counties, died here last night from an illness of several days. He received his appointment Sept. 30, 1930 to the third Oregon judicial district. Before being appointed to the circuit bench he served eight years as prosecuting attorney of the same district.

Judge Hill lived in Albany and was a member of a pioneer family of that community. He was brought to Portland for treatment two weeks ago.

He was born in Albany, the son of Dr. and Mrs. J. L. Hill and was educated in the public schools of that city, later graduating from Albany college. He studied law with Weatherford & Wyatt, one of Albany's oldest legal firms, and was admitted to the bar in 1900.

Judge Hill was appointed to the circuit bench by Governor A. W. Norblad, filling the vacancy created by the advancement of Judge Percy R. Kelly to the supreme court.

### Hawley's Injuries Not Held Serious

PORTLAND, May 5 (AP)—A Washington, D. C. dispatch to the Journal and Observer today said that Judge Hawley will be in bed several days from injuries he suffered yesterday when he was knocked down by an automobile in front of the house building.

### ARMISTICE ISSUED IN CHINA TODAY

Puts an End to Hostilities Between China and Japan.

SHANGHAI, May 5 (AP)—Japanese military authorities announced tonight that they had ordered their troops to begin a withdrawal from the positions they now occupy into the international settlement and the adjacent areas.

It was the first step in carrying out an armistice signed this morning to put an end to the hostilities between China and Japan which have been going on in the Shanghai sector since January.

The armistice, a compromise arrangement which grew out of weeks of negotiations was signed by Japan's representatives in the hospital where they were recovering from wounds inflicted by an assassin last week. The Chinese spokesman signed at his home and the representatives of the neutral powers affixed their signatures at the British embassy.

The terms of the peace were not immediately made public, but an unofficial version indicated that it was a compromise bridging the differences which desecrated the peace parley for a month or more.

The Chinese were understood to have won their demand that Japanese troops retire from the vicinity of Hongkong and Wooning.

It appeared also that Japan had succeeded in avoiding a definite time limit for withdrawal of her troops. Her representatives refused to accept such a condition during all the negotiations. At the same time, however, it was understood that the remains would be buried within a week and would be completed within a month.

CLASH IN MANCHURIA  
HARBIN, Manchuria, May 5 (AP)—The clash between the Japanese and Chinese forces in Manchuria today was a week and a half of 800 Chinese today at Nantienmen, 10 miles from Harbin.

(Continued on Page Four)

### COMMITTEE TO VOTE FRIDAY ON CASH BONUS

WASHINGTON, May 5 (AP)—A vote on the proposed \$2,000,000,000 new-money redemption of the soldiers bonus today was delayed until Friday by the house ways and means committee.

Before the group were proposals for redeeming the veterans' certificates in \$2,000,000,000 of new money. This currency expansion plan was urged during three weeks of hearings by a group led by Representative Hiram Boren, (Ore.), and by Owen of Oklahoma, once chairman of the senate banking committee.

Representative Clegg, (Ga.) acting chairman of the group, and Representative Boren, the Democratic leader, headed the strong opposition to a new money issue which also has been denounced by President Hoover and leading financial spokesmen of the administration.

Clam Digger Dies In Winchester Bay  
MARSHFIELD, Ore., May 5 (AP)—Ralph Nicholas, 67, of Winchester Bay, lost his life near Gardner Wednesday when he attempted to swim to his rowboat which had drifted into the bay.

He was with Jack Mann, 19, were digging clam on an island in the bay when their boat drifted away. Nicholas plunged into the water to recover it but drowned. The boat later drifted ashore and Mann rowed to the coast guard station for help.

### Perform Operation On McDonald's Eye

LONDON, May 5 (AP)—Official announcement was made this evening that a successful operation had been performed on Prime Minister Ramsay MacDonald's eye.

Judge Robert W. Steele ignored