

MALHEUR CANYON BRINGS \$300,000

Hill Said to Have Received This Sum From Harriman Interests.

PROJECT IS NOT GIVEN UP

William J. Hanley, of Burns, Close Friend of Empire-Builders, Has Confidence Hill Will Continue Plan to Develop Oregon.

That James J. Hill received \$300,000 cash for the sale of his right-of-way in Malheur Canyon to the Harriman interests and that it is still his intention to build a line East across the state is the opinion of William J. Hanley, of Burns, Or., who, with his wife, is at the Hotel Portland.

"James J. Hill," said Mr. Hanley, "does not believe that the monopoly of canyons will control the railway situation in Oregon. That is self-evident or he would not have sold the command of this route through Malheur Canyon. He controlled the situation, but came to the conclusion that he did not need it in his plans. The Harriman people did it. It was the only route by which they could go to Odell from Ontario. It was absolutely necessary as long as they fixed the terminal at Odell. Evidently Mr. Hill discerned this and sold his rights with that end in view."

"I don't believe Mr. Hill ever wanted the canyon, but yet he intends to go south and east. The Malheur Canyon starts at the lower end of Harney Valley and continues for 150 miles to Ontario. It is narrow, with high cliffs and there are few open valleys. The Harriman people could not have gone up the valley without the use of the Hill right-of-way. From Junction City to Riverside the canyon is rough and valueless for ordinary pursuits. From Junction City to Vale three-fourths of the property in the canyon is owned by Hill. It was this that Hill had within his grasp."

"The route of the Harriman people through this canyon to Odell, the proposed terminal, does not go with high cliffs and there are few open valleys. The Harriman people could not have gone up the valley without the use of the Hill right-of-way. From Junction City to Riverside the canyon is rough and valueless for ordinary pursuits. From Junction City to Vale three-fourths of the property in the canyon is owned by Hill. It was this that Hill had within his grasp."

"What did Mr. Hill get for the rights he had in the canyon?" was asked. "I know but do not care to say," said Mr. Hanley, "but this can be said that he got the market value. What it was worth as a strategic point."

"At what figure do you regard its market value?" was asked. "About \$300,000," said Mr. Hanley. "Do you think that Hill has given up his intention of going across the state?"

"Certainly not. I am sure that he has not. He is going South and East, and he wants to go straight East. That is the reason that he sold the canyon. You know the canyon runs north and east, north most the way. The Hill system is going to develop Oregon. That is a positive certainty. Every body about the head office from Mr. Hill down talks of it. They know the value of the country. They want to get into it."

Few men in the state have held closer relations with the Empire Builders than Mr. Hanley. His acquaintance with Malheur canyon began 30 years ago when he came to Harney County. It was through Mr. Hanley's efforts that the rights both of the Harriman and the Hill interests were obtained. It was his work that delivered to the state the Malheur Canyon, and he has been the various pieces of land which gave them control of the situation.

WORK STARTS ON PROJECT

West Side Extension of Umatilla to Be Completed.

HERMISTON, Or., Jan. 13.—(Special.)—The local Reclamation Service has received orders to prepare camp and other equipment for work on the west side extension of the Umatilla project. The equipment now being put in readiness for use within the next few days is for two camps of about 20 men each. Headquarters will remain at Hermiston and the two field forces will camp about three miles from this city, one at the site of the dam and the other directly west of here.

The work at this time will consist of preliminary surveys on the dam and extension as a whole and the making of contour maps preparatory to laying out the main canals and laterals.

PET BIRD SAFE; HE DIES

Veteran Railroader Turns On Gas After Removing Canary.

SAN FRANCISCO, Jan. 13.—Because his pay as flagman in the employ of the Southern Pacific Company was reduced from \$60 to \$45 a month, Chris Olsen turned on the gas at his home in Berkeley tonight. He was found dead by his wife when she returned from an errand.

Mrs. Olsen said her husband had been in the company's employ for 27 years and was heartbroken when he learned he was being discharged.

He had carefully removed a pet canary from the room where he lay down for his last sleep.

RIGHT TO FORTIFY EXISTS

German Paper Says International Law Allows Defense of Canal.

HERLIN, Jan. 13.—Dealing with the question of the fortification of the Panama Canal by the United States Government, the Morgen Post in an editorial says the United States undoubtedly is entitled to fortify under existing international law and that fortification is imperative, because the canal would inevitably be the chief object of attack in the event of war.

FOREIGN FLEETS INVITED

Virginians Propose Rendezvous at Hampton Roads for Panama Fair.

WASHINGTON, Jan. 13.—The Virginians delegation in Congress plans to have the naval fleet of the world rendezvous at Hampton Roads in 1915.

whether the Panama Canal Exposition is held in New Orleans or San Francisco.

Senator Swannsen today introduced, as an amendment to the Panama Canal Exposition Bill that may be passed, a provision directing the President to invite foreign governments to make Hampton Roads a rendezvous as a part of their participation in such celebration as may be had.

Representative Kahn, of California, has introduced a bill relating to authorizing the President to hold naval reviews in both San Francisco Bay and Hampton Roads.

The Swannsen amendment contemplates having the President welcome the representatives of foreign fleets in Washington and then review the fleets in Hampton Roads before they leave on their voyage to the exposition city. The New Orleans Exposition boosters have agreed to accept such an amendment.

Representative Bell, of California, and Rev. P. J. McQuade, of San Francisco, argued before the House committee on expositions today in favor of San Francisco for the exposition. Father McQuade spoke in reply to Archbishop Blenk, of New Orleans, who had spoken in behalf of New Orleans.

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DEPUTY IS HEARD

Bailey Accused of Falsifying Expense Bills.

OTHERS WILL BE CALLED

Grand Jury Told Food Commissioner

Charged State for Trips to Own

Farm; Also for Supplies

Never Purchased.

According to evidence given yesterday before the grand jury by R. V. Williamson, ex-chief of the Dairy Commissioner's office, there were glaring irregularities in the books kept by J. W. Bailey, State Dairy and Food Commissioner. Evidence was given by Williamson which virtually accused Bailey of using state funds for his private ends by increasing expense accounts of the office.

Mr. Williamson investigated the records at the State Capital when on his way to Portland to testify before the grand jury. He said that in 1910 Bailey made eight trips for the ostensible purpose of looking after business of the office, but instead of visiting dairies Bailey went directly to his farm near Eugene on all the trips except two. The records show that the state paid for all of these trips, said Mr. Williamson.

Overcharge Is Alleged.

In the purchase of supplies for chemical tests, the witness said, Bailey overcharged the state from two to five times the amounts actually paid for the articles in fact as the legal points involved are concerned.

"All accounts are charged to Bailey's expense account of \$1200 a year," said Mr. Williamson. "I always turned in a written itemized statement of supplies purchased and Bailey paid me in cash. Before turning the statements in to the Secretary of State he rewrote them, added articles I had not bought and increased the items. The records in Bailey's office are badly jumbled and it is almost impossible to make head or tail of them."

Paul V. Maris, former chief deputy, has already appeared before the grand jury and given damaging testimony against Bailey. Maris was out of the city yesterday and it is expected that he returns today he will be summoned before the jury again.

New Evidence Reported.

Three of the former members of Bailey's office staff have now testified before the grand jury and all have declared that Bailey has used the office to further his private interests and that the work of the department has been greatly neglected and handicapped the past two years through Bailey's methods. It is expected that the testimony of the three will be given in Bailey's office, will also be called before the grand jury.

A preliminary report has been made by the jury, but no new evidence is being discovered, it is expected that the investigation will not close for several days. The body has not as yet visited Bailey's office, but a direct examination of the records there.

POLICEMAN WEDS HEIRESS

Stopping of Runaway Earns Him \$10,000,000 Bride.

NEW YORK, Jan. 13.—Announcement is made here of the marriage of Miss Goula P. Morosini, daughter of the late Giovanni Morosini, a multimillionaire banker, to Arthur Warner, the bridegroom a few months ago was a New York traffic policeman whose beat included the Harlem district. Tuesday morning, he espied a runaway team that was being driven by Miss Morosini. Warner stopped the horses at the risk of his life, but in the meantime disappeared before his identity was learned. Her father, wishing to show gratitude to the man who had saved his daughter from death, sent to the Speedway police station the next day with Miss Morosini, who picked out Warner from among the platoon of mounted men.

A short time after the runaway Warner received an invitation to call at the Morosini home. The acquaintance thus formed progressed rapidly and the engagement was announced a few days ago. Miss Morosini was the chief justice under her father's will, receiving an estate estimated at \$10,000,000.

FORMER HOME REVISITED

E. S. Benson, Once O. R. & N. Auditor, Returns to Portland.

E. S. Benson, formerly auditor for the O. R. & N. and the Southern Pacific Company in Portland, and now holding high offices with several Eastern railroads, arrived in Portland on a private car of the Chicago & Alton system last night and will remain here a few days on business.

Mr. Benson will be entertained at the home of Theodore B. Wilcox today and will also be the guest of members of the Arlington Club while here. He has numerous friends in Portland who will assist in entertaining him.

He left Portland in 1894 and since then has gained much prominence in the railroad world. His value to the roads with which he has been connected lies in his ability as an accountant and as a master of finance.

At present he is controller for the Toledo, St. Louis & Western Railroad Company and the Chicago & Alton Railroad Company and consulting accountant for the Interborough-Metropolitan Company.

ENGINE'S PLUNGE KILLS 2

Great Northern Mogul Dashes Into Frozen River.

SPOKANE, Wash., Jan. 13.—Running "light" at a high rate of speed, Great Northern engine No. 1012, bound west from Spokane to the Rockies, left the track four miles east of Priest River, Idaho, this morning, and plunging over a 25-foot embankment, crashed through the ice into the waters of the Pend Oreille River. Engineer W. F. Zumwalt and Fireman Don J. Kierler were warned in time to jump and both met death. The engine was coupled behind engine No. 1447, in charge of Engineer J. G. Wyatt.

The leading engine remained on the rails. A rate of speed too high for light engines is declared by officials to have been the probable cause of the accident.

SUBURBAN COUNT SHOWN

(Continued From First Page.)

The state's total increase of 259,225 in the last decade. Portland's increase was \$1.5 per cent of the total increase

of these cities, and 34 per cent of the state's total.

Medford Leads in Percentage.

Statistics show seven cities of more than 5000, an increase of four since 1900. Most of them showed large increases. Medford heads the list with 392.5 per cent; Eugene with 178.3 per cent; Portland with 129.2 per cent, and Astoria with 99.5 per cent. None of the cities showed a loss.

In Utah there are only four cities having a population in excess of 5000. They contributed 55.1 per cent of the state's total increase of 95,607. Their increase was 65.4 per cent over the population of 1900. Their per cent of increase was: Salt Lake City 73.3, Ogden 56.8, Provo, 44.3, and Logan 35.2.

Nevada has only one city of more than 5000 population. It is Reno, which increased 141.4 per cent in the decade. The following figures were given out today.

City	1910	1900
St. Cloud, Minn.	10,900	7800
Reno, Nev.	10,867	4500
Logan, Utah	7,322	5431
Provo, Utah	6,925	6182

ANGRY HUSBAND SHOTS

VICTIM OF BARBER'S BULLET IN SERIOUS CONDITION.

Thomas Stack Ignores Warning to Avoid Mrs. Demoplos—Assailant Makes His Escape.

Attention said to have been bestowed upon his wife, despite repeated warnings to remain away from her, caused James Demoplos, a Greek barber, employed at 238 Burnside street, to shoot and perhaps fatally wound Thomas Stack, a bartender, last night at 8:30 at the Empress Hotel, Sixth and Stark streets, as he was leaving the woman's room. Stack was shot in the left side of the neck and suffered a great loss of blood. He was removed to St. Vincent's Hospital, where he was still unconscious late last night and in a precarious condition.

Demoplos fired three times at the bartender, who was drunk, according to the story told the officers by Mrs. Demoplos. Demoplos stood on the stairs and shot upward at Stack, one of the bullets striking his mark. The other two lodged in the walls.

Mrs. Demoplos last summer left her husband and lived with Stack. Demoplos had the twin arrested and after a settlement of the case he and his wife again were united and have lived together ever since. Mrs. Demoplos is the housekeeper of the Empress Hotel.

After the shooting Demoplos ran north on Sixth street, with several men in pursuit. He turned down Oak street to Fourth and then to Pine street, whence he got to Second street. Turning down Sixth street he entered a saloon and dodged into the rear entrance to a saloon and was there lost to view of his pursuers. He had not been caught late last night.

Friends of Demoplos said that he had often warned Stack of the consequences of attentions to Mrs. Demoplos. Until last night Mrs. Demoplos had not been Stack for several months, she said. She was formerly May Gates and was married to Demoplos about two years ago.

Stack had been employed as bartender at the Steamship saloon, on North Third street, the past seven months, and lives at Tenth and Flinders streets. He is 32 years old, single and a native of Ireland. He was employed by the Police Department, is his brother-in-law.

Stack's wound was dressed by City Physician Ziegler. Mrs. Demoplos was held as a witness. She is 31 years old.

GARAGE PROPRIETOR GONE

Hat, Bearing His Name, Is Found Near Tacoma Schoolhouse.

TACOMA, Wash., Jan. 13.—(Special.)—N. A. Brown, proprietor of the Electric garage, has mysteriously disappeared. He left his garage Thursday night about 11 o'clock to go home, stopping first to cash a \$10 check at a drugstore. That was the last seen of him.

Today his hat with his name inside of it was found at the Emerson School corner, a block from the garage. Mrs. Brown fears her husband has met with foul play.

No reason for his voluntarily leaving can be found by the police. He was negotiating for the sale of his garage.

Physical Director Resigns.

UNIVERSITY OF WASHINGTON, Seattle, Jan. 13.—(Special.)—Dr. David C. Morrell, physical director at the University of Washington, today tendered his resignation to Graduate Manager Victor Zednick as track coach for the forthcoming season. It will take effect at once.

Soldiers Operate Laundry.

VANCOUVER BARRACKS, Wash., Jan. 13.—(Special.)—A laundry, operated for the benefit of the men in this post, and supervised by the post surgeon for sanitary reasons, has been installed and is giving great satisfaction. To replace the laundry would cost about \$15,000.

Glatsop Tax Levy Fixed.

ASTORIA, Or., Jan. 13.—(Special.)—The County Court at this afternoon's session fixed the tax levy on the 1910 rolls at 194 mills, segregated as follows: County and state, 137 mills; schools, 23 mills; Port of Astoria, 34 mills.

Woodland Cold Is Intense.

WOODLAND, Wash., Jan. 13.—(Special.)—Last night and today have been the coldest of the season in this section. The thermometer registered eight below freezing at 6 o'clock this morning.

Northwestern People in New York.

NEW YORK, Jan. 13.—(Special.)—Northwestern travelers registered here include: Portland—J. A. Dougherty, at the Holland; E. H. Willis, Mrs. E. H. Willis, at the Cumberland; Mrs. R. P. Knight, at the Grand; F. N. Gilbert, Mrs. F. N.

OLD COMMON SENSE

Change Food When You Feel Out of Sorts.

"A great deal depends upon yourself and the kind of food you eat," the wise old doctor said to a man who came to him sick with stomach trouble and sick headache once or twice a week, and who had been taking pills and different medicines for three or four years.

He was induced to stop eating any sort of fried food or meat for breakfast, and was put on Grape-Nuts and cream, leaving off all medicines.

In a few days he began to get better, and now he has entirely recovered and writes that he is in better health than he has been before in twenty years. This man is 58 years old and as he feels "like a new man all the time."

Read "The Road to Wellville," in pkgs. "There's a Reason."

Ever read the above letter? A new

appears in the market. They are genuine, true, and full of human interest.

For the Good of the Family

BUILD your home on the West Side, on the gentle sloping hillsides from which you will have a magnificent view of the surrounding country, the snow-capped mountains and the rivers. You can purchase a lot on the West Side with all these advantages for the same price you would pay for level ground, without the view, on the East Side. To reach your home in the beautiful location on the West Side to which we refer you have but a 12 to 15-minute car ride. No guess work on this time. It is the established running time. No bridges to cross, a short ride, and a home site to be proud of is the lot of those who purchase in

Burlingame

WITHIN a 15-minute ride south from Front and Madison streets station on the Oregon Electric are located the magnificent hills which are to be the site of Portland's choicest residence section. These hills are named Burlingame. Burlingame will be THE SELECT portion of the City of Portland. Second to no other. As in any other instance, the time to buy is in the beginning—NOW—while prices are the lowest they ever will be. Lots from \$750 to \$1000, 10 per cent down and 2 per cent per month. We have a large corps of intelligent salesmen. At any time convenient to you one of them will go with you to the property. You will not be asked to buy. Burlingame must sell itself. Go to the property alone if you care to. Take car at Front and Jefferson. Get off at Fulton Station. Five-cent fare. Or phone the office, A 4747 or Marshall 980, and make appointment, or call at the office, Madison building, Third and Madison.

The West Side Company

PACIFIC DEFEATS IDAHO

ORATORS CARRY OFF HONORS IN DUAL DEBATE.

Idaho Loses in Supporting Negative at Forest Grove—School Adds to Victories.

PACIFIC UNIVERSITY, Forest Grove, Or., Jan. 13.—(Special.)—Pacific University tonight defeated the University of Idaho in a dual debate, being victorious at Forest Grove and Moscow. At both places Pacific's team won a two-to-one decision.