



12 BANK RESERVE CITIES DESIGNATED

San Francisco Head of Coast District.

NORTHWEST BADE TO HOPE

Committee Intimates Relief Will Follow Growth.

PAYMENTS SOON TO BEGIN

President Says No Immediate Announcement of Appointment of Five Members of Federal Board is Expected.

HOW RESERVE BANK ORDER AFFECTS PACIFIC COAST.

Only city west of Rocky Mountains to have reserve bank is San Francisco. District, known as No. 12, comprises California, Washington, Oregon, Idaho, Nevada, Utah and all but five counties of Arizona. Capital of reserve bank of district, \$8,115,524. Number of National banks, 514. Branch reserve banks authorized under law are to be established by Federal reserve board, yet to be appointed.

WASHINGTON, April 2.—After three months of consideration the reserve bank tonight announced it had divided the continental United States into 12 banking districts and selected 12 cities where Federal reserve banks are to be located under the new currency law. This was the first decisive step toward the establishment of the new system. The bank with the greatest capital, \$13,251,925, will be situated at Chicago. New York State will be a district by itself, with its bank in New York City. This bank will have a capital of \$10,687,616.

Pacific Coast Has Single Bank.

The only reserve bank assigned to the Pacific Coast is at San Francisco. It will serve six states and part of Nevada, and will include 514 National banks. The population of this district, which is designated as the twelfth, is 5,289,303. It covers 603,658 square miles. The reserve bank's capital will be \$8,115,524. The states included are California, Oregon, Washington, Idaho, Nevada, Utah and part of Arizona.

The organization committee was not authorized by law to provide for branch banks of the Federal reserve banks, but the act states that such banks shall be established. This task will be left to the supervision of the Federal reserve board yet to be appointed by President Wilson.

Coast May Get Another Later.

The organization committee in its announcement called attention to the fact that under the requirements of the act it could not find grounds for the establishment of more than one bank on the Pacific Coast, but held out the hope that in the near future another bank would be authorized by Congress and located elsewhere in this great section. It said in this connection:

"The committee was impressed with the idea that growth and development of the States of Idaho, Washington and Oregon, but on the basis of the 6 per cent of the national bank surplus of National banks and state banks and trust companies which have applied for membership, that section could not provide the \$4,000,000 minimum capital stock required by the law. With the continued growth of that region, it is reasonable to expect that in a few years the capital and surplus of its member banks will be sufficient to justify the creation of an additional Federal reserve district, at which time application may be made to Congress for a grant of the necessary authority."

Banks Now to Be Notified.

The next step to be taken by the organization committee will be the notification to banks entering the system of the plans for the districts. Within ten days of the time such notice is received by banks each must, under the law, begin the payment for its stock in the reserve bank in its district. Each bank must subscribe 6 per cent of its combined capital and surplus and its capitalization announced for each district is based on this 6 per cent subscription.

The payment of subscriptions by banks will be spread over many months, but in the meantime President Wilson is expected to announce the five members of the Federal Reserve Board. The President said today that owing to the fact that the process of organization will take some time, no immediate announcement will be made.

In reaching its decision the committee pointed out that it visited 18 cities, listened to arguments from representatives of 200 cities and selected the list from among 37 which sought reserve banks.

Independent investigations were conducted by the Treasury Department and the preference of every one of the 7475 National member banks to be asked.

Many Factors Considered.

The committee took into consideration the following factors: Ability of member banks within a district to furnish the necessary \$4,000,000 capital for the bank; the mercantile industrial and financial connection in each district.

SUBJECT ACTS ON HIS KING'S ADVICE

GOVERNOR'S OPINION OF LAND PROJECT DISREGARDED.

William Foss Then Finds His Oregon Lands Thirsty for Water, Which Executive Delays.

SALEM, Or., April 2.—(Special.)—Governor Oswald West versus Prince Charles of Denmark, the King of Norway.

These rulers are at variance regarding the success of the Deschutes Land Company's project in Crook and Klamath counties. Whether the House of Haakon or the House of West is right remains to be seen. William Foss, who has 200 acres under the project, and who has spent considerable money improving it, recently wrote Governor West that the project affairs were not proceeding satisfactorily. He criticized the work of J. E. Morrison, president of the company, upon whom Governor West has waged bitter war.

The letter was used by the Governor in an effort to prove his contention that the company had not lived up to its promises.

Friends of Mr. Morrison used it to prove that settlers had suffered because of the Governor having delayed the irrigation work by tying the project up in the courts.

Mr. Foss, however, before going to La Pine and improving the land, had made considerable money in Portland. He did not propose to take a chance in investing it without asking the opinions of his former sovereign, the King of Norway. So he wrote the King and asked him what he thought about it. The King replied that America was a great country, Oregon was a great state, and that Mr. Foss could rely upon getting a square deal here. Despite the delay in the work, Mr. Foss is making more improvements. He says the mountains surrounding his home remind him of his native land.

WILSON'S PLAN UNCHANGED

President Expects Congress to Adjourn by July 1.

WASHINGTON, April 2.—When asked today whether the lengthy consideration of the tolls question would necessitate a curtailment of the legislative program so as to secure an early adjournment, President Wilson said no change in the Administration's plans as outlined early in the session was contemplated.

The President said he believed Congress would dispose of its business, including the tolls and trust question, by the middle of June or the first of July.

Administration leaders had fixed on June 1 as a goal for adjournment, but it is generally admitted the session will extend beyond that date.

CONVICTS TO BE EDUCATED

Kansas Would Give Prisoners College Training by Correspondence.

LAWRENCE, Kan., April 2.—A college education by correspondence for every prisoner in the State Penitentiary will be possible if a plan announced today by Frank Strong, chancellor of the University of Kansas, is adopted by the board of administration.

Chancellor Strong would have the privileges of the extension division of the university, including vocational training by correspondence, offered to the prisoners at the expense of the state.

IRISH GIANT 10 FEET TALL

Preceltic Skull Measures 18 Inches From Crown of Head to Chin.

LONDON, April 2.—According to a despatch published here today, the skeleton of a person who had been apparently 10 feet in height has been found at Dysart, County Louth, Ireland. The skeleton was unearthed together with that of two others supposed to have been buried in prehistoric times.

The three persons had been interred in square graves, all incased with stones. The skull of the giant measured 18 inches from crown of the head to the chin.

PET ANTS CAUSE FURORE

Insects Subject of Legal Perplexities Escape, but Are Recaptured.

WASHINGTON, April 2.—Mrs. Charles W. Morse's pet ants, already the subject of many complexities, escaped today in the Department of Agriculture and threw the entomological office into an uproar. After an hour's pursuit they were recaptured and placed in a jar labeled "explosives."

The legal officers of the department are trying to decide whether they must be returned to the banker's wife or expelled from the country as pests.

MAJOR GALLAGHER SHIFTED

Quartermaster at Seattle Will Go to Philippine Islands.

SEATTLE, Wash., April 2.—(Special.)—Major Hugh J. Gallagher, in charge of the United States quartermasters' depot in Seattle, has been transferred to duty in the Philippines. He will start for the islands July 5.

He will be succeeded by Colonel George B. Davis, Department Quartermaster at Boston. Major Gallagher has been stationed in Seattle the last six years and has held his present office 18 months.

TORREON IS TAKEN BY VILLA'S FORCES

Many Prisoners Captured, More Pursued.

VICTORY COMES IN CANYON

Barracks Fall, Barbed Wire Entanglements Stormed.

REBEL LOSS IS HEAVY

Bugle Announcing Triumphant Outcome of Bloody Campaign Blown First at Juarez, as Compilment to Carranza.

JUAREZ, Mex., April 2.—Torreón fell completely into the hands of the rebels at 10:20 o'clock tonight, according to announcement made here tonight by General Venustiano Carranza.

The news was first announced to the world when the bugler in front of Carranza's residence blew the staccato notes of victory. The paean, Carranza said, was sounded even before it was heard in Torreón, Villa delaying out of compliment to his chief.

Fleeing Prisoners Pursued.

The meager bulletins, excitedly announcing victory after the bloodiest series of battles known to modern Mexico, said that Villa captured a large number of prisoners and that the fleeing remnant was being pursued.

Whether Velasco, the federal commander, was captured was not told. There was heavy fighting today, it is said, and the end came when, after capturing the three remaining barracks held in the city by the federales, the rebels stormed the trenches and barbed wire entanglements of Canyon del Guachaje.

Troops in Canyon Thought Escaped.

The prisoners captured are believed to have been the defenders of the barracks, while the troops in the canyon, which forms an egress from the hill-city, were able to escape.

The campaign against the federal stronghold of Torreón, the main object of the rebel campaign, began suddenly two weeks ago after Villa had spent months in making the most careful preparations.

The rebel loss in the campaign is said to be well over 2000 in killed and wounded. Trains loaded with the wounded have been arriving daily at Chihuahua for the last week.

Army Worked in Shifts.

The rebel commander moved with a rapidity hitherto unknown in Mexican warfare. He worked his men in shifts, and as one shift became exhausted he sent fresh hosts against the enemy.

Several small towns of lesser importance in a military sense fell first: Mapimi, Nore and Sacramento, where a bloody battle was fought. This opened a path for the main attack. Next came

(Concluded on Page 2.)

INDEX OF TODAY'S NEWS

The Weather. YESTERDAY'S—Maximum temperature, 65 degrees; minimum, 53 degrees. TODAY'S—Showers; southerly winds.

Foreign. Contending armies at Torreón exhausted. Page 2. Blizzard deals death to crew in sealing Arctic. Page 2. Fall of Torreón announced in Juarez. Page 1.

National. Twelve bank reserve cities designated. Page 1. Administration adopts no compromise policy toward canal tolls. Page 2. John Lind coming home on vacation. Page 2. President Rea, of Pennsylvania system, argues for higher rates. Page 2. Methodist conference cheers endorsement of revivalist. Page 2.

Domestic. San Francisco "top" scores court for freeing woman he arrested. Page 1. Minister says Billy Sunday "delivers the goods." Page 2. Historic records destroyed by fire at St. Augustine. Page 2.

Sports. Coast League results: Sacramento 7, Portland 3; Venice 8, San Francisco 1; Los Angeles 7, Oakland 6. Page 6. Towhee's city championship card fitting citizen to season's booting. Page 7. Federal League leaders see victory which ever may Killifer decision goes. Page 7. Superbas defeat Frank Chance's men, 4 to 2, in Major League ball opening by exhibition game. Page 6.

Pacific Northwest. Governor West helms King of Norway's praise of Americans. Page 1. More candidates file general elections. Page 5. J. H. O'Neill made general superintendent of Great Northern. Page 20. Pastor on stand in divorce suit charges wife forced him to speculate. Page 3.

Commercial and Marine. Wool-buying operations transferred to East. West firm at Chicago on reports of appearance of insect pests. Page 21. Stock market responds readily to improved buying. Page 21. Bear's trip northward is speedy. Page 16.

Portland and Vicinity. Street market proposal under consideration by City Commission. Page 13. Ex-deputy, accused of graft, is cleared by order of Judge McGinn. Page 13. Contractors announce that railroad work will need every idle man in Northwest. Page 1.

Progressive business men give Mayor Gill rousing reception. Page 14. Weather report, forecast and data. Page 21. Citizens proposed as legislative timber hear call of duty. Page 1.

KERMIT ABIDES BY LAW

Spanish Marriage Statutes Reveal Birth of Next Roosevelt to Wed.

HEMPSTEAD, N. Y., April 2.—(Special.)—In order to conform to Spanish marriage laws, a copy of the birth certificate of Kermit, son of Colonel Roosevelt, who is now in South America with his father, was mailed to Madrid, Spain, today by Town Clerk Charles Weeks of Oyster Bay Township.

Kermit Roosevelt will be married in Madrid. His engagement was announced recently. The ceremony will take place at the home of Ambassador Willard, in Madrid.

The certificate set forth that Kermit was born at Oyster Bay, October 19, 1889.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

MINERS SAIL ON VACATION

While New Wage Scale Is Arranged Coal Diggers Take Trips.

CHICAGO, April 2.—Indiana and Illinois coal miners, most of them natives of Ireland, England and Scotland, will have a vacation in their native lands while the operators and union leaders determine on a new wage agreement.

Five hundred miners left here today on a special train for Halifax, N. S., whence they will sail for Europe.

JOB'S AWAIT MANY WORKERS IN NORTH

Railroads Will Spend Millions This Year.

MEN MUST PAY OWN FARES

Washington and British Columbia Scene of Operations.

MANY CONTRACTS ARE LET

Almost All Northwest Companies Have Big Undertakings Projected and Portland Men Will Be Favored by Contractors.

Railroad construction work in various parts of the Northwest now under contract by Guthrie, McDougall & Co. of Portland, will call for the employment within the next three weeks of thousands of men and will necessitate the expenditure of many million dollars.

Although none of this work is to be done in the immediate vicinity of Portland—most of it being in British Columbia and in the State of Washington—the work is directed from the Portland office, the construction camps are outfitted here and most of the supplies are purchased here.

The principal project now under contract by this company is construction of the Kettle Valley railroad in Southern British Columbia. While this road is to be only 35 miles long it must be built through a rough, mountainous country and will require a heavy force of men.

Call for Men Urgent.

"We will employ all the men we can get," said Nat McDougall, head of the company yesterday. "While we doubtless will be able to get men right on the ground, we will take them from Portland if they have any means of getting there. We cannot furnish them with transportation."

The Kettle Valley road is being built by an independent corporation, but it is understood that it is to be a subsidiary of the Canadian Pacific. It will be built westward from Pendleton, on the Canadian Pacific, to Princeton, where it will connect with the Vancouver, Victoria & Eastern, a Great Northern subsidiary. From Princeton westward the Great Northern and Canadian Northern are building a joint road.

Great Northern Gets Entry.

Guthrie, McDougall & Co. also has a contract from the Great Northern for building a piece of track from Coalmont, B. C., to Otter Summit, where connection will be made with existing properties of that system. When completed this line will give the Great Northern a new entrance into Victoria and Vancouver from the east, as the line from Oryville, Wash., to Coalmont will be completed this summer. The

(Concluded on Page 3.)

WOMAN FREED, COP SCORES DISMISSAL

SAN FRANCISCO POLICEMAN TALKS FOR 900 MEN.

Without Appearing in Court Wife of Automobile Agent Has Traffic Law Charge Passed.

SAN FRANCISCO, April 2.—(Special.)—A technical charge of violating the traffic laws against Mrs. Eva Eib was dismissed today by Police Judge Sullivan without her appearance in court. Mrs. Eib, who is the wife of an automobile agent, was threatened with nervous breakdown as a result of the arrest, the judge said.

Traffic Policeman Baily, who arrested Mrs. Eib in the fashionable shopping district yesterday, addressed the court, declaring the dismissal an outrage and charging that it was due to influence. He declared himself the spokesman of the 900 men on the force.

"I may be brought before the Commission through her influence," he said, "but I will speak."

"When Mrs. Eib turned into Grant avenue the wrong way I warned her and told her to go back. She became indignant and insulted me. Before 400 people she gave me the most severe tongue-lashing I ever had."

"The manner in which I was treated was an affront to the department. She refused to go to the station until I threatened to call the patrol wagon."

"Isaac Goldman, said to be a grand juror, followed me, took my number and threatened to carry the case to my superiors."

COAT CAUSE OF EXPLOSION

Woman Throws Garment in Stove and Wants Compensation.

OLYMPIA, Wash., April 2.—(Special.)—"Shot in the face by a coat" was the novel accident reported by Mrs. P. J. Butler, of White River, to the industrial insurance commission, with a demand for compensation.

Mrs. Butler, who is employed as a housekeeper by a power company, said that she threw the castoff garment into the stove and an explosion followed. The woman received injuries about the face, arm and body. Whether the pockets of the coat contained dynamite or whether celluloid buttons caused the explosion is not known.

FRIGHT FROM FIRE FATAL

Salem Man Expires of Heart Disease Two Hours After Disaster.

SALEM, Or., April 2.—(Special.)—The burning of his home frightened John Thompson, 60 years old, to death early this morning. The man overturned a lamp at his home on North Capital street and soon the house was enveloped in flames. He watched the flames for a while and then fell insensible, dying two hours later at the home of a neighbor. He had suffered from heart disease for several years and the excitement killed him.

He lived alone in the house.

BUTTER PRICE TO DROP

Quotation Today to Be Lowest on April 3 in Many Years.

The Spring decline in the butter prices has started. Today a number of the leading Portland creameries will raise their prices 4 cents a pound, to 25 cents.

Production of butter is increasing at a rapid rate, and in some quarters a surplus is on hand. Extremely low markets in the East and in California also influence local prices.

The wholesale quotation this morning will be the lowest in Portland on this date in many years.

ENGINE PILOT SAVES MAN

Sheep Buyer Escapes Death When He Drives Auto Into Train.

GRAND VIEW, Wash., April 2.—(Special.)—Everett Butler, a Fraser sheep buyer, struck a Northern Pacific passenger train today with his automobile a half mile north of here.

The automobile was dragged 100 yards and demolished. Butler and a lamb that was in the machine were caught on the pilot of the engine. One of Butler's ribs was broken and he was severely bruised. The lamb was not hurt.

SCHOOL TO QUIT FOR GAME

Board Declares Half-Holiday Afternoon Baseball Series Begins.

The school children of Portland were relieved of the prospective responsibility of playing hockey on the day of the opening baseball game when the School Board yesterday declared by unanimous vote that the afternoon of April 11 will be a holiday.

Director Plummer declared that the Board should take the action in view of the recognized importance of the opening baseball game.

ROBBER SUSPECT RELEASED

No Evidence Found to Connect Aberdeen Man With Elma Crime.

ABERDEEN, Wash., April 2.—Sam Malsigow, a cafe and lodging-house proprietor, who was arrested here today on suspicion of complicity in the robbery last Saturday night of the bank of Elma, was ordered released by Sheriff Mathews tonight.

The sheriff said he could find no evidence connecting him with the crime.

DUTY'S CALL HEARD BY CAPABLE MEN

Majority Bow to Will of Public.

CALL OF CITIZENSHIP FELT

Personal Sacrifice Will Be Made for General Good.

NINE AGREE TO MAKE RUN

Amedee M. Smith, Out of City, Is Only One Not Heard From—W. F. Woodward May Not Be Able to Comply With Request.

Keen interest was manifested generally yesterday in the call made by citizens on 12 men of tried capacity to become candidates for the lower house of the Legislature from Multnomah County on a platform of retrenchment in public expenditures and greater efficiency in public service.

So general was the public response that the men named in the call were urged by many persons through the day to make the personal sacrifice involved, and, in the interests of good citizenship, consent to become candidates.

One result was that at least nine of the 12 had decided last night that they will let their names go before the public as candidates for the nomination.

Oscar W. Horne, well-known labor leader, and D. C. Lewis, of St. Johns, had announced their candidacies before the call was made. The circulating of the nominating petitions is well under way already.

Many Agree to Make Run.

Others in the list who definitely agree to become candidates, in response to what they feel to be a duty of citizenship, are Ben Selling, Dr. Andrew C. Smith, John Gill, E. V. Littlefield and Plowden Stott.

E. B. Cobb was out of the city yesterday and will not return until today. Before his departure, however, Mr. Cobb said that he would be a candidate if a majority of the other men asked to run in the citizens' call would do so.

Lee B. Hendricks was also absent from Portland. He left on the Shasta Limited, of which he is conductor, for Roseburg, the end of his vacation. Mr. Hendricks, who has been railroading for an even 30 years, and is known far and wide not only among railroad men and the traveling public, but as a substantial citizen and taxpayer of Portland as well, said before he left that he will run.

Amedee M. Smith Absent.

One other of the 12 men named was absent from the city: Amedee M. Smith, member of the Industrial Welfare Commission, is in Los Angeles. Mr. Smith was telegraphed that he had been requested by leading citizens to be a candidate for the Legislature. No reply had been received from him last night.

Fleider A. Jones, president of the Northwestern Baseball League, said that he would make known his decision today. Mr. Jones was urged by many of his friends to run. His first inclination was to decline on the ground that the sacrifice involved would be too great. So many persons spoke to him, however, approving of his candidacy and asking him to let his name go before the public for the nomination, that he took it again under consideration.

William F. Woodward was the only one of the 12 men asked to be candidates who thought that it would be impossible to accept.

Mr. Woodward Expresses Regret.

He said that it was a source of much regret to him and that he felt that if it were possible to do so he would consider it his duty to run, but that he feared circumstances at this time made it out of the question.

One little example illustrative of the real feeling of public service actuating the men who have accepted the call to be candidates is to be found in the case of Ben Selling and Dr. Andrew C. Smith. Both Mr. Selling and Dr. Smith have served terms in the State Senate, and each has been President of the Senate. Some men might have taken the attitude that to run for the lower house after being President of the Senate would be such a "come down" in importance that they would have declined.

But Mr. Selling and Dr. Smith both took the broad view, saying they considered the occasion one to which they should respond as citizens.

Call of Duty Felt.

"I look upon this as a duty of citizenship," said Dr. Smith last night. "Inasmuch as the majority of the other men asked to run are willing to make the response, I am willing also. I shall make no campaign, and no political whatsoever will enter into my candidacy. If I am nominated and