BIG SUMS PAID TO OFFICERS TO RESIGN

Former Head of Rock Island Tells of Settling on Basis of \$450,000 in Bonds.

COUNSEL GETS \$100,000

Change Made at Suggestion of Mr. Reid, but It Is Denied There Disagreement Over Matters of Policy.

WASHINGTON, Feb. 23 .- L. F. Loree, chairman of the executive committee of the Chicago, Rock Island & Pacific Railway Company and vice-president of the Frisco system for 10 months in 1904, testified before the Interstate Commerce Commission today in the investigation of the financial affairs of the Rock Island during the regime of the Reid-Leeds-Moore group in

the Reid-Leeds-Moore group in con-trol of the railroad from 1901 to 1914.

Mr. Loree said \$500,000 had been guar-anteed him by Mr. Leeds when he left the presidency of the Baltimore & Ohio to take the new position. This was in addition to the annual salary of \$37,500 he received from the Rock Island and a similar sum from the Loree Asked to Resign.

At the end of 16 months Mr. Reid asked him to resign, the witness said, saying the directors faced the necessity of sustaining his actions and losing the services of several other offi-cials, or of parting with his services, Mr. Loree said he resigned on the spot and in settlement on his agreement with Mr. Leeds received \$450,000 in Rock Island Railway bonds.

Asked what explanation Mr. Reid had made of his request, the witness

"I don't know what was in Mr. Reid's mind. I did not discuss it with him. I then and there resigned and arranged terms with him. You can put it on the ground of self-respect. I wouldn't want to remain in any employment where my services were no longer acceptable to my employer." ceptable to my employer."

Friction Is Denied.

Mr. Loree insisted that he had no friction with any officer of the company and knew of no proposed policy of the Reid group with which he would not have been in sympathy.

not have been in sympathy.

R. A. Jackson, general counsel for the Rock Island from 1902 to 1910, also told the commission he had been asked to resign by Mr. Reid and had no knowledge of why. While he had no agreement, he said, he had received \$100,000 for "past services and all matters and things" between himself and the various Rock Island companies on his withdrawal.

Mr. Reid had assured him Mr. Technology and the companies on his withdrawal.

Mr. Reid had assured him Mr. Technology and the companies on the companies on his withdrawal.

son said, it was not because of any failure in his official duties his resig-

nation was asked.
"Didn't you ask for any further in-formation?" asked Chief Counsel Folk

"Didn't you think it strange that Mr. Reid, your lifelong friend, should ask you to resign a \$50,000 position?" Folk Witness Not Losing Sleep.

"I did not speculate on that and am not lying awake nights worrying over the mystery," the witness said. "You assure us under oath that you have told the entire matter here?" in-

terjected Commissioner Clements.
"Certainly I have."
"You were not called upon to do any act you didn't think ought to be done? "Mr. Reid never asked me to do any-thing I did not think was all right,"

as the answer. E. J. Moore, a Philadelphia banker. not related, it was explained, to W. H. Moore, of the group controlling the Rock Island, said he had attended a stockholders' meeting of the Rock Island operating company in 1914 with five shares of stock to present a reso lution for institution of a suit for the recovery of \$7,500,000 against the di-

C. H. Warren, assistant to President, Leeds, of the Rock Island, during 1902-4, said he had left the company because Mr. Leeds had not devoted suf-

ficient attention to questions relating to management of the road and left him "up in the air."
"I left." he said, "because the situa-tion became unpleasant and unsatis-

The witness explained that he had been induced to go to the Rock Island from the Central Railway of New Jersey by Mr. Leeds on an agreement that he should receive stock worth a mini-mum of \$150,000 at the end of two mum of \$150,000 at the end of two years. When he left the company, he said, he was given \$50,000 in cash and stock in the new Jersey holding company of a face value of \$205,000, in accordance with that agreement.

Earlier in the day Daniel G. Reid was on the stand and testified that the first intimation of the present investigation had reached him from David Lamar. The message brought him, he said was that a speech was about to

said, was that a speech was about to be made in Congress on the subject. Counsel then introduced the resolution drawn by Representative Green, of Iowa, which precipitated the inquiry. Representative Green testified he did

not know David Lamar and had disnot know David Lamar and day cussed the resolution with no one. It was offered, he said, entirely upon his own motion and upon personal knowledg of the condition of the tracks and equipment of the Rock Island in Iowa after the holding company had ob-tained control of the system. The lines and equipment had steadily deteriorat-ed under that management, he as-serted.

LEGISLATURE REALLY DRY

(Continued From First Page.) abandoned. Now it has been renewed and each side is asserting that it has the support of 55 members in the House. As there are but 37 members, one or the other is certainly mistaken.

Contest Seems Assured. The real issue in the Legislature, of course, is the one of the two bills which calls a special election. Failure of the Legislature to submit the second one does not bar it from a place on the ballot in 1915 in the event its pro-

possibly one identical with the excise ing in the vicinity. It will include measure, will be initiated.

Thus is it practically assured that at least two bills as substitutes for the as School Board and teachers of the

option.

Another bill that was offered to the Legislature authorized open bars between the hours of 6 A. M. and 9 P. M., one for each city of 1500 population and one for each additional 1500 inhabitants, but only in such localities as are wet under local option. This bill received so little support that it has been sbandoned.

Election Result Held Indefinite. The hopes of the friends of the excise law are based on the theory that the vote in the last election was not definitely significant of public opinion. They contend that the majority for the law was primarily a declaration against the saloon, and that the act received the support of many voters of liberal views on personal use of liquor who would have voted in preference for some restrictive statute such as is suggested restrictive statute such as is suggested now. The Washington initiative plan offers a way for obtaining to a degree an expression of public sentiment when a moot question such as this arises. The method of submitting alternative or competing measures on the same subject in a sense is a preferential sys-

MINERAL SPRINGS DEVELOPMENT MADE SUBJECT OF JUBILEE.

Day is Half Hollday and 1000 Particlpate in Banquet-Commercial Organizations Growing.

ASHLAND, Or., Feb. 26 .- (Special.)-The biggest exploitation stunt in the history of Ashland was carried out tonight. It signalized the initial work tonight. It signalized the initial work on the auxiliary water system which is to mobilize six distinct varieties of mineral waters in the city park.

The afternoon was a half holiday with parades and music, the Central Point band reinforcing local musicians, and the school children taking part. More than 1000 citizens ban-queted at Elks' Hall and brief op-

queted at Elks' Hall and brief optimistic speeches were made.

The slogan of the occasion was
"Ashland water, Ashland water, make
the people get together." This was the
composition of Clement Summers, high
school student, for which he received
the prize awarded by the Civic Improvement Club from among 116 submitted. Recently the Commercial Club
has doubled its membership and within
three days 200 women have been added three days 200 women have been added to the roster of the Civic Improvement

Favorable Vote Expected.

ABERDEEN, Wash, Feb. 26.—(Special.)—John G. Lewis, ex-State Treasurer, was indorsed here tonight by 300 members of the Aberdeen Young Men's Republican Club for the Republican nomination for Governor in 1916. The announcement was made by T. D. Rock. Well, ex-Tax Commissioner of the state, and was greeted with continuous cheering.

Mr. Lewis has been a resident of Aberdeen for nearly 30 years. He was Treasurer of the state from 1908 to 1912, and has a following both east boosting Mr. Lewis for Governor has been formed in Lewis County. Souvenir programmes containing a picture of Mr. Lewis together with campaign songs

were distributed The Young Men's Republican Club The Young Men's Republican Clus-will make the election of Mr. Lewis its chief work during the next two years. Republican clubs for that pur-pose will be formed throughout the county. It is predicted that he can carry this county from five to ten to



Was Indorsed by Aberdeen Republican Club for Governor.

one over any other candidate who comes out for the office. A feature of the meeting was a fake speech by Ole Hansen and by Theodore Roosevelt, both of which were given in phonograph records and drew great cheering. Both the Roosevelt and Hansen speeches represented that these Hansen speeches represented that these Bull Moose had returned to the Re-publican party and earnestly requested their political friends to give up the

ALL ALBANY IN FETE TODAY

Big Electric Parade to Be Feature of "Public Sales Day."

ALBANY, Or., Feb. 26.—(Special.)— With an elaborate parade and other features Albany tomorrow will cele-brate its first "Public Sales Day" to join the farmers and merchants buying ponents can obtain the requisite number of signatures. It is practically a foregone conclusion that if the Legislature does not act, a bill of some kind, possibly one identical with the excise measure, will be initiated.

Thus is it practically assured that at the two bills as substitutes for the as

least two bills as substitutes for the as yet untried prohibition statute will be offered to the voters in 1916 if not in 1915. Under the Washington system the ballot will provide first for a vote on the main question, and the main question will be the repeal of the prohibition law adopted last November. The voter will have opportunity, after voting on the main question, to express his choice on the alternative measure. If the repeal of the main issue is carried the alternative measure receiving the highest number of votes will speak on "The Backbone and Stability of Our Country,"

Washington will continue under the law as it now stands. No. 18, which does not seem to be popular, but nevertheless goes to the people, permits breweries to operate, abolishes the right of search, authorizes the serving of liquor in hotels of 15 rooms or more and repeals local option. TO FEAR, IS CHARGE

Law Ceased to Reign in Presence of Mob, Argues Attorney for Frank.

IS CONCLUDED HEARING

Chief Justice Supreme Court Takes Issue With Lawyers for Defense and State of Georgia-Decision Unlikely for Weeks.

WASHINGTON, Feb. 26 .- Arguments on the Georgia Federal court's decision refusing a writ of habeas corpus to eo M. Frank, under death sentence for the murder of Mary Phagan, the Atlanta factory girl, were concluded today before the United States Supreme Court. A decision probably will not be given for at least several weeks.

Should the Supreme Court affirm the decision of the Georgia Federal Court, nothing would stand in the way of the state's carrying out the death sentence. If the ruling is reversed, according to counsel for both sides, the case must go back to the district court for the taking of evidence on which the allegations in the petition for the writ wer

Judge Declared in Fear.

In the course of his argument for the defense today, Louis Marshall quoted from the state's brief: "It ap-pears that the agreement of counsel that Frank should not be present at the reception of the verdict was the interest of Frank and for his pro-

tection.

"For his protection—what?" demanded Marshall. "Against the law? Against the law? Against the Constitution? Against his right to a hearing on his trial? Not for his protection against the consequences of lawlessness, of anarchy, of mob domination. Our contention is that in consequence of the circumstances which then existed, the character of which was recognized by the presiding judge, law ceased to reign, terror ruled in its stead and fear sat trembling in the seat, of justice. There was no longer a court, no longer a trial, and no longer did the court have any more jurisdiction over the prisoner than if Judge Roan had been driven from the bench by a mob. The court had been superseded by a judicial lynching."

Chief Justice White

Chief Justice White asked if Mr. Marshall contended that a man who had been in a penitentiary for 10 years, after trial in a state, after the State Supreme Court had affirmed his conviction, could come before the Supreme Court, and by alleging things outside the record of his trial, such as prejudice by the trial judge, be entitled to a writ of habeas corpus on a question of jurisdiction. of jurisdiction.

The attorney answered in the af-"Then this court would become a

"Then this court would become a court of general jail delivery," replied the Chief Justice.

Attorney-General Grice argued that Frank was not entitled to the writ of habeas corpus. He declared that as to alleged mob violence the Supreme Court of Georgia had found many of the things complained of had no basis and others were so trifling that at no time were Frank's counsel so dissatisfied as to move for a mistrial.

The Attorney-General discussed at length whether a Federal Court could review the action of a state court. review the action of a state court. Chief Justice White remarked he thought the day had passed when it was contended that the Supreme Court could not examine the action of a state court to see if the state court had applied its law to violate a Federal right.

WORKERS DENY POSSIBILITY OF RELINQUISHING ORGANIZATION.

Statement Declares That Association Will Proceed, Irrespective of What Other States Do.

SALEM, Or., Feb. 26.—(Special)— Fred S. Stump, secretary, and E. V. S. Paul, who have been in charge of or-ganization work of the Oregon Hopgrowers' Association, in a statement issued tonight denied a report from North Yakima, Wash., that the Oregon association would not complete its or-ganization if the Washington associa-tion failed to obtain 70 per cent of the growers as members. Their statement "There is no truth in the report and

it evidently originated with persons who are selfishly fighting the association. We have not even discussed the mater with the heads of the California mater with the heads of the California and Washington associations and, as a matter of fact, the association here is well organized and doing business. It has no thought of quitting, regardless of what the other two states may do. The reports that organization in California ceased are absolutely false. We had direct assurance as late as February 22 that the California associaruary 22 that the California associa-tion was in a flourishing condition, ne over any other candidate who Meetings were being held every few than at any time since the organization was started.

We have opened offices in Salem. "We have opened offices in Salem, the association is incorporated and we are proceeding with our plans as originally arranged. Washington leaders are building up their organization, but even should they not succeed it would not affect our work, as Oregon hops are not competitors of theirs."

A meeting of the growers will be A meeting of the growers will be

W. C. KNIGHTON NOT TO WORK ON SALARY AFTER MARCH 1.

ommission to Be Paid for Plans for Asylum Wing and Construction at University.

SALEM, Or., Feb. 26.—(Special.)—
The State Board of Control tonight decided to discontinue the employment of an architect for the state upon a salary basis, the change to become effective March 1. W. C. Knighton, who has held the position, received a salary of \$4500 a year and was allowed several \$4500 a year and was allowed several sessistants.

As there is to be comparatively little Campbell, Eugena

building in the next two years, it was decided a permanent architect was not

Mr. Knighton was retained by the Mr. Knighton was retained by the Board on a fee basis to draw the plans for the additional wing authorized by the recent Legislature to the Eastern Asylum for the Insane, which will cost \$100,000. His fee will be 3½ per cent of the total expenditure. He also will continue to supervise the work on buildings at the University of Oregon and probably will be engaged to draw plans for several small buildings and additions at other state institutions. The total cost of these buildings will be about \$20,000.

Mr. Knighton agreed with the mem-

Mr. Knighton agreed with the mem bers of the Board that it was not advisa-ble under present conditions for the state to retain a salaried architect. The Board also decided to employ Murphy, general engineer at the East-ern Asylum, as supervisor of the work on the new wing of the building. Mr. Murphy acted in a similar capac-ity when the second wing of the build-ing was erected. He also will con-tinue as general engineer of the insti-

At the recent session of the Legislature several members suggested that the office of State Architect would be a good one to abolish, but when informed that the architect was employed by the State Board of Control and no such office as State Architect existed as far as the Legislature was concerned, they

decided nothing could be done.

The Board was informed that T. R. Wilson, bookkeeper at the State Penitentiary, had been appointed special inspector of the income tax branch of the internal revenue department and a successor probably will be named the next meeting. Mr. Wilson takes the place of James Godfrey, who died several weeks ago. W. M. Plimpton was named secretary of the state printing department, but his salary was not

Under the old system he received \$2000 a year, but under the new one the State Printer gets but \$1800 a year, and the Board is of the opinion that the secretary should not get more. However, the question was held in abeyance until the next meeting.

JESSE BARTON FINED \$300 Announcement He Will Pay Follows Consultation With Attorneys.

ROSEBURG, Or., Feb. 26 .- (Special.) Three hundred dollars fine and costs

Drink-Crazed Bookkeeper Kills Self After Returning Home.

ELMA, Wash., Feb. 26 .- (Special.)-Brighman Oliver Buswell, aged 25, com-mitted suicide at his home Wednesday night. He was employed at the Elma Shingle Company as bookkeeper. He was considered one of the best basket-ball players in Southwest Washington. He had been drinking considerable and seemed to be in the best of spirits, though he often had threatened to take

B. Cook on Fraud Charge.

SALEM, Or., Feb. 26.— (Special.)— Sheriff Esch received information today that A. B. Cook, formerly in the real state business in this city, and charged estate business in this city, and charged with obtaining about \$1200 fraudulently before his departure, is under arrest in Brooklyn, N. Y. The Sheriff will leave Sunday for Brooklyn to bring Cook back to this city.

Cook was a resident of Salem about four years, and until his departure it was generally thought that he was in good financial condition. It is said he left numerous unpaid bills behind, and it is charged he also cashed several checks that were not honored because of his having no funds in bank.

FORGER RACES WITH DEATH

Man Paroled at Eugene Hastens to Father Dying in Maine.

EUGENE, Or., Feb. 26.—(Special.)—
Charles Smith, forger, tonight commences a race across the continent to
the bedside of his dying father. He
pleaded guilty to passing bad checks
yesterday, but was paroled today by
Judge G. F. Skipworth upon the recommendation of J. M. Devers, District
Attorney.

ommendation of J. M. Devers, District Attorney.

Three thousand miles distant, in the State of Maine, his father is said to be failing rapidly. Smith will have an opportunity to reach the bedside before death, if death will wait on trains. His sister had sent him money to make the trip and the court relaxed to give him a charce. to give him a chance.

FISH MARKET IS RAIDED

Roseburg Officers, However, Find Suspect Has No Liquor.

ROSEBURG, Or., Feb. 26,—(Special.)
—Acting upon information furnished by Neal McBeth, Sheriff George Quine and his deputies late today raided the fish market conducted by Ben Baldwin. of this city. The officers were unable to find any liquor on his premises. Baldwin once before was arrested and convicted of bootlegging. McBeth was found drunk on the street here to day and was taken before the gran by the officers. He gave sufficient information, it is said, to warrant the officers in making the

Expert Commends State Budget. SALEM, Or., Feb. 26,-(Special.)-

The budget giving estimates of the fi-nancial needs of state institutions and departments, prepared by Secretary of State Olcott for the members of the last Legislature, is the first comprehensive one ever issued by a state, according to James E. Boyle, head of the department of economics of the University of North Dakota, and a recognized au-thority on state government. The information was contained in a letter to John H. Carkin, of Medford, author of the bill passed two years ago providing

Norfolk Spring suits for your boys at a special price tomorrow-

\$4.95 pays for a full Norfolk model with an extra pair of knickers free!

These are suits regularly priced \$6 -the fabrics and patterns are new and highly desirable.

Bring the boys in today and see how nicely they can be fitted in these splendid suits-you'll find none

better at the price.

BEN SELLING

Morrison at Fourth



Idaho Senate Refuses to Reduce State Officials' Pay.

VETO USED AGAINST BANK

Governor Denies Right of Legislature to Pay Claim-Speaker on

Butte County Bill Breaks

Tie and Defeats Plans.

Butte County was to be created out of territory in Eastern Blaine County. Governor Alexander swung his veto ax again today. This time he returned to the House, unapproved and without his signature, House bill No. 26, appropriating \$242.75 to the First National Bank of Moscow. This money was advanced by the bank to contractors for work performed on the trimming and killed by a vote of 20 to 12 the House bill recommending a cut in the salaries of Secretary of the salaries o

State, State Auditor and State Treas-

The Senate first amended the bill to prevent a cut for two of them and then killed the bill outright. Governor

then killed the bill outright. Governor Alexander recommended pruning of salaries and department appropriations so that reduction in taxation could "start under the dome" of the Capitol. The defeat of Butte County by the vote of Speaker Conner when the House of Representatives registered a tie vote 17 to 17 for and against its passage, was the feature in the work of that assembly. The division bill passed the Senate after a sectional right in which the North lined up against the Southeast. The division along sectional lines was not so evi-

against the Southeast. The division along sectional lines was not so evident in the House when the bill was placed on final passage today, but the fact Speaker Conner is from the North is taken by Southeastern members to

The House cut the salarles of in paying a claim that had been denied in turn by the State Board of Examiners and the Board of Regents, and refused in one decision by the Su-preme Court. No action was taken on

An attempt to take the House fish and game act, House bill No. 34, out of its regular order and send it to the committee of the whole in the Senate falled today. The vote save evidence, however, there is to be a fight on the measure in which hundreds of sportsmen all over the state are interested

NAIL PENETRATES SKULL

Man Walks Mile and Has Surgeon Pull It Out. TACOMA, Wash., Feb. 25,-With a

Powers' Saturday-Night Special

"Quality First"



Only 200 to Sell

\$1.25 Blue and White Enamel Dish Pans, 14-Quart Size, Triple Coated, On Sale Saturday After 4 P. M. Only 200 of these new roll-edge, blue and white enamel Dish Pans to sell at this special price. Fourteen-

quart seamless Dish Pans in acid proof, triple coated, blue and white enamel ware, with heavy roll edge that ordinarily sell for \$1.25. Made of thin steel, enameled by the latest process. No handles, but a roll edge No C. O. D. or phone orders-No deliveries-One to a customer.

Hoosier Cabinets

The new "White Beauty" is the best model produced by the Hoosier Company. There are over 800,000 now in use. Every one was sold on this guarantee-your money back if you are not delighted with it. Its 40 labor-saving features have been sifted from hundreds of experiments. There is nothing else to add that is practical, yet the price of the Hoosier, owing to its enormous output, is below that of a common cupboard cabinet. Terms, \$1.00 cash, \$1.00 a week.

on \$100 worth of furniture on \$50 worth of furniture 87.50 down 81.50 a week. \$10.00 S2.00 a week \$1.00 a week on \$200 worth of furniture On \$125 worth of furniture you pay \$20.00 down \$3.00 \$15.00 you pay \$12.50

