NEW LIBERTY LOAN POSSIBILITY SEEN

Secretary Glass Sounds Economy Warning.

CUT EXPENSE IS PLEA

Heavy Expenditures by Congress or Reduced Tax Would Call for More Bonds, Is Assertion.

WASHINGTON, Jan. 11.—Another liberty loan will be necessary if congress embarks on "new fields of large expenditures or reduces the aggregate volume of taxes," Secretary Glass declared in a statement tonight, setting forth the government's financial condition. If the present tax level is retained and new expenditures are kept down, the turn has come in the tide of government financing, the secretary asserted.

Although further issues of treasury certificates of indebtedness may be expected they will be redeemed through the sale of new issues of certificates for the first time since late in 1917.

As indicative of progress made by the treasury Mr. Glass pointed to reductions between September 1 and January 1 in the nation's gross debt and in the two classes of certificates of indebtedness outstanding. The gross debt which on September 1 was $26,596,701,648, was $25,837,078,897 on January 1.

Reduction in the floating debt (unmatured treasury certificates of indebtedness) of $622,653,250 has been made since September 1, leaving the total outstanding obligations of this nature at $3,578,485,800 on January 1. A reduction of $685,726,500 was reported for the same period in the outstanding so-called loan certificates, leaving $1,326,661,000 of these yet to be funded.

The loan certificates outstanding January 1 were of issues maturing January 2, January 15, February 2 and February 6. All of these, the secretary said, have been or will be paid out of cash on hand January 1, or from the proceeds of sales of tax certificates. Mr. Glass believes this indicates success for the treasury's plan to avoid further large funding operations and for financing the unfunded portions of the war debt.

BOY'S STORY IS SCOUTED

TALE OF ATTACK ON POLICEMAN HERE HELD FICTION.

Local Authorities Unable to Verify Reports of Youngster Arrested in San Jose, Cal.

After he had been picked up by the police in San Jose, Cal., 14-year-old Jimmy Hayden, who said his home was with his stepfather, Frank DeMeerler, 980 Garfield avenue, Portland, told how he assisted an 18-year-old companion in knocking down and robbing a Portland policeman last September, according to advices received in this city yesterday.

The other boy, according to young Hayden's story, wielded the club which knocked the policeman senseless and afterwards took $10 from him, which was divided.

Portland police yesterday scouted the boy's story, as no incident of that kind was ever reported to the department. If it occurred, the policeman kept it to himself, they declared.

The Portland directory also fails to give the name of Frank DeMeerler, whom the boy declared to be his stepfather.

Young Hayden is described in reports from San Jose as a picturesque character and is dubbed the "boy hobo." One of the papers carried a lengthy story about him written from the standpoint, not that he confessed to have been but 13 when he ran away and told lurid stories of his adventures. He was turned over by the police to the juvenile authorities in San Jose.

FARMERS' SCHOOL TODAY

Classes at Coquille and Bandon Also for Housewives.

COQUILLE, Or., Jan. 11.—(Special.)—The farmers' and housewives' winter school for Coos county will be held here Monday and Tuesday under the supervision of the community committees, Coos County Agriculturist and the Oregon Agricultural college. The subjects will include dairying, home economics and soils and drainage. The speakers on the dairying subjects will deal with feeding, care and management of the herd, a study of pedigrees and selection of the sire and balanced rations and control of disease.

In the home economics school problems of dress, food and care of children will be taken up.

An analytical study of the character of the soil and the methods of fertilization as well as qualifications for berry culture will also be discussed.

The schools will be held also at Bandon, January 12-13; Coos River, January 16; Catching Inlet, January 16; Myrtle Point, January 14, 15 and 17; Hauser, January 14-15, and Lakeside, January 17.

GEORGE J. ALLEN, 69, DIES

Widow and Four Sons Survive Vancouver Business Man.

VANCOUVER, Wash., Jan. 11.—(Special.)—George J. Allen, 69, a resident of Clarke county since 1882, died today at his home, Thirtieth and Hay streets, following a short illness. He had been engaged in farming near Fisher's landing until about four years ago, when he moved to Vancouver and entered the implement business; his store being located near Main and Fourth streets.

Mr. Allen was born in Sheboygan, Wis., from where he went to Missouri and later came to California, where he lived until coming to Clarke county. Besides his widow, he is survived by four sons, Charles M., George S., A. D., and F. W., all of this section.

The funeral will be at 1:30 o'clock Wednesday, and will be conducted by Rev. W. E. Rossman, pastor of the Methodist church at Castle Rock, a close friend of Mr. Allen. Interment will be in the Fisher cemetery.

S. & H. Green stamps for cash. Holman Fuel Co. Main 353, A60-21.—Adv.

COURTHOUSE WHERE I. W. W. WILL BE TRIED FOR CHARGE OF ARMISTICE DAY MURDERS.

—Photos by Girard.

Below (left) Sheriff Jeff Bartell, who is guarding prisoner, and George P. Vanderveer, chief counsel for the defense.

REINSTATEMENT IS URGED

POSTAL CLERK HELD UNJUSTLY ACCUSED OF DISLOYALTY.

Committee at Eugene in Report Suggests Exoneration of Arthur M. Dickey.

EUGENE, Or., Jan. 11.—(Special.)—Arthur M. Dickey, a clerk in the Eugene postoffice, was summarily dismissed from the service February 21, 1919, on the alleged charge of disloyalty to the government. Being a Spanish war veteran, the local camp of United Spanish War Veterans took up his case and has made a thorough investigation of the alleged disloyal acts with the result that the committee was unable to find any justification for the dismissal. The report of the committee, consisting of R. F. Van Houtte, district superintendent of the Pacific Telephone & Telegraph company; J. B. Bell, state senator from Lane and Linn counties, and D. A. Elkins, former sheriff of this county, has just been made to Major W. G. White, commander of the local camp of veterans. The report states that Dickey in May, 1918, volunteered his services for overseas duty, that at the time the charges were brought against him, he received no hearing nor was he allowed to produce any witnesses in his own behalf.

The report states that the charges against him were vague, indefinite and uncertain in that no dates or approximate dates were given of his alleged utterances nor was the name of any person to whom it was alleged he had directed the so-called disloyal remarks mentioned.

The committee declared that in its opinion a great injustice has been done Dickey and his family and that he is not nor has he ever been disloyal to the government.

The committee recommended that the matter be at once taken up with the proper authorities in an effort to effect Dickey's reinstatement.

OFFICERS ARE ASSIGNED

DETECTIVE BUREAU CHANGES BECOME EFFECTIVE.

Lieutenants Goltz and Maloney Take Charge of Reliefs; Teams Are Rearranged.

Following the promotion of various men in the police detective bureau, Captain Circle announced a reassignment of men for the various duties, the changes going into effect yesterday.

Lieutenant John Goltz, one of the new officials, was placed in charge of the detectives working outside of the bureau during the day time and Lieutenant Pat Maloney assumed charge on the outside for the first night relief. Goltz and Maloney will change places occasionally, giving each a chance at the day work.

The office and the detective force in its entirety still is in charge of Captain Circle during the day. Lieutenant Joe Day has charge for the first night relief and Inspector L. B. Cahill for the second night relief.

Sergeant F. R. Gouldstone probably will assume charge of the automobile theft bureau today.

A new arrangement of the detective "teams" also has gone into effect as follows: Glenn Howell and Joe Morak, R. B. LaSalle and T. P. Schulpius, Tom Swennes and John McCulloch, Tom Coleman and Frank Collins, C. H. Tichenor and Fred Mallet, Cliff Hellyer and Archie Leonard, Robert Phillips and J. M. Tackaberry, A. F. Gordon and Harry Wright.

CLATSOP TO BUILD ROADS

EXTENSIVE PROGRAMME IS MAPPED OUT FOR 1920.

Paving of Nehalem Highway From Greenwood Cemetery to Beyond Olney Principal Project.

ASTORIA, Or., Jan. 11.—(Special.)—Clatsop county is arranging to enter upon its programme of highway improvement in the immediate future so that several proposed projects can be under way early in the spring.

On January 24 the court will open bids on grading the Nehalem road from Greenwood cemetery to the railroad crossing north of Olney and this grading is to be completed not later than June 1. The county will use its own equipment to grade the new cut-off near Olney, about a mile in length, and will also lay the concrete pavement from Greenwood cemetery to the north end of the cut-off. This is to be completed this summer.

Among the principal highway improvements and the estimated cost of each, outlined for the coming summer, are:

Grading and paving Nehalem road from Greenwood cemetery to beyond Olney, $110,000.

Paving Young's river falls road from Miles Crossing to Tucker creek, $70,000.

Grading the Melville-Seaside road, $40,000.

Paving Warrenton-Flavel road, 1¼ miles, $25,000.

Rocking road from Necanicum toward the Tillamook county line, $20,000.

Improving road from Columbia river highway to Brodie, $10,000.

Grading and paving road from McEachern shipyard to Williamsport, $75,000.

If the state highway commission fails to improve the Astoria-Seaside highway, the county will pave the three-mile section between West and Gearhart.

WATER IS FOUND COSTLY

MEDFORD IRRIGATION DISTRICT REPORT ISSUED.

Long and Expensive Investigation Shows Limited Supply Available at $125 an Acre.

MEDFORD, Or., Jan. 11.—(Special.)—After three years of investigation and an expenditure of nearly $30,000 the Medford irrigation district reports that the only feasible source of water is from the Rogue River Canal company at $125 per acre.

Two projects were tentatively decided upon by the directors of the district—Beaver creek and Big Butte. The first was abandoned when measurements showed the storage supply insufficient, and the second when the sensational rise in construction costs made it impossible.

Although the district directors have been subjected to severe criticism by the anti-irrigationists and although the results of their three years' work are discouraging, the general sentiment of property owners in the valley is that the money was well spent in determining once and for all Jackson county's water resources.

Pat Welch of Spokane and Seattle, owner and president of the Rogue River Canal company, has offered the Medford district water for 10,000 acres at a cost of $115 an acre. The district charges would bring the total cost to $125. This reduces the original district from 30,000 to 10,000 acres and raises the expected cost from $75 to $125.

This is a high price and the directors have therefore left the question to a referendum of property owners before any definite action is taken. Fruit growers, it is said, are anxious to get water at almost any price, but grain and alfalfa farmers are in a different position and the district includes many of the latter. The result of the referendum will be known in a few days.

Vernon Association to Meet.

The January meeting of the Vernon Parent-Teacher association will be held at the schoolhouse tomorrow at 3 P. M. Mrs. C. W. Hayhurst, state president of the Oregon Parent-Teacher circle, will give a brief address on the purpose of the organization, and Mrs. Sue L. Fratis of the National Education association also will talk on matters pertaining to schools. An additional feature will be selections on the piano by Mrs. Minnie Wolf. At 2 o'clock the executive board will meet in the principal's office. A social hour is to follow the main session.

Centralian Goes to St. Paul.

CENTRALIA, Wash., Jan. 11.—(Special.)—N. J. Hiatt of this city has gone to St. Paul to attend the national convention of railway carmen. Mr. Hiatt went as a delegate from the Centralia local.

CARRANZA LINKED WITH SOVIET PLOT

Bolshevik Ascendancy in Mexico Suspected.

PROBE GOES TO TEXAS.

Senate Sub-Committee Will Hear Many Witnesses; Doctrines Spread Broadcast.

(Continued From First Page.)

any human consideration. They have armies and navies, cannon, trains, horses, gold unlimited. They own and control governments, kings, presidents, congresses, churches and colleges. They would have thousands or tens of thousands slaughtered so that they can own Mexico and her riches, crush the tendencies toward bolshevism here, wipe out the taxes on their oil and their mines, and punish the Mexican people for refusing to participate in the late war.

"The scattered and occasional bandit tribes in the isolated mountain and desert parts of Mexico now and then rob somebody, and, in rare instances, commit murder, but their crimes—much as we deplore them—do not cause one millionth part of the suffering that another war would cause.

"It has been proved that most of these bandits are either supported by foreign financial interests who want 'banditry' as an excuse for intervention in Mexico, or else buy their guns from other foreign interests that were willing to coin profits off the atrocities of thugs and thieves.

Appeal Made to Comrades.

"The Mexican proletariat has no problems that the Mexican proletariat cannot solve. Alone and unaided it overthrew the modern Nero, Porfirio Diaz, and wrote a liberal constitution. Alone and unmolested by alien armies, it can rise above the impediments of 300 years of bondage and into the full enjoyment of economic liberty.

"We appeal to you, our comrades in other lands, to help prevent this crime that the imperialistic Caligulas and Herods of the world seek to commit.

"Prevent a declaration of war if you can. If you cannot prevent the declaration, prevent the consummation. Refuse to fight. Get others to do the same. Without workers to do the masters' vile bidding, without soldiers to obey the brutal orders, there can be no war. Act now. Agitate, write, speak, publish and strike. Communicate with us as to ways and means. (Signed)

"Communist Party of Mexico, Mexico City."

Urged to Revolt.

Another article captioned "The Negro and War With Mexico" is an appeal to the negroes of the United States to revolt against the government at Washington. Among other things it states that the 'American negroes, constituting the most miserable and oppressed element of the American proletariat, have racial reasons as well as economic ones for immediate preparedness, not for further military service, but to prevent it. They are not unaware of this.

"The negro has had a sleeping sickness of many centuries, induced, first by the vitiating tendencies of chattel slavery, but made even worse under the wage slavery that followed emancipation. The negro is not sleeping. He will fight no more wars for his tormentors and tyrants."

"American capitalism is afraid of bolshevism in Mexico, that is why it wants intervention," runs another article published in Mexico City.

American Capital Rapped.

"Mexico is fertile soil for soviet seeds to be sown in. Capitalism knows this and intends to take no chances. Left to themselves, those barbarous Mexican peons, just coming into a dim kind of class consciousness, may communize all industry, land and wealth. Under a protectorate of Wall street and Wall street's government in Washington, there will be no such difficulty. If the Mexicans get any such crazy notions in their heads a few regiments of soldiers and judicious use of machine guns will eliminate the said notions in short order. It is obvious that such a country must be annexed and its people looked after by American guardians.

"American capitalism would use some other excuse if there were no oil tax at all. It wants to get control of Mexico before the soviet Russia appears right under Wall street's very nose. Any kind of a reason will do, but there must be intervention before the various radical tendencies in Mexico—which have been permitted pretty free reign under Carranza—begin to assume too definite form."

The writer said Carranza was not a socialist, but there was a good reason to believe a moderate policy of state socialism would have been put into practice "if he had not been constantly menaced by the Damocles sword of intervention."

"The attitude of Secretary of the Treasury Luis Cabrera has also been very unsatisfactory to Wall street," the article continued. After defending Cabrera's attitude in the Jenkins case, the article adds:

"Cabrera was asked by a newspaper man if he did not think bolshevik agitators should be sent out of Mexico. He replied: 'No,' and added that bolshevism was an ideal economic system, although it could not be introduced in Mexico at present."

After praise for the liberal attitude of Secretary of the Interior Berlanga, the article continues:

Bolshevik Tendency Seen.

"The average Mexican is potentially a bolshevik. About the only ones who balk are the scions of the Diaz regime who are still nursing their wrath because their old-time concessions were taken away from them. In saloons and public places it is interesting to note the signs of approval when news of bolshevist victories in Russia are read.

"There is no mistaking where are the sympathies of these long-suffering, slowly-unfolding people. Conscious of the growing proletarian sentiment in Mexico, knowledge that capitalism is doomed in the southern republic, the beast of the north is preparing to send thousands of American boys and men into another furious festival of killing and carnage. The reason for intervention in Mexico is fear of bolshevism. The result of intervention—if it is attempted—will be revolution in the United States."

Eugene Lodges Install.

EUGENE, Or., Jan. 11.—(Special.)—Woodmen of the World and Neighbors of Woodcraft of this city held installation of officers last night, meeting jointly and inviting their friends. The Woodmen officers installed are: Past consul commander, Wesley B. Pennington; consul commander, W. W. Bristow; adviser lieutenant, C. Wilkerson; banker, L. O. Beckwith; clerk, Robert McMurphey; sentinel, Eugene Cummings; escort, George Emery; watchman, M. G. Lyons; manager, Virgil Rowland.

The Neighbors of Woodcraft installed the following: Past guardian neighbor, Jessie L. Marsh; guardian neighbor, Susie Gerot; adviser, Lurena Zimmer; magician, Letha G. Sinner; clerk, Mrs. S. J. Wilson; banker, Alberta S. McMurphey; inner sentinel, Emma M. Smith; outer sentinel, Martha McCormack; attendant, Margaret R. Inmair; musician, Minnie Frank; captain of the guard, Marie L. Williams; managers, Stella Dimond, John L. Marsh and Jennie M. Sherman.

L. W. Humphreys to Give Address.

The Kiwanis club will hold its weekly luncheon at noon tomorrow in the Benson hotel, when Lester W. Humphreys, veteran of the world war and recently-appointed United States district attorney, will deliver the principal address. It is understood that Mr. Humphreys will deal with phases of his work which have arisen during the recent round-up of radicals and reds in Portland and vicinity.

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CHINA LOOKS TO AMERICA

FORMER RESIDENT OF EUGENE TELLS OF CONDITIONS.

Rev. Mahlon Day Says Japanese Have Designs on China, as Well as on Siberia.

EUGENE, Or., Jan. 11.—(Special.)—Japanese never will be able to absorb China, notwithstanding the fact that they are making every effort possible to gain control of all available Chinese territory, said Rev. Mahlon Day, for many years a resident of Eugene, now home secretary of the Canton Christian college at Canton, China, who is visiting here. Rev. Mr. Day is a graduate of the University of Oregon with the class of 1898.

"The Japanese are trying to get their hands on everything China owns," said Rev. Mr. Day, "but the great difference in the nature of the two peoples makes me believe that they never will succeed to any extent. The Shantung matter is a good example of the cleverness of the Japanese. Present indications are that they will endeavor to take a bite out of Siberia on the pretext of crushing bolshevism.

"China is very friendly toward America," continued Rev. Mr. Day. "The people realize that American aid is not given with a view to fostering selfish motives—a fact which will help this country greatly in trading with them. The Chinese have boycotted Japanese goods and now demand those made in America."

BERKELEY POST IS TAKEN

Oregon Assistant in Geology to Accept Teaching Fellowship.

UNIVERSITY OF OREGON, Eugene, Jan. 11.—(Special.)—Lewis A. Bond of Eugene, graduate assistant in the department of geology, has just accepted an offer as teaching fellow in geology at the University of California. He will begin his work there the first of the week. The teaching fellowship at Berkeley will pay Bond $600, which is $200 more than he received here, and in addition will give him the benefit of much larger laboratories and facilities for research.

Bond took his bachelor of science degree at the University of Oregon in 1916 and his M. A. degree here in 1917. He enlisted in October, 1917, in the coast artillery and went overseas in May, 1918, as first lieutenant of the fourth division.

Farm Community Plan Studied.

SALEM, Or., Jan. 11.—(Special.)—Letters were received here today from Klamath Falls asking for data regarding the establishment of the Community Development league in Marion county. This plan of organizing local development leagues in the various rural communities originated with T. E. McCroskey, secretry of the Salem Commercial club, and has proved a great success. According to the letter received by Mr. McCroskey, the Klamath Falls Commercial club is planning to organize community leagues there. Mr. McCroskey already is assembling the data sought in the letter.

GUARD STATION IS ASKED

Proposed Lightship at Cape Blanco Is Held Insufficient.

MARSHFIELD, Or., Jan. 11.—(Special.)—The talk resulting from the J. A. Chanslor wreck and agitation for a lightship at Cape Blanco does not fully meet the requirements, according to landsmen in that district, and the claim is advanced that a lightship should be seconded by a coast guard station at Port Orford, seven or eight miles away, where there is an open roadstead and opportunity for a life-saving crew to get out to give assistance at any time of year, during weather in which a small craft could navigate the ocean.

It is said the stationing of a lightship would aid in clear weather, but it is shown the Chanslor crew was unable to see the Blanco light when but a mile off, owing to the fog.

Oddfellows Elect Officers.

ALBANY, Or., Jan. 11.—(Special.)—Professor E. A. Hudson, principal of the Albany high school, has been elected chief patriarch of Oregon Encampment, No. 5, I. O. O. F., of this city. Other officers named are: Senior warden, A. J. Steele; high priest, J. R. Misner; junior warden, W. W. Misner; scribe, Ben Bartcher; treasurer, R. A. Erwin; trustees, John Robson, A. A. Gordon and E. A. Hudson.

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