

Portland / VANCOUVER

Portland Investment Counselor Guilty

Plea to assist prosecution in case that cost union pension funds millions

(AP) - Former Portland investment manager Jeffrey Grayson pleaded guilty Tuesday to two felonies related to the Capital Consultants debacle.

Grayson admitted committing mail fraud and helping a union pension fund trustee file a false income tax return. The plea deal means Grayson will probably spend about five years behind bars.

It also means that his son, Barclay Grayson, will likely avoid prison.

As part of the plea agreement, prosecutors will recommend that Barclay's two-year prison sen-

tence, which was to begin next month, be reduced to probation or a year of home confinement.

Jeffrey Grayson was originally indicted on 22 counts of fraud, money laundering, conspiracy, witness-tampering and making payoffs to a pension fund trustee.

Capital Consultants ran what the Securities and Exchange Commission described as "a Ponzi-like scheme" to hide losses on failed loans. It allowed the company to continue gathering money from clients and amounted to the biggest fraud by a money manager in U.S. history, the agency said.

The Grayson plea, and his offer

to testify against those still under investigation, is the biggest development in the Capital Consultants case since federal regulators seized the Portland firm in September 2000.

It gives prosecutors the key insider they've wanted to help them decipher the maze of deals that cost union pension funds and other investors an estimated \$355 million.

Lance Caldwell, the assistant U.S. attorney leading the government's case, defended the deal he'd made for Grayson's cooperation.

"It's not the perfect outcome,"

he said. "But we wouldn't have done it if we didn't think it was the right thing to do."

Grayson's declining health from multiple sclerosis played a role in Caldwell's decision. Caldwell wants to move the Capital Consultants cases along while Grayson's health still allows him to testify.

Caldwell said Grayson is already proving to be a big help.

"It is extremely valuable to have Mr. Grayson explaining the many complex loan transactions Capital Consultants was involved in," Caldwell said. "We will follow the evidence where it takes us."

Police Officers Charged in Nightclub Beating

(AP) - A Portland police officer accused of beating a man outside a nightclub was indicted on felony assault charges Tuesday and could become the state's first officer to face a Measure 11 sentence if convicted, the Multnomah County District attorney's office said.

A second officer involved in the beating pleaded guilty to a lesser felony charge, which does not carry the stiffer Measure 11 penalty, and will serve 18 months in the state penitentiary.

The two officers, Craig Hampton and Grant Bailey, were off duty the night of Jan. 24 when they allegedly assaulted a man up the street from the nightclub.

A grand jury on Tuesday indicted Hampton on charges of third-degree assault, second-degree assault and criminal mischief, said Deputy District Attorney Jim McIntyre.

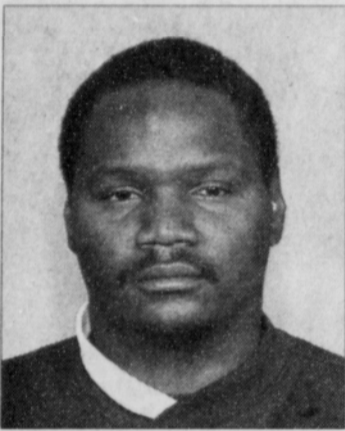
Bailey pleaded guilty to the third-degree assault, a Class C felony, McIntyre said. Third-degree assault does not fall under Measure 11, the 1994 law that mandates prison time for certain violent crimes.

According to witnesses, the officers left the nightclub, Stephano's, after an argument with a third man. The fight occurred a few blocks away after the other man left.

At least one of the officers reportedly yelled an anti-homosexual epithet during the assault, bringing concern from Mayor Vera Katz that a hate crime had occurred. But investigators apparently decided that the incident was not motivated by any bias.

Both officers have been on administrative leave since March 8.

Bailey, who works in the police bureau's Central Precinct, has been with the department for just over three years. Hampton, who's based in North Precinct, was hired less than 18 months ago and is still classified as a probationary trainee.



Lorell Robinson

Domestic Violence Unit Seeks Suspect

The Portland Police Bureau's Domestic Violence Reduction Unit, in cooperation with Crime Stoppers, is asking for your help in locating and apprehending Lorell Laray Robinson.

Police said Robinson, 28, has used many aliases. He faces a felony warrant for a

probation violation stemming from an original charge of first degree burglary.

Robinson is approximately 5 foot 11 inches tall, weighs 265 pounds, has black hair and brown eyes. He has G187 tattooed on his left arm, BK187 on his right wrist, and B187 on both his left wrist

and forearm.

Crime Stoppers is offering a cash reward of up to \$1,000 for information, reported to Crime Stoppers, which leads to an arrest in this case, or any felony crime, and you need not give your name. Call Crime Stoppers at (503) 823-HELP.

Retirement's Living

Westmoreland's Union Manor
6404 SE 23rd Avenue * Portland 97209
503.233-5671

Marshall Union Manor
2020 NW Northrup Street * Portland 97209
503.225.0677

Kirkland Union Manors
3530 SE 84th Avenue * Portland 97266
503.777.8101

Kirkland Union Plaza
1414 Kauffman Avenue * Vancouver 98660
360.694.4314

- Studio & One-Bedroom Apartments with Kitchens
- Affordable Rents with no Buy-in or Application Fees
- Garden Areas & Planned Activities
- Easy Access to Bus Lines & Shopping
- Federal Rent Subsidies Available for those that qualify

www.theunionmanors.org

Ship Stowaway Found Dead; Two Hurt

(AP) - Three stowaways, one dead and two badly dehydrated, were found Friday on a ship in the Columbia River, immigration officials said.

Immigration and Naturalization Service agents found the trio in an area above the rudder on the Sammi Herald, agency spokesman Ed Sale said. The ship was headed from Colombia to Vancouver, and the men were believed to be Colombian, Sale said.

The ship was anchored in the Columbia River, about two miles west of the Interstate 5 bridge.

The two surviving stowaways were taken to Legacy Emanuel Hospital in Portland. The men appeared to suffer from hypothermia, malnourishment and dehydration, a spokeswoman said.

Young Girl Dies in Family Fight

(AP) - An 8-year-old southeast Portland girl was stabbed to death while trying to stop a fight between her father and half brother.

Vanessa Neubarth was stabbed multiple times last Wednesday night by 33-year-old Aaron Neubarth when she tried to intervene in a fight that might have been about car parts, police said.

Aaron Neubarth was charged with aggravated murder, attempted murder and first-degree assault in the death of Vanessa Neubarth

and the wounding of his father, Van Neubarth, who suffered stab wounds to the neck and face.

Van Neubarth, 54, who has been undergoing chemotherapy for colon cancer, told relatives by phone from his hospital bed Thursday morning that he had trouble fighting off his son because he was weak from those treatments.

Vanessa was a second-grader at Gilbert Park Elementary School, where her three brothers, ages 6, 11, and 12, also go to school.

Jury Clears Police in Death of Burglary Suspect

(AP) - A Multnomah County grand jury ruled last Wednesday that Portland police had reason to shoot a man who waved a realistic-looking air gun at them.

Responding to a report of a southeast Portland robbery in progress, Officer Christopher Kenagy shot Anthony Utah Zona Beck, 29, three times when Beck came out the front door and refused commands to drop the air gun and a knife.

An autopsy revealed that moments before he

was shot, Beck had apparently tried to commit suicide by stabbing himself multiple times in the hands and legs.

It was the second fatal shooting by Portland police this year.

Police were called to the home on April 14 after the homeowner returned from a walk with his two young daughters and saw blood smeared on the wall of his garage and an interior garage door leading into the home.

SAFeway
FOOD & DRUG

Values from Safeway!

Pork Spareribs
Frozen. Sold 10-lb. Box only at this price \$10.00
SAVE up to \$1.49 lb.

Fresh Red Seedless Grapes
Grown in Chile.
SAVE up to \$1.10 lb.

Lay's Potato Chips
12.25-oz. Assorted varieties. Limit 2.
SAVE up to \$1.98 on 2

2 for \$4
Safeway Club Price

Hot Pockets
8-oz. Juniors. 9-oz. Hot, Lean or Croissant Pockets. Limit 4.
SAVE up to \$3.00 on 4

4 for \$7
Safeway Club Price

Now the savings are in the Card!

ALL LIMITS ARE PER HOUSEHOLD PER DAY!

Attention SENIORS

NEW FOR SENIORS ONLY...
Safeway Senior Shuttle Service!

Introducing a great new service for our neighborhood senior citizens. FREE grocery shopping "shuttle service" to your nearby Ainsworth & MLK Blvd Safeway Food & Drug and Renaissance Market. TWICE a Month! On or around the 3rd and 15th of each month. This Service is FREE to seniors age 60 and over. Please Seniors - Grandchildren and others WILL NOT BE PERMITTED on the Shuttle or any time.

LOOK FOR OUR SPECIAL "RAZ TRANSPORTATION" TROLLEY SERVICE SCHEDULE FLIER AT YOUR MLK BLVD SAFEWAY and RENAISSANCE MARKET FOR COMPLETE DETAILS!

Sponsored by:
SAFeway FOOD & DRUG
RENAISSANCE Market
MEMBER OF COMMERCIAL CHAMBER OF COMMERCE OF OREGON

For More Information Call: 503-572-0812

Visit Safeway's Web site at www.safeway.com

Available at Safeway!

PRICES EFFECTIVE MAY 2002

Sun	Mon	Tue	Wed	Thur	Fri	Sat
5	6	7	1	2	3	4

Items & prices in this ad are available at your local Safeway store. No sales to dealers, restaurants or institutions. Sales in retail quantities only. Quantities of some items may be limited and subject to availability. Not responsible for typographical or pictorial errors. We reserve the right to correct all printed errors. Buy One Get One Free pricing is determined by equal or lesser value of the item. The lower priced item is free item.

©2002 Safeway Stores, Inc.