

# ALL SALARY ACTS VETOED BY OLCOTT

State Highway Engineer Barred From Increase in Pay by Disapproval of Representative Smith's Bill

Board Named to Inquire Into Compensation Reports at Next Session

## REPORT OF SPECIAL COMMITTEE AWAITED

Governor Olcott yesterday vetoed house bill No. 28, which, had it become law, would have authorized the state highway commission to increase the salary of the state highway commissioner. The salary of that official is now \$5000 a year, the maximum limit fixed by chapter 237, laws of 1917, together with actual and necessary traveling expenses.

The governor has vetoed all salary bills passed by the special session, four of the more important measures going down under his disapproval yesterday.

Inquiry Is Awaited

The bill empowering the highway commission to increase the salary of the highway engineer was introduced by Representative E. E. Smith of Portland. In his veto message the governor gives as reasons for disapproving the bill the same as are given relative to house bill No. 19, another vetoed yesterday, namely, that the special session made provision for a committee to investigate salaries of county and state officers and that increases should be withheld until the committee reports to a regular session. The sum of \$1000 was appropriated for the use of the committee in making its inquiries. House bill 19 provided for an increase in the salaries of the deputy labor commissioners. The bill was introduced by Horne of Multnomah.

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# CARRANZA IS BLAMED FOR 1915 RAIDS

Testimony at Hearing of Senate Sub-Committee Shows President of Southern Republic Planned Forays

## SPREAD OF BOLSHEVIST MOVEMENT IS RELATED

Mexicans Aided Germans and Russian Soviet Indicated by Letters

SAN ANTONIO, Tex., Jan. 22.—Carranza and a few of his principal lieutenants instigated and directed the long series of raids on American properties that began along the Rio Grande early in 1915, according to documentary evidence today placed before the senate sub-committee investigating the Mexican situation.

This was supported by testimony by John A. Walls, the district attorney at Brownsville, Texas; L. R. Barnes, in charge of the United States army intelligence work along the border during the war, and other witnesses. The committee obtained from them and from documentary evidence information tending to show that not only were the highest Mexican officials cognizant of the program of the raiding parties which was carried out under the provisions of the "plan of San Diego," but that as late as June 1915, they were still giving encouragement to and aiding those who participated in those raids in plans inimical to the United States.

Soviet Ambassador Involved

Further information was obtained as to the success encountered by Germans in bidding for the sympathy and support of Mexico during the war and the reported present drift toward bolshevism. T. R. Atterdorf, a Pole who is in the intelligence service of the American army during the war and who was

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# Ten Alleged Members of Russian Union Arrested

SEATTLE, Jan. 22.—Ten alleged members of the Union of Russian Workers were arrested on federal warrants by department of justice agents here tonight and taken to the United States immigration detention station, where they will be held pending hearings before immigration Commissioner Henry M. White. Tonight's arrests brought the total of alleged members of the union held here to 43. More than 20 of these have appeared before Mr. White, who has forwarded the records in each case to Washington. D. C. It was learned tonight.

# CHINESE BARES DYNAMITE PLOT

Wong Fong, 20; Confesses to Putting Explosive Under Railway Building

RICHMOND, Calif., Jan. 22.—Wong Fong, a 20-year-old Chinese employed at an explosive factory, confessed tonight, according to the police, that he put blasting powder under an out-house of a Southern Pacific station near here which was destroyed by an explosion last night.

# MEEKER FINDS LIVING HIGHER

Food Doubles in Price Since 1913 Is Assertion But Wages Are Slow

NEWARK, N. J., Jan. 22.—Prices of living commodities were higher in December, 1919, than in any previous month in history, but January 1919, promises to set another record, Dr. Royal Meeker, commissioner of statistics of the department of labor, declared in an address tonight. Food in December cost almost twice as much as it did in December, 1913, he said.

The average increase in wages has not kept pace with the increased cost of living, Dr. Meeker said, declaring that "the average family today does not live as well as it did in 1913."

# M'DONALDS ARE HELD FOR BAIL

Three Acquitted of Murder of W. H. McNutt Face New Charges

SPOKANE, Wash., Jan. 22.—Marie, Fay and Ted McDonald, acquitted in superior court here today of the murder of W. H. McNutt, were held in the county jail at a late hour this evening in default of bail. They were re-arrested immediately after their acquittal. Marie and Fay on charges of forgery and Ted on a charge of grand larceny.

# WASHINGTON 38 TO OREGON 26

First Basketball Game of Season for Seattle Team Is Victory

SEATTLE, Jan. 22.—The University of Washington won its initial game of the Northwest conference basketball season here tonight, defeating the University of Oregon quintet by a score of 38 to 26. Both teams played fast games, marked by speedy footwork, accurate passing and good shooting. The teams meet here again tomorrow night.

# TROOPS SENT TO SUBDUE RIOTING

Threatened Race War in Arkansas Fails to Develop

DUMAS, Ark., Jan. 22.—Federal troops sent here early today in connection with threatened race trouble at a negro settlement near Dumas, will return to Camp Pike, Ark., early tomorrow it was stated tonight, as the situation is reported normal.

Governor Charles H. Brough, who accompanied the troops, will return with them.

The troops did not go to the settlement as civilian possession already had ascertained that the negroes who caused the disturbance by an attack late yesterday upon a white deputy sheriff and two companions, had fled.

# HEARING OF ASSEMBLYMEN IS DRAMATIC

Walkout Threatened at Trial of Five Suspended Socialist Members of New York Charged With Disloyalty

## COUNSEL FOR DEFENSE OBJECTS TO "COURTESY"

Trial Must Have Regular Legal Status or Not Be Held Is Attitude

ALBANY, N. Y., Jan. 22.—There were tense moments today at the trial of the five suspended socialist assemblymen charged with disloyalty when it seemed that defendants and counsel would "walk out" on the assembly judicial committee.

The first came when committee counsel proposed to call on witnesses to produce books, documents and papers to mark them for identification and to leave them with the committee for examination, with the idea that they later might be introduced in evidence.

Morris Hillquit, chief defense counsel, objected. Louis M. Martin, committee chairman, denied the objection. Assemblyman Evans and Bloch, committee members, dissented from the ruling.

Then Mr. Hillquit, turning to the witness on the stand, Mrs. Anna Stern, executive secretary of the socialist Bronx local, said:

"You are not bound to part with possession of your book unless it is offered in evidence."

Courtesy Objected to

"The statement of prosecution counsel, so often made, that the committee is a law until itself, that the assemblymen under charges are here by courtesy or favor—with that statement as a proposition of force, I am not finding any fault. But I want to have it understood that we do not wish to appear here on sufferance or courtesy or by favor. We are either here with all the rights of counsel in any court of justice, or we do not propose to be here."

The threatened "walk out" was averted when Judge Arthur E. Sutherland, speaking for the committee's counsel, yielded to the suggestion of Mr. Hillquit, that the documents be marked for identification, but returned to their owners.

Second Crisis on Evidence

Another crisis came when Ezra L. Kauffmann, a special policeman, of Rochester, called and produced a book in Hebrew, which he said he had obtained from "a Samuel Miller."

Defense counsel objected when John B. Stanchfield, committee counsel, attempted to question the witness concerning a conversation he had with Miller.

"It isn't competent or direct evidence," snapped Seymour Stedman of Chicago, for the defense. "We don't know this man 'Miller.' Who is going to dispute what he said?"

In response to my eloquent and distinguished friend from the west, let me suggest that he must have overlooked the fact that there is the express charge that these five men here involved had been a party to a conspiracy to subvert our law and to overturn the government by force," said Mr. Stanchfield.

Stedman Sarcastic

"In reply to the distinguished gentleman whose consciousness of himself is never absent, let me say this is a new thing that we are now on trial for, conspiracy," retorted Mr. Stedman. "I suppose we will have another offense tomorrow morning."

After Mr. Hillquit had recalled that the committee had promised a fair trial, Assemblyman Bloch said he objected to that "continual reminder" and that he believed "the statement is only made to create an impression with the press that you are not getting a fair trial."

"If this testimony and testimony of any similar kind is permitted, we have not a fair trial; we have a travesty on justice," said Mr. Hillquit to Mr. Bloch. "I should be very reluctant to make myself a party to a farce of this kind. As far as I am concerned, and I think I speak for my associates, wherever testimony of this kind is called, we shall take absolutely no part in the proceedings. It is as if we were absent."

Adjournment to Monday

The chair overruled the objection; the socialist counsel did not withdraw.

Committee counsel moved adjournment to Monday to review their evidence.

## Police Used to Aid Census Enumerators Find Japanese

SAN FRANCISCO, Jan. 22.—A squad of policemen tonight assisted census enumerators in making a canvass of the Japanese districts.

# High Interest Rates Cause Slump in Markets, Claim

WASHINGTON, Jan. 22.—Declaring that high interest rates on call money instead of tending to check speculation, depress market conditions, Senator Owen, Democrat, Oklahoma, today introduced a bill to prohibit federal reserve banks from charging more than 6 per cent interest on collateral call or 30 day loans.

In a statement accompanying his bill, Mr. Owen said the measure was designed to stabilize commercial interest rates.

# 271 PASSENGERS RESCUED AT SEA

Transfer From Disabled Army Transport to Northern Pacific Completed

NEW YORK, Jan. 22.—All the 271 passengers on board the disabled army transport Powhatan have been transferred to the transport Northern Pacific and are on their way to New York. This news was received here tonight in wireless messages, confirming previous reports from Halifax. The transfer of the passengers was affected late today under good weather conditions and without accident.

# DUTCH REPLY IS SENT TO PARIS

No Doubt Felt That Demand for Surrender of Kaiser Will Be Refused

THE HAGUE, Jan. 22.—The reply of the Dutch government to the demand of the allies for the former German emperor was sent this morning to the Dutch minister at Paris. It will probably be delivered to M. Clemenceau tomorrow.

So far as can be learned there is no doubt the demand will be refused, with an explanation of the position of The Netherlands.

# ALLEGED SHIP FRAUDS PROBED

Federal Grand Jury at Tacoma Not Yet Ready to Make Report on Work

SEATTLE, Jan. 22.—Investigation by a federal grand jury in session here of alleged frauds in Pacific coast shipyards, had not been completed when the jury recessed at 4:40 p. m. It was believed. While a number of witnesses were called during the day, members of the United States district attorney's staff would not disclose whether or not they had appeared in connection with the shipyard probe. A number of routine liquor and drug cases were taken up, it was said.

It was stated unofficially after the session that a report on the alleged frauds might not be expected for several days.

# EDWARDS CANDIDACY ON ANTI-DRY PLATFORM IS SLANDER SAYS BRYAN CUMMINGS SAYS HE IS "IMPARTIAL"

GREENSVILLE, S. C., Jan. 22.—William J. Bryan, when shown the statement of Homer S. Cummings, chairman of the Democratic national committee here tonight, declared Mr. Cummings' position of impartiality as regards candidates for the Democratic nomination for president was not sufficient to justify his presence at the inaugural dinner given Governor Edwards of New Jersey. He characterized Cummings' presence at the dinner as "inexcusable" and said Cummings "thinks it his duty to lend his official presence to the starting of such a boom, he had better retire from the management of the party long enough to get acquainted with the sentiment of the party and the country."

Mr. Bryan spoke here tonight under the auspices of the anti-saloon league.

CUMMINGS SAYS BRYAN COMPLAINS LACK MERIT

WASHINGTON, Jan. 22.—Homer S. Cummings, chairman of the Democratic national committee, in a formal statement tonight declared that if complaints of William J. Bryan, as made in addresses yesterday in Norfolk and Richmond, Va., were based on the chairman's attendance at the inaugural dinner given Governor Edward I. Edwards of New Jersey Tuesday night at Newark, his comments were "without merit."

Position "Impartial"

Chairman Cummings asserted that had Mr. Bryan read the speech given by the chairman at the dinner, "he would not have made the comments attributed to him." His attendance at the Edwards dinner, he said, connected him in no way with any movement having as its aim the selection of Governor Edwards as the Democratic nominee for president, as his position as regards candidates "was one of impartial neutrality."

Mr. Bryan referring to Mr. Cummings' attendance at the Edwards dinner declared at Norfolk and Richmond, that the chairman must either separate himself from the New Jersey governor or resign from the committee.

BRYAN SAYS EDWARDS' CANDIDACY IS SLANDER

SPARTANBURG, S. C., Jan. 22.—Declaring that the movement to enter Governor Edward I. Edwards of New Jersey on an anti-prohibition platform in the race for the Democratic presidential nomination was "the greatest slander the Democratic party has even known," William J. Bryan, speaking here today in support of prohibition enforcement, asserted that the Democratic party

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# MOVE TO RELIEVE LACK OF HOMES IN FORMALLY LAUNCHED AT BANQUET

Business Men to Commence Campaign to Secure Subscriptions to Stock at Once—Organization Will Not Deal in Real Estate—Officers to Be Elected When Half of \$100,000 Capital Is Subscribed

The Salem Home Builders' association was officially launched at a dinner at the Hotel Marion last night at which \$12,500 in stock was subscribed by the 26 business men present. The meeting was called by the board of directors of the Commercial club and T. E. McCroskey presided in the absence of R. C. Paulus, president.

Campaign to Begin

A campaign to secure subscriptions for stock which will sell at \$1 a share will begin at once. The committee in charge is composed of the following: T. B. Kay, chairman, J. F. Hutchason, F. S. Lamport, S. B. Elliott and Frederick W. Schmidt.

Plan Outlined

The plan is to build homes of moderate cost for persons who own lots. The association, it was decided last night, will not deal in real estate in any way. The plan follows in general a system used in Havre, Montana. The Havre system was explained in detail by James Holland, president of a home building association of Eugene, who has interests in Havre, and formerly lived there.

The Salem Home Builders' association of the organization formed in December with a view to relieving the housing shortage. It is capitalized at \$100,000, the incorporators being David Eyre, Theodore Roth and C. W. Niemeyer. When half the amount of the capital stock is sold a meeting will be held to elect permanent officers, thus complying with the Oregon corporations laws.

# "FLU" EPIDEMIC NEAR HIGH MARK OF PRESENT YEAR

Deaths in Chicago From Two Maladies Total 79 in 24 Hour Period

## 100 SAILORS STRICKEN

Red Cross Throughout Country Prepares for Emergency Summons

CHICAGO, Jan. 22.—The influenza pneumonia situation continued today near its high level. For the 24 hour period ending at 6 p. m., 2086 new cases of influenza were reported. New cases of pneumonia jumped from 181 to 251. There were 36 deaths from influenza reported against 61 for Wednesday. Deaths from pneumonia totaled 43, as against 21 for yesterday.

# WOMAN ADMITS GRAND LARCENY

Beth Hartman, Wife of Alleged Bank Robber, Gets 6 Months to 15 Years

SPOKANE, Wash., Jan. 22.—Beth Hartman, wife of Leo Hartman, wanted here for the robbery of the Union Park bank last December 12, pleaded guilty in superior court here today to a charge of grand larceny in connection with the robbery and was sentenced to a term of six months to 15 years in the state penitentiary. Hartman, known also as Clark and Sims, is held in Marysville, Calif., in connection with the death of a bootblack.

Mrs. Hartman told the court she had begged her husband not to commit the robbery and he had promised he would not. She said she had not known where some \$600 he gave her came from.

# WILLAMETTE TO MEET AGGIES

Game Tonight to Be in Armory—Tomorrow Night at Corvallis

Willamette University will play her second conference basketball game at the armory tonight. Her opponent is Oregon Agricultural college. Saturday the Willamette team will play the same team at Corvallis.

# Two Voters Brave Snows and Pass \$300,000 School Bill

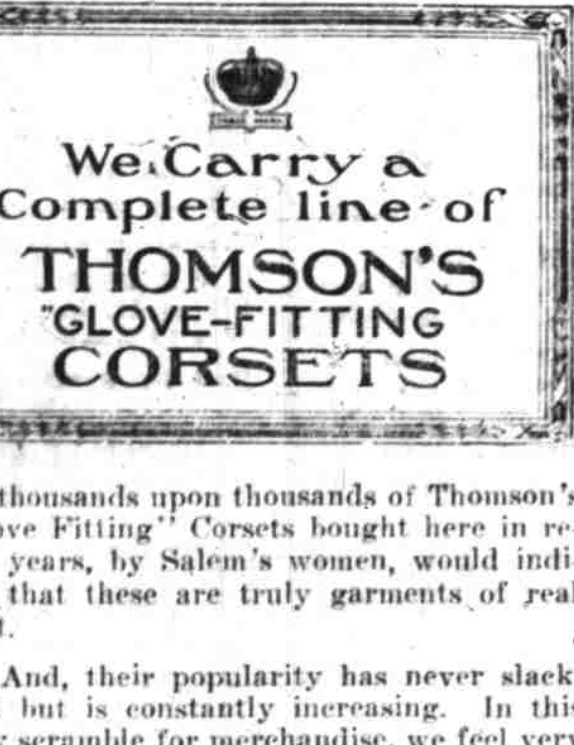
CLEVELAND, O., Jan. 22.—Two lone voters in the Shaker Heights village school district passed a \$300,000 bond issue for building new schools at a special election Monday. It was announced today.

No other voter braved the deep snows.

# CORN WILL BE JUDGED TODAY

J. E. Larson of Portland to Place Awards at Annual Exhibit

Judging at the Marion county corn show being held at State and Front streets will be done today with J. E. Larson of the Portland seed company placing the awards. The exhibits were placed Wednesday and the show will be open until Saturday night.



We Carry a Complete line of THOMSON'S "GLOVE-FITTING CORSETS"

The thousands upon thousands of Thomson's "Glove Fitting" Corsets bought here in recent years, by Salem's women, would indicate that these are truly garments of real merit.

And, their popularity has never slackened but is constantly increasing. In this daily scramble for merchandise, we feel very fortunate indeed, to be able to meet your wants with so complete a line of these justly famous corsets.

We make no promises for the future. We advise early purchasing.

La Victoire Corsets for those who wish a finer quality material, trimming and finish

We are showing a very fine line of SILK BRASSIERES

Barnes Cash Store



THOMSON'S GLOVE-FITTING CORSETS. LACE FRONT