

REDUCTION IN EXPENSES MAY BE POSSIBLE

President Makes Known Plans to Reduce Governmental Costs by Total of \$439,000,000.

EXECUTIVE'S ESTIMATE IS SENT TO CONGRESS

Supplemental Deficiency Appropriations Accounted for in Figures

WASHINGTON, Nov. 3.—The administration expects to effect a great reduction in government expenditures for the fiscal year of 1922 of \$439,000,000, instead of its previous estimated reduction of \$350,000,000, President Harding informed congress through a letter to Speaker Gillette, made public today. On the basis of latest estimates received, the president said, total expenditures for the next fiscal year stands at \$3,940,000,000, a reduction of \$94,000,000 from the estimate of \$4,034,000,000 to congress August 10.

The president's estimates were submitted in connection with transmission of supplemental and deficiency estimates of appropriations amounting to nearly \$188,000,000, which he said were taken into consideration in arriving at the expenditures total for next year.

Letter Sent Congress

The president's letter said: "I have the honor to transmit herewith for the consideration of congress supplemental and deficiency estimates of appropriations in the sum of \$187,922,578.74.

"As a factor in their consideration, it is to be noted that on August 4, the secretary of the treasury stated that the committee on ways and means that, according to the latest advice received from the spending departments and after taking into account all estimated reductions in expenditure, the treasury estimates that the total expenditure for the fiscal year 1922, for which provision should be made out of the current revenues of the government would be about \$4,550,000,000.

"This in itself would mean a substantial reduction in current revenues and expenditures below the fiscal year 1921."

Policy Announced

"At the time this statement was made by the secretary, the results of the imposition of executive pressure upon the spending departments, inaugurated at the meeting called by the president of the body of the business organization of government, had not been fully developed. On August 10, 1921, after a conference, announcements were made through the secretary of the treasury that the administration, in cooperation with the committee on ways and means, had determined to reduce the ordinary expenditures of the government for the fiscal year 1922 out of other public debt receipts during the year by the amount of \$170,000,000. Thus the expected aggregate reduction in expenditure for the fiscal year on the above basis was announced as \$520,000,000, leaving the estimated total expenditure for the fiscal year 1922 as of date, August 19, 1921, about \$4,034,000,000.

CARSON BEEBE TO FACE JURY

Lebanon Man Protests Evidence as He is Bound Over to Grand Jury

ALBANY, Ore., Nov. 3.—While protesting his innocence, Carson Douglas Beebe, so named by his parents but generally known as Peter Beebe was bound over today without bail to await the action of the grand jury on two separate charges of murder in the first degree. District Attorney Lewelling filed two complaints in one of which Beebe is accused of the murder of John Painter, and his 19-year-old son, October 19, was given as the date of the commission of each murder. The bodies of the two men were unearthed from a grave in the timber on the elder Painter's farm, between Lebanon and Lacombe. After the hearing Beebe was returned to the Lincoln county jail where he must remain until the next session of the grand jury, which will probably be held the week of this month.

PHOTO OF MRS. HARRIMAN



The new Mrs. Herbert Harriman, who before her marriage to the millionaire banker and sportsman was Miss Sally Hunter, daughter of Mr. and Mrs. James Hunter, of New York City. Miss Hunter first met Mr. Harriman in France, where she served as a Red Cross nurse. They renewed their acquaintance here in America. They are spending part of their honeymoon in French Lick, Ind., where they were secretly wedded.

State Board May Ignore Letter of the Law, But Welfare of Boy at Stake

The state board of control may have deviated from the letter of the law yesterday, and ran a chance of establishing a precedent that may become a nuisance—but it was done for humanitarian reasons and had the approval of the three members as well as of all heads of institutions who were present.

This was the granting of authority to L. M. Gilbert, superintendent of the state training school for boys, to reopen the doors of the institution for the winter to a paroled boy who is now out of employment, and who

desires to go to school during the winter. Under the law it is doubtful if this procedure is legal without the lad committing some offense that would break his parole.

The lad lives at La Grande, Union county. He has worked hard since he was paroled and has become an adept at operating a tractor. His story was told Superintendent Gilbert in a letter from the county judge of Union county. His employment came to an end and he appealed to the judge for advice. The mills in that

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FIFTY GALLONS OF WINE NABBED; FINE OF \$125 IS LEVIED

Frank Nosack, a farmer of near Salem, received a shock yesterday when Deputy Sheriffs W. Barber and Lee Morelock descended upon his farm and seized 50 gallons of wine.

When Nosack was brought into justice court before Judge G. E. Unruh, he received a second set-back, the court imposing a fine of \$125 after Nosack had pleaded guilty to the charge of having liquor in his possession. The wine had been manufactured from a mixture of cherries, raspberries and loganberries, officials believe.

Nosack would not admit to the officers that he made the liquor for commercial purposes, asserting that the 50 gallons had been intended for private consumption.

TWO BOYS IN CUSTODY FOR RECENT THEFT OF BICYCLES

(By WILL CARVER)

Excellent examples of what transpires when parents fail to keep in touch with their children is found in the cases of Youngster No. 1, nine years old, and Youngster No. 2, 12 years old, now pending before County Judge W. H. Hushey in the local juvenile court.

In the case of Youngster No. 1, the parents are divorced, the father living in another state, while the mother is obliged to work away from home a great portion of the time. The mother of Youngster No. 2, is dead and the father's business has deprived the boy of the needed association.

Taken Into Custody
Last Saturday, the two boys were taken into custody by Chief of Police Verden Moffitt and confessed to stealing bicycles valued at \$300, and also to taking a number of bicycle accessories, the

value of which is placed at \$25. During the past two months, bicycle thieves have been very active in Salem and the local police department has been put to much trouble and expense in endeavoring to break up the gangs of thieves. Four boys have already been sent to the state training school and property valued at \$500 recovered.

City and county officials believe that the public should realize just what a certain class of careless and absentee parents is doing in augmenting police problems and the burden of taxes. In this particular case, the boys told Judge Hushey that this was their first offense and pleaded for another chance. For this reason names have been omitted.

Job Hard to Undo
Youngster No. 1, and Youngster No. 2 presented themselves

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ALLIANCE FOR UNITED STATES NOT POSSIBLE

Ambassador George Harvey Makes Frank Speech to Audience at Liverpool Chamber of Commerce.

LORD DERBY'S IDEA HELD NOT FEASIBLE

Policy Enunciated by George Washington Must be Adhered to Strictly

LIVERPOOL, Nov. 3.—George Harvey, United States ambassador to Great Britain, told an audience at the Liverpool Chamber of Commerce tonight that it was futile to hope that America, as Lord Derby had recently suggested, may some day be merged in a definite alliance with England and France.

This statement was made as a digression from an address on economics and the international industrial situation, in which the ambassador attacked communism and socialism and defended individualism.

Derby Speech Recalled

He recalled Lord Derby's statement in an address in Birmingham, in which the latter voiced the conviction that the success of the Washington conference would mean peace and its failure would mean war in the immediate future.

He also recalled Lord Derby's suggestion to form a President Poincare of France, that an Anglo-French alliance would be desirable in the interests of peace, intimating the "strong hope" that America might eventually join the combination.

Hope Declared Futile

"Now it seems to have fallen to my unhappy lot, since I have been in England," continued the ambassador, "to dispel illusions respecting the attitude of the United States. I can conceive of no more effective service on the part of an envoy than to set forth frankly any certainty which may bear on the immediate future, however disappointing it may be to his hearers. I feel impelled to say frankly that the hope voiced by Lord Derby must be regarded as futile.

"Our first president fixed the foreign policy of the United States clearly and unequivocally when he abjured his countrymen never to enter a permanent alliance with any other power. This policy has been reaffirmed by practically all his successors. It was reiterated with great positiveness in our latest national campaign by our present president and was confirmed by a majority of the electors.

Ambassador Speaks Frankly

"In view of these circumstances I do not more than stating the wholly obvious and inescapable fact when I pronounce the entrance of the United States into any permanent alliance, however desirable that action may seem to be, an utter impossibility? May it not be then, the part of wisdom to avoid discussion or even suggestion of a proposal which, however praiseworthy it may be, could hardly serve any purpose other than to feed enemies and distress friends of both Great Britain and France, who live in America."

Ambassador Harvey in dealing with world economics, said the aftermath of the war was hardly less disconcerting and devastating than was the war.

Test Years Progress

"At the expiration of the ensuing week," he continued, "we shall have reached the beginning of the fourth year following the armistice. Even then we shall only be approaching what we hope may prove to be the first definite and enduring settlements looking toward the lifting of burdens and the establishment of international agreements or understandings foreshadowing prosperity, which can be attained only through the assurance of tranquil relations among the powers."

There was, he added, political peace in a broad sense and it was industrial peace now that was being sought and which must be obtained.

Economic Laws Superior
"We must face the issue squarely and manfully," he said, "as it befits our race. The first fundamental principle that we must recognize is that economic laws are superior to legislative enactments."

He declared supply and demand constitute the basic law of all industry, and that a period of what normally would be termed overproduction, should now follow the long period of under production. Instead, however, he declared both England and America had been persistent in under production.

SALES TAX REJECTED BY VOTE OF SENATE LAST NIGHT WITH REPUBLICAN MEMBERS DIVIDED

PERMITS TO BUILD ARE ON INCREASE

Total is \$8200 in Last Ten Days, Records of City Recorder Race Disclose

Just a little matter of buildings and repairs to cost approximately \$8200 in October, according to city records. This shows a strong gain over October's total for 1921 by nearly \$5,000. An average of one item daily for the ten-day period in the month just past is shown in the big book in the office of City Recorder Earl Race. The applications for permits were received as follows:

October 20: E. L. Weinheimer, 754 North High street, to alter and repair one and one-half story frame dwelling to cost \$500. Robert Heins, 525 North Fourteenth street, erection of a one-story frame dwelling, Carl Bahlberg, builder, to cost \$1800. Fred Thielson, of the Slough road, to alter and repair one and one-half story building, the work being done by Carl Bahlberg, and to cost about \$500.

October 21: W. E. Egan, frame garage at 1475 North Liberty street, to cost \$300.

October 24: Fred Armprist, 2030 State street, one-story frame dwelling to cost \$2650. Charles Zeigler, 449 South Eighteenth street, repairs to one and one-half story frame dwelling, cost \$310.

October 25: C. A. Bost, 1232 North Liberty street, one and one-half story frame dwelling, cost \$1,000. Swedish Methodist church to alter and repair church building at Fifteenth and Mill streets at a cost of \$700.

October 27: Marion county, to erect one-story machine shed at Jason and Center streets, cost \$700. David Silver, Twenty-second and Oxford streets, to alter and repair one-story frame dwelling, cost \$300.

October 31: John M. Myer, North Commercial street, to alter and repair one-story frame building at a cost of \$800. Anna S. Flint, 178 West Wilson street, to alter and repair one-story frame dwelling at a cost of about \$900. E. J. Tucker, builder.

JUDGE RACE IS AFTER SPEEDERS

Didn't Know it Was Loaded Type of Drivers Warned To Slow Up

Traffic violators who tear into the city traffic ordinances and then expect a please-don't-do-it-again attitude from City Recorder Earl Race will receive an unpleasant jar on their next unwilling visit to the city hall. After a long period of accepting promises that were soon forgotten or broken, Judge Race has issued the following statement:

"In future for the violating of the traffic ordinance in the city of Salem, speeding, glaring headlights and cutting corners, the minimum fine imposed by this court will be \$20.

"In looking over the number of accidents that have happened, and the lives that have been sacrificed, we have become satisfied that an automobile in the hands of a careless or reckless driver is a deadly weapon—placed in the same class with the people that didn't know the gun was loaded. If an automobile was not considered dangerous when on the road it would not be surrounded by the laws to protect both life and property."

Ben Kantalberg and Carl Booth were each arrested during the week and after pleading guilty to charges of exceeding the speed limits within city bounds received proof that Judge Race is indeed in earnest. Each was fined \$20.

Short Circuit Causes Loss of Near \$1,000,000
LOS ALAMITOS, Cal., Nov. 3.—Flames, believed to have originated through an electrical short circuit, burned 150,000 bags of sugar in the shipping warehouse of the Los Alamitos Sugar company here today. E. C. Hamilton, manager of the plant, said the loss of sugar and damage to the warehouse was estimated at \$925,000, fully covered by insurance.

THE WEATHER
Cloudy and threatening, probably followed by rain west portion; moderate southerly winds.

WASHINGTON, Nov. 3.—The sales tax was rejected tonight by the senate. The Democrats voted solidly against the measure and were joined by 17 Republicans.

The vote, 43 against, to 25 for, was on a proposal by Senator Smoot, Republican, Utah, for a 1 per cent levy with exemptions provided in the case of sales by farmers of the products of their farms, sales by public utilities and those by the United States or any foreign government or any state or territory, the army and navy and hospitals.

The roll call for the amendment showed 25, including Republicans Gooding of Idaho and Jones and Poindexter of Washington. Against the measure was 43, including Borah, Republican, Idaho and Walsh, Democrat, Montana.

The vote was regarded generally as decisive of the question of a sales tax at present, but immediately after it had been announced, Senator Smoot offered another amendment embodying a business sales tax of one half of 1 per cent on gross sales in excess of \$5000 a year.

This went over until tomorrow. In the debate on the defeated manufacturers' sales tax plan, some Republican leaders indicated a sales tax might have to be provided for in connection with the soldiers' bonus bill which they predicted would be passed at the next session.

Discussion of the sales tax was comparatively brief. Senator Smoot was the chief speaker for the plan, which was opposed among others by Senator Jones of New Mexico, Democrat.

Before taking up the sales tax, the senate perfected the committee bill with the adoption of some additional amendments offered by individual senators.

TAG DAY WILL BE ALL OF TOMORROW

The Sale Will Be Throughout the Country for Endowing Hospital Ward

The towns of Marion county are giving splendid co-operation in the tag day to be held tomorrow under the auspices of the American War Mothers, to raise funds for the four-bed ward to be endowed in the new Salem hospital for ex-service men.

Twelve of the towns of Marion county have responded to the call, and the activities of tag day will be under the auspices of the following ladies in those towns:

Aurora—Miss Emma Snyder, Aumsville—Mrs. Edgar T. Pierce.

Brooks—Mrs. Howard Ramp. Donald—Mrs. Harry Evans. Gervais, Mrs. G. J. Moisan. Hubbard—Mrs. Alice Grim.

Jefferson—Mrs. Jos. Fontaine. Silvertown, Mrs. Clarence Keene. Stayton—Mrs. Lulu R. Lilly. Turner—Mrs. Dr. Gragg. Waconda—Mrs. John Savage. Woodburn—Mrs. C. W. Gillette.

As the beds to be endowed are to be for the benefit of all Marion county ex-service men, it is entirely appropriate that all the people of the county should assist in the most praiseworthy enterprise.

The tags are to be sold for 10 cents each; but already several public spirited citizens of Salem have bought tags at higher prices, and no doubt this same spirit of liberality will be shown throughout the county, with the hope of giving the fund for the most worthy purpose the final success that it must be made.

Woman at Powers Killed When Hit by Locomotive

MARSHFIELD, Or., Nov. 3.—Mrs. J. B. Hill was run down and killed by the engine of a logging train at Powers, according to a report reaching here today. The engineer reported she apparently failed to heed warning whistles and stood on the track. The train could not be stopped in time to avoid striking her. Mrs. Hill's husband is an engineer who is now in Nevada. She was 36 years old and had lived at Powers for some months past.

POLICIES FOR ARMS SESSION TAKING PLACE

American Delegation Will Present Concrete System for Reduction of Naval Armament.

FAR EAST MAY BE INCIDENTAL FEATURE

Publicity Desired, So Conference May Be Helped By Public Opinion

WASHINGTON, Nov. 3.—The policies and program of the American delegation to the armament conference are beginning to assume definite outline and if the expectations of official Washington are realized, the opening day will see a sequence of developments something like this:

Presentation of a concrete American plan for far-reaching reduction of naval armament.

Consideration of the Far East as may naturally project themselves into the picture.

Publication desired. Meantime, an effort by the United States to keep the negotiations in the open so that public opinion may exert its pressure toward practical accomplishment.

Salient features of the American naval armament proposals have been established and although details remain to be fixed, there is reason to believe the reductions suggested will be sweeping enough to convince the world that the United States meant business when it called the conference.

It would cause no surprise if leading naval powers found it necessary to submit the plan of this government to long study before they determine on their course. Should the reductions proposed prove unacceptable it is believed likely that the American delegates, having once taken the initiative, would invite the powers to present some concrete counter proposal.

Details Not Revealed
All evidence surrounding the conference of the American big four with their naval advisors, have pointed to inclusion of a set of maximum reduction figures in the plan to be presented by this government. No official has been willing to reveal details, but there has been apparent a desire to lay bare at the outset of the negotiations the full extent to which the United States would be willing to go in limitation of armament.

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DOOMED MEN COST STATE LARGE SUM

Capital Crimes So Numerous Special Fund May Be Necessary From Legislature

Warden L. H. Compton of the state penitentiary will probably ask Governor Olcott to recommend to the state legislature at the next session a separate appropriation for the maintenance of men in the prison who are under sentence of death.

The condemned men are not maintained on the regular prison accounts in the same way as other prisoners, though they are fed and cared for at prison expense. With five men in the prison now awaiting execution, and with the executions of some of them delayed many months by appeals to the supreme court, they are quite expensive to the state. At a meeting of the state board of control yesterday Warden Compton said that if the unusually large number of condemned men becomes a regular condition he will probably request the governor to ask the next legislature for a separate appropriation for their maintenance.

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M'MINNVILLE TO GET WATER SUPPLY

Plans for Large Development Costing \$350,000 Filed With Engineer

Applications for permit to construct a reservoir on the headwaters of Nestucca river for the storage of approximately 6000 acre feet, and to appropriate 35 second feet of water through a tunnel and pipe line five miles in length, dropping the same into Panther creek under a head of 1450 feet, for the development of 507 horsepower, have been filed in the office of the state engineer Percy A. Cupper, by the city of McMinnville.

This development contemplates the construction of a 50-foot earth fill dam on the headwaters of Nestucca river, a tunnel about one-half mile in length, about five miles of 48-inch pipe line and a power house at an estimated cost of \$350,000. The power is to be used for municipal purposes for the city of McMinnville.

CANDIDATES LINE UP IN RACE FOR NEXT KING BING

The Cherrians will meet next Tuesday evening at 6:15 o'clock at the Commercial club for their regular monthly dinner and business session. This meeting will be the last one before the December session when officers for the coming year will be nominated and immediately elected. Nominations will be made from the floor, as provided by the Cherrian by-laws and constitution. Officials elected in December will be installed at the annual January meeting.

Although the election is more than a month in the future, there is some quiet talk as to possible candidates for the big job, that of King Bing. While no one candidate has even whispered that he would be willing to wear the crown of King Bing, yet it is understood there are a number who are good King Bing material.

Hamilton Mentioned
W. M. Hamilton has been mentioned as of proper material for a 1922 King Bing. He has been active in the organization and last summer represented King Bing Knowland at several events in Portland.

William McGilchrist, Jr., is also a possibility for the next wearer of the Cherrian crown. At present he is holding down the job of Lord Governor Wood. He has been a live Cherrian since its organization.

U. G. Shipley is also mentioned. He is a charter member, has always been faithful in the duties of a Cherrian, and while it is understood that he is most willing to side-step a promotion, yet it is recognized that he has the right makings for a King Bing.

Eyre Considered
David W. Eyre, keeper of the orchards, while willing to handle

the financial affairs of the Cherrians, has been known to say that he has no ambition to wear a crown and like Caesar, would push it away two or three times should it be offered. However, Mr. Eyre is regarded as of right material.

William Gahlsdorf is another good Cherrian who has served since the beginning and there is talk that he will be urged to serve. Mr. Gahlsdorf has served the Cherrians as chancellor of the rolls for three terms and he is known to be a first class executive.

J. C. Perry, another faithful Cherrian in sun and often in rain, has been referred to as a most suitable man for the job of King Bing the coming year. Mr. Perry is serving as member of the legislature from Marion county and some of his friends think that he might as well take on another job.

Former Mayor on List
Harley O. White is another charter member who has worked and suffered for the Cherrians in all kinds of weather. Mr. White once demonstrated his ability as mayor of Salem, and he is now regarded as of first class material for supporting the Cherrian crown the coming year.