SEVENTY-SECOND YEAR

SALEM, OREGON, FRIDAY MORNING, FEBRUARY 23, 1923.

PRICE: FIVE CENT

NSOLIDATION

Filibuster in Senate Gains Strength -- Mild Supporters of Measure Flock to

NFERENCE AT WHITE **JUSE EXPECTED TODAY**

oliday Crowds Marvel a Flow of Oratory on Current Events.

WASHINGTON, Feb. 22.leted by another day of filor in the senate, the admin-ion shipping bill tonight ap-d headed toward its doom. end seemed likely not later n Saturday on a motion to commit the legislation or to place it with another bill. ester which began ay night, continued unabat-rough the day and into the During its progress there a number of private connew between Republican senand later between Repuband Democratic leaders in
a negotiations were conductfor definite action by Saturat so that the final week

stilon Gains

ould obtain action upon it within the next two days. The prospect of its supporters being able to do this grow darker with each hour that the flow of talk con-

Several senstors who have been sildly favorable toward the bill privately admitted during the day that they would not continue block other legislation.

Late today it was thought like

ed for the most part of a speech by Senator McKellar, begun at 1.15 o'clock and continued through the afternoon and into the night. The customary reading on's farewell address nce of the first presia, took up an hour immeand then Senator Gooding, Republican, Idaho, who has been luke warm toward the ship ed with an address on at price stabilization, lasting Many Hear Debate Senator McKellar then took

se floor, and read a recent edit-rial in a Washington newspaper hich he described as "the addistration organ" condemning at fillbuster and then bringing forth two huge hound volumes of the same newspaper, read at length editorials published in en conducted against the on administration's ship purhase bill. He also read liber ill, and Senator Smoot, Republican, Utah, both of whom par-ticipated in the filibuster of 1915. The holiday allowed thousands hear the debate, the galleries (Continued on page 3)

THE WEATHER

OREGON: Friday, occasional

LOCAL WEATHER (Thursday) River, 7.6 feet; rising.

INCOME TAX PASSED BY HOUSE WITHOUT TOWARD DOOM SE SENATE ALTERATION

Barring the possible unfavorable vote of a referendum, pertains to smoking in public Oregon will pay an income tax in 1924 under the provisions of a bill approved by the house late yesterday afternoon after a three hour debate.

The bill, as finally passed, is in exactly the form in which it was received from the senate yesterday morning and does not include an offset of taxes paid on real property. It was on this point alone that the final fight in the house was

Despite the fact that opponents of the income tax bill laws." Tomorrow morning at 10 were assured of more than a majority of votes before the senate passed the amended bill, final vote in the house resulted in 39 favorable votes, 15 unfavorable votes with six

Following the passage of the

bill by the house, the legislative

committee of the State Grange

issued an announcement in which

the approval of the grange is im-

plied. The statement follows:

"While this is a compromise

bill in the main, it seems to be a

good measure. Such defects as it

contains may be remedied at fu-

"It establishes the principle of

ture sessions of the legislature or

the graduated income tax in Ore-

gon and while it may not raise

more than \$2,000,000 or \$3,000,-

000 it will reduce the property

tax on the small home owner and

Grange Support Seen

many persons who now pay no

tax and, who should, as good citi-

zens, contribute towards the sup-

tion to the benefits derived and

Upon Speaker Kubli devolved

drive capital out of the state;

that this bill would impose a

the additional tax burden which

this would impose on them onto

the shoulders of the ultimate con-

sumer, and that by all means

the income tax bill should not be

passed without amendment to pro-

vide that taxes paid upon real

property should be credited upon

taxes levied on incomes under the

provisions of the state income tax

Radical Measure Possible

that the vote on going into com-

posed amendment. This vote

The bill as it now stands, is,

providing for a graduated tax on

theory that unless an income tax

the voters who would still be ex-

would be glad to saddle the load

onto the remaining 10 per cent.

Aimed at Slackers

The present law, Kay explain-

ed, is really a tax on income, and

unless there is an income there

an be no tax imposed.

put on final passage.

"It will place upon the tax rolls

the farmer by that amount.

through the initiative.

Governor Tells of Hopes for Prison: Admits Using the Hatchet Freely.

"This morning I signed seven bills and vetoed seven others. I'm using the hatchet pretty freely," said Governor Pierce at the Realtors' luncheon Thursday noon. the session might be left open "I'm trying to act as the case the consideration of other seems to demand. I did that imcame to a crisis. I hope to be on the consultation board, but the their ability to pay, Opponents of the ship bill, at man named to have it in charge the strength of is going to run it, flax and everynly said for the thing. We are going to try to as that they had enough make the prison an asset instead of a liability.

"We have an appropriation of \$430,000 for the next two years in 1924." for the prison. We believe we can run it for \$330,000, and have the larger share of leading the the rest for an operating fund for industry. Some of this extra fund will have to go for industrial improvement, like a water wheel to utilize the water power to run the tax measure at this time would Clatsop county delegation and all machinery and light the place." Some will have to go for flax and their support of the measure fire protection. The fire hazard double tax on a large proportion Strayer, Taylor, Zimmerman and much further, if it continued to scares the warden every time he of the incomes; that the business Upton voted for the bill. Garthinks of it. But we shall cut off men and merchants would unload every unnecessary employe. There ly that a number of Republican is to be no gas for joy riding. senators would be called to the Every state car should have its identity painted on it, so that it is recognizable as a state car, and it is for state use only. I don't know that I can afford a car this year. If I can walk, perhaps some others in the state employ can walk also, on state business. Speaks on Flax

"The most striking laws of the session are the prohibitory enforcement laws. When the bill (Continued on page 6)

AT PROTEST MEET so into committee of the whole to insert the property tax offset

Throng Gathers in Madison mittee of the whole was to be Square to Denounce Policy of France.

NEW YORK, Feb. 22,-Among with a few exceptions, the same he 14,000 persons who crowded as the two bills originally intro-Madison Square Garden tonight duced by Representative Carkin, at the mass protest of the committee of one hundred against the individual incomes and a flat tax Ruhr "invasion," not one chamon on incomes of corporations.

plou appeared to plead the cause Representative Kay of Marion of France or to clap a hand in sponsored the income tax bill with admiration of her German pol- an argument based largely on the

The meeting was wildly demon- is passed by the legislature a radistrative. It was not the kind of cal income tax might be initiated demonstration, however, for and passed by the 90 per cent of which the police, stationed within and without the garden, 650 empt from taxation and who strong, had been on guard.

There was an occasional concerted and prolonged hiss. There was a few cries of "out with him" when some speaker dared to sug-gest that Germany "should be made to pay her just debts."

Brownell of Multnomah dis-The meeting, on the whole, was paraged the theory that there a continuous denunciation of would be a more radical inco France's pramier, of her army and tax proposed by initiative petition. while Keeney of Lane approved tween speeches the spirit of the of the present measure. The protest was carried on by tele-grams from prominent men in other cities, read by the chair-

CIGARETTE WARHALTS FOR TIME

Officers Rest on Washington's Birthday-Citizens Hold Indignation Meet.

SALT LAKE CITY, Feb. 22. -There were no arrests in Salt Lake City today for violation of the state anti-cigarette law as it

The only development in the campaign to repeal the cigarette measure was a meeting of prominent citizens at which the Freeman's league of Utah was organized for the express purpose of repealing all socalled "blue o'clock Ernest Bamberger, Edgar Newhouse and John C. Lynch, prominent Salt Lake residents are to appear in city court to plead to a charge of violating the cigarette statute. three men and A. N. McKay, general manager of the Salt Lake Tribune, were arrested late Tues-

Legislature Votes Remission of City's Taxes for Period of Seven Years.

Some real relief for Astoria was voted by the legislature last night a remission of Astoria's state tax-"We believe the grange will taken from the house table, passendum is invoked and, if it is detive measure can be initiated to about half a million dollars or be voted on at the regular election about \$70,000 a year.

The bill was resurrected when the house last night beat the bill to authorize the highway comdebate against the passage of the mission to rebuild commercial income tax bill as presented to street in Astoria with state monthe house. His position, in brief, ey. The bill passed last night had was that passage of any income the unanimous backing of the units in the city of Astoria.

All senators except LaFollett. land was absent.

SALEM FOR FUNDS

Business Men's League Grants Only Two Permits at Meet Yesterday. At the conclusion of the debate,

which came up on the question of concurring in the senate am-Only two permits to solocit endments to the bill originally infunds were granted, and eight aptroduced in the house by Repreplications were rejected, during sentatives McMahan of Linn, Benthe past month, by the Salem nett, Wheeler and Carkin, Speak-er Kubli moved that the house Business Men's league, according to the report at the League meeting at the Chamber of Commerce last night. amendment, with the understand-

The two lucky ones were to the ing between leaders on both sides student body of Willamette university, to solicit advertising for their college annual, and to the considered as a vote on the pro-YWCA for their annual maintenance campaign. The campaigns failed to carry and the bill was that were not authorized were not

> An animated discussion followed the presentation of the "growing evil" of food sales in the store windows on Saturdays or other busy days, and the other evil of many show cards in the Local Girl Is Released store windows. No action was taken, though the idea of giving their windows so freely for these purposes was deprecated.

state organization; the local body were made with W. Birtchet. decided to worry along with its \$797:50 50 per cent in its pocket. and hope for the best. The locals are not yet a part of the state body for that reason.

The lack of cooperation between the various clubs of the city, was discussed, but nothing was done for consolidation. Two new members, Rostein and Greenbaum,

oung Italian Costs Investors Near Million Dollars: Bank President Held Embezzler.

LOSSES FROM BOGUS OPERATIONS LARGE

Vault Then Peddles Stolen Securities.

while bankers and state officials was acquitted, he said. in the east and middlewest trace his career in frenzied finance, a career which has already cost investors from a half million to a million dollars or more.

The missing parber-banker is Joseph M. Marcino, or Joseph B Biata, a dapper man 27 years old just a little over five feet tall and remarkably broad. "If you see a man about five feet two and almost three feet broad, it's Marcino," a Burns detective who is directing the search said today.

Funds Manipulated While detectives are searching for Marcino, who disappeared in es for a period of seven years b. Buffalo, N. Y., last Friday after he is alleged to have peddled support this measure if the refer- ed and sent to the senate where it mearly \$200,000 worth of stolen was passed. The aggregate re- securities, Frank L. Taylor, exfeated at the polls, a more effec- lief in seven years time will be railroad fireman, who rose to the position of \$50 a week president of the First National Bank of Warren, Mass., when Marcino obtained control of that institution. is awaiting arraignment tomorrow on a charge of embezzling na-

tional bank funds. Taylor told Burns operatives who arrested him that he at one time worked for the Burns agenknown losses from Marcino's operations at \$591,000 and say that they expect much more to appear before the investigation is complete.

Through manipulation of the funds of the Nigara Life Insurance company of Buffalo, N. Y., they say investors have lost \$248,000. Bank Fails

The closing of the Warren Mass., bank last week revealed a shortage of \$213,000. Taylor claims Marcino cleaned out the bank's vault and later peddled the securities in and around Buffalo. George Himes, of Portland The failure of the Mechanics

phia on February 12 last, added another \$130,000 to the total. A new York congressman is said by the detectives to have lost a sum estimated at from \$150 to cino's schemes.

and Merchants bank in Philadel-

Buffalo Insurance company. Seis said to have obtained a controll- have attracted his attention. ing interest about six months ago have turned up in banks in and around Buffalo, where they are the Father of His Country," on said to have been pledged by the insurance company as security the marker placed on the state loans.

Following a request made by District Attorney John Carson last R. A. Thomas, of Marshfield, night Miss Theresa Zackery, for president of the state Retail Mer- the past four days confined in the Oregon Historical society, spoke chants' association, presented the city jail on a charge of operating as did Peter D'Arcy, who talked cause of affiliation with the state a car without a drivers' license, on "Oregon Mothers." organization. It was figured out, was released and allowed to go however, that Salem now has 113 to her home. She had been held members of her local association, on failure to pay a \$20 fine having program which followed the singpaying \$1.25 per month dues, and elected to serve a 10-day jail senit would take 50 per cent of this tence instead. It is understood total fund to affiliate with the that satisfactory arrangements

LEGISLATURE ADJOURNS

The thirty-second legislative assembly of Oregon adjourned at one-thirty this morning, after failing to reach a satisfactory agreement on the consolidation bill which was hopelessly blocked. A brief entertainment was

KILLER FAILS TO "GET" ONE OF VICTIMS

Confessor to Five Murders Makes Mistake-One Man Well and Moved Away.

WACO, Texas, Feb. 22 .- Tesimony of Charles F. McCandless who is reported to have confersed in Baltimore today to five murders in Texas between 1900 and 1998 made a mistake in one of his confessions, according to Constable Williams at Hico, small town near here.

"McCandless shot and wounded Cull Woods here about 1908," said Constable Williams tonight, "but Woods never died. Woods has moved away from here and Marcino Cleans Out Bank's we do not know where he lives. There is no reward of \$10,000 for Woods' murderer, for never was murdered."

Sheriff Collingsworth of Coyell county, in telephone conver-CHICAGO, Feb. 22 .- (By the setion from Gatesvile, verified Associated Press) -An immigrant the report that a man was killed from Italy of a dozen years ago at Turnerville, near Hurst, Caywho later became a West Side ell county, between 1900 and barber in Chicago is being sought 1908 and that McCandless was tonight along the Mexican border tried for the killing. McCandless

One Killed and Two Badly Wounded: Sentences Continued to Be Inflicted.

BOCHUM, Feb. 22.—(By the secret service was extended to Associated Press)-Two French ost of the large cities of the Unitsoldiers this afternoon fired point ed States to catch hundreds of blank into a crowd of Germans passers of counterfeit money imin front of the law courts, killing plicated by clues captured in Tuesone man and severely wounding day's raids here. two others.

ESSEN, Feb. 22 .- (By the Associated Press)-Gelzenkirchen money gave evidence of the widehaving been evacuated by the French forces after their several of the plot by announcing that 15 days of punitive occupancy, the persons had been arrested in Engthe spotlight in the Ruhr valley land, France, Egypt, Germany, developments rested today on the Cuba, Austria and the Bahamas, cy and also had been a secret penalties the Franco-Belgian as a result of information furnagent of the department of justice. court martial and the border con-Burns agents here figure the trol bodies are inflicting on the vice. Germans because of their resistance to the allied authorities.

The latest move of the occupiers 'Continued on page 2)

Has Interesting Career: Here Many Years.

George H. Himes, of Portland, historian and curator for the \$200, through his faith in Mar- Oregon Historical society, is vis-Iting in Salem Thursday and Fri. The detectives are also investi-day. Mr. Himes spoke Thursgating the connection between a day afternoon at the celebration bank at Wayauwga, Wis., and of the "Trail" monument on the state house grounds. He will curities formerly owned by the remain today, looking up some Wisconsin bank in which Marcino early historical matters that

Governor Walter M. Pierce spoke on "George Washington. the occasion of the dedication of house grounds by the DAR yesterday. The boulder is near where an old trail up the valley was located and is dedicated to the plo-From City Jail Sentence neer fathers and mothers of Ore-

> Mrs. U. G. Shipley, regent of the local chapter, presided at the exercises. George H. Himes, of the Rev. W. C. Kantner made the

invocation at the beginning of the ing of the Star Spangled Banner. Mr. Himes came to Oregon 70 years ago, in 1853. He became a printer on the Oregonian, and came to Salem in 1864 to help get out some of the state printing: for he was an expert compositor. In those days, before the present state house was built, the state capitol was on South Commercial street. The Civil war was still, on and gold hunters were still dropping in to Sa-

HOUSE REFUSES TO CONCUR ON SENATE **BANKING AMENDM**

The house late last night refused to concur in the senate amendment to the consolidation bill which denied to the governor control of the banking department. A conference co mittee was appointed by both houses and they agreed unanimously to take away from the governor the three main things he asked for, namely, control of the fish commission, banking department and tax commission. The senate refused to accept the report of the conference committee, which has the effect of blocking any consolidation legislation.

Number of Counterfeiters

Apprehended Mounts; Jail

Terms Are Promised.

NEW YORK, Feb. 22 .- With

system wrecked by secret service

yesterday and with 500 to 600

Joseph A. Paima, chief of the

for eight months tracked the mak-

ers and distributors of spurious

spread international ramification

Many Criminals Notorious

terfeits.

sustained.

pass the senate.

ranks of counterfeiters.

(Continued on page 2)

Attack Methods Used by

Hall on Measure.

class legislation, but Staples de-

clared Hall had worked to have

imum term of 45 years.

The bill was subjected to much pidicule as the afternoon wore along and section after section, and sometimes entire arwere ripped ruthlessly from the measure. Aside from the banking department being removed from the bill there were eliminations that left much of the state government as it has been operated

When it came to a section giving the governor power to name and remove the superintendents of banks Hare moved that the section be stricken out. Carland opposed this, declaring "the governor wants this power, the international counterfeiting the people want him to have it and we must give it to him, agents who laid its workings bare

Governor's Letter Bend

persons connected with the ring in Joseph spoke for elimination a dozen countries under arrest, of the provision, declaring that federal authorities today preparwould enable a governor to ed for a court fight to send the build up a political machine. counterfeiters to jail for the max-Garland read the governor's

letter of Wednesday in which While court evidence was being he said that any cor ment, the fish commission and could not on their honor recede from the position they took when they passed house bill 205 wnich special secret service squad which gave the governor all he wants. This bill was defeated in the

Speaking again on his motion Hare said: Sees Political Prestige

"The governor has no right to ask that we take from Sam Koser and O. P. Hoff the power that has been given them and give all of it to him. Suppose he wants the scalp of Dr. Stelner or the scalp of the super-New York police, who began an intendent of the blind school; he independent investigation, pro- asks to give him the power to fessed to find direct connection get them."

between the counterfeit plot and Senator Joseph, attacking the many hitherto unsolved gang proposal to give the governor murders of the past few years. full power over the bank super-Several of the murders were be- intendent, declared it was not lieved to have resulted from pas- the desire of the people to give sage of bogus money and from the governor a big political double crossing in the ranks of machine, but was to reduce the counterfeiters. A number of taxes. Turning to the former crimes, it was said, had been com- Hall bill, which was an issue mitted in or near the Broome in the early part of the se street cafe owned by John Dirosa, Jospeh said it was purely an arrested yesterday as on of the instrument for hoped-for politigang's large wholesalers of coun- cal prestige.

"Hall," declared Joseph, "went Palma agreed that scores of im- through the campaign as the portant criminals were in the apostle of bigotry and intolerance. He has insulted this sen-Immigrants unfamiliar with ate with some letters intended as political stepping stones, but which will but serve as millstones about his neck and drag him down. This stuff will no longer go."

Joseph Listed Too Senafor Strayer, speaking against the motion to keep the banking department away from the governor, recalled that a committee had waited upon the governor and agreed to write Senator Staples and Joseph into the bill the provisions that the governor might have control of the banking, the fish and the taxation departments.

Straver listed Joseph with those who, had so agreed and Senator Staples virtually ac-challenged his sincerity,

cused Senator Hall of double- "The conclusion is," said Stray crossing Representative Bennett er, "that you were not hone relative to house bill 206, intro-then or that you are not hone duced by Bennett, and intended today."

to prevent the taking of salmon Senator Eddy said that the from Coos river, when the bill statements made by Garland and came before the senate last night Straver as to promises made by on a question whether the gover- the 17 introducers of the former nor's veto of the bill should be consolidation bill were true. He said he expected to live up to The veto message stated the his part of the agreement but reason for the veto was that it was added:

the bill vetoed for the reason that with us as he wanted us to a similar bill of his own failed to deal with him. Governor Pierce has been a disappointment to Joseph attacked Hall because of me in this respect. Only yes the method alleged to have been terday he wrote a letter used by him in first trying to get harping on the Hall bill." the provisions of his bill inserted Eddy declared he would stand

into the Bennett bill and then try- by his word but branded the ing to beat it when these were pending consolidation bill with