SEVENTY-THIRD YEAR

SALEM, OREGON, SATURDAY MORNING, FEBRUARY 9, 1924

ON BONDS IS **FORECAST NOW**

House Defeats Resolution Proposing Constitutional Amendment Hitting Tax-**Exempt Securities**

PARTY LINES LOST IN DEBATE AND VOTE

Vote Thought to Have Killed Measure for Present Session at Least

WASHINGTON, Feb. 8. - The house today defeated a resolution proposing a constitutional amendment to prevent issuance of taxexempt securities. The vote, which came after two debates, was 247 to 133, or seven less than the to 133, or seven less than the required two-thirds.

Republicans with 17 exceptions voted for the resolution as did 69 democrats. Before the final vote the house rejected 208 to 167, a motion by Representative Steagal, Nearly 350 Persons Observe democrat, Alabama, to recommit the measure for an amendment which would have deprived states of the right to tax bonds issued by the federal farm loan board. Ratification Timed

The only amendment adopted was one by Representative Nero. democrat, Virginia, to require ratification by states within seven

Although the amendment was asked by President Coolidge and Secretary Mellon it was not taken into consideration of the tax revision program recommended by the treasury and its defeat will estimated there was approximately THE exempt securities

Opposition Strong The measure was attacked in debate by many republican leaders and supported by some democrats. en. "Time, place and birth of ed to death in her fashionable Representative Bacharach of New Jersey, a member of the ways and ject of Winston Williams. Earl street, facing Central park, today, means committee and Representa- Pemberton spoke on "His ideals and police have divided their time tive Begg of Ohio and Graham of and efforts toward world peace," in a search for two men who enpublicans who spoke against the est in the Boy Scout movement," ing and in questioning these beof Georgia led the democratic of his illness, death and funeral" the girl's life and her friends fight for the resolution.

Representative Longworth of ubstantial majority.

Amendment Believed Killed The vote today in the opinion

is concerned. by the criticisms of those who supported the rate in the majority report on the bill.

EXTRA ELECTION

People to Vote on Special Taxes for Public Improvements Feb. 25

SILVERTON, Or., Feb. (Special to The Statesman)-A special election will be held at on the following proposed amendments of the city charter: Providing for a 1 mill tax for the fire lepartment; a 2-mill tax for lighting streets: for the construction of public toilets and comfort stations; for the changing, of the nethod of assessment for the extension and maintenance of the city sewer system.

THE WEATHER

OREGON: Fair Saturday, except probably rain near the coast; moderate north to east winds

LOCAL WEATHER (Friday) Maximum temperature, 45. inimum temperature, 30. lainfall, none. iver, 11.3 feet above, tmosphere, clear.

Ind, northwest.

PAN-AMERICAN GOES OUT OF BUSINESS **DOHENY ANNOUNCES**

Attack on Validity of Leases in Senate Investigation is Cause—Company Formed to Develop California Naval Oil Leases—\$12,-000,000 Issue of Bonds is Cancelled.

NEW YORK, Feb. 8.—Dissolution of the Pan-American Western Petroleum company, formed to develop the California naval oil reserves, was announced tonight by Edward L. Doheny, chairman of the Pan-American Petroleum & Transport company. The action, he said, resulted from the attack on the validity of the leases in the senate's investigation. In a letter to stockholders of Pan-American petroleum, Mr. Doheny announced the withdrawal of an offer to subscribe for 525,000 shares of the western subsidiary at \$20 a share and cancellation of a \$12,000,000 bond issue which sold * At the same time Mr. Doheny

declared to Pan-American stock-

holders that the leases and con-

tracts were not procured or ob-

tained by fraud, corruption or il-

legal acts on the part of the com-

pany's officers or representatives.

Asserting that the leases pro-

moted the national defense, he

said that instead of being harm-

ful to the United States they were

fair and beneficial to the country.

States fleet in the Pacific has

been doubled, he declared, as a re-

sult of the contracts with the de-

MYSTERY SHROUDS

DEATH OF ACTRESS

Been Motive for Crime in

New York City

Louise Lawson, former motion

Police cast aside all motives

other than robbery, for a platinum

bracelet, said to be worth \$8,000,

the entire apartment was in dis-

her valuables. In their probe of

nent merchant af Walnut Springs.

Texas, and that she had played

small parts in motion pictures, but

for two years or more had been

unemployed. They learned she

Chase National bank, and a mem-

ber of the brokerage firm of Hay-

death, took a friendly interest in

name was Edna, but whose last

"We played Mah Jong all eve-

Dahl, gray-haired and about

tion furnished by Thomas Kane,

elevator operator at the apart-

ment house, as the one who fre-

Kane said two men entered the

apartment about 8 o'clock this

(Continued on page 5)

partment of the interior.

WELL ATTENDED

Honors to Late President Last Night

Nearly 350 people attended the Salem Boy Scout memorial services for the late ex-President Woodrow Wilson, their honorary president, at the Congregational church last night. Features of the program were the administration of the Scout oath and law to Mayor J. B. Giesy by K. L. Haga, deputy regional scout executive, of Spokane, and a special film, "Knights of the Square Table."

"America," with Mrs. Frank have no effect on the tax bill al- Zinn at the pipe organ, opened the Robbery Thought to Have ment the acid was admitted, unready reported by the ways and program. The purpose of the means committee; Mr. Mellon had meeting was explained by Elmo S. White, chairman. \$11,000,000,000 outstanding in followed by "Onward Christian Soldlers," the late ex-president's favorite song. Rev. H. D. Chambers gave the invocation.

Four two-minute talks were giv- picture actress, was found strangl-Woodrow Wilson," was the sub- studio apartment on west 77th Pennsylvania were among the re- followed by a talk on "His inter- tered her rooms early this mornamendment, Representative Crisp by Tom Childs. The "Chief facts lieved to have known details of was the topic of Robert Shattuc. along Broadway.

With bowed heads the audience Ohio, republican floor leader, stood while Frank Muston sang by the police that the murderers charged in the debate however, "Nearer My God To Thee," fol- were bootleggers who had visited that opposition to the amendment lowed by a short prayer. The the apartment before and had been was political, pointing out it had court of honor then held session attracted by jewels Miss Lawson passed the house last year by a prior to the showing of the spe- wore and others they had seen in cial film.

"I believe that the people of the was found in the ice box of the west are just beginning to realize apartment. of leaders, officially kills the the worth of the Boy Scout moveamendment, so far as this session ment and its importance throughout the state and nation," Mayor The break among republican J. B. Giesy said, in speaking of the and other valuable jewels were nembers of the ways and means honor bestowed upon him. "We gone. committee on the maximum surtax who are interested here know and of 25 per cent reported by the hope that the community will committee was emphasized today give its whole-hearted support to the movement."

Frank Grover, with 12 merit badges to his credit, received the greatest number of awards in the court of honor, Willamette council, Boy Scouts of America, He received badges for first aid, personal health, athletics, firemanship, hiking, pioneering, civics, had been a member of the gay bird study, camping, forestry, conservation and scholarship. Hugh Shattue was second man with ufacturer at Greenwich, Conn., seven merit badges to his credit. last September. Gehard M. Dahl, He received these for excelling in chairman of the executive board civies, forestry, bugling, painting, of the Brooklyn Manhattan Tranpathfinding, life saving and bird sit company, vice president of the

study. three, for camping, swimming and den. Stone & Co., according to bird study. Tristrum Edmundson Warner Jones, a New York busireceived two, for athletics and Silverton on February 25 to vote civics. Robert Shattuc received party at . which Duke met his a merit badge for bird study.

The following qualified for the Miss Lawson. He said that on rank of second class Scouts; Glenn Wednesday evening of this week, Gaar, Tom Childs and Frederick with Dahl and a girl whose first

Edmundson have qualified for the visited the apartment of Miss Lawrank of Eagle Scout, the highest son. award that can be awarded. These awards will be given at a future ning," he said. court of honor when the credentials arrive from the national court of honor in New York. Frank Grover qualified for Star in scouting. The first two boys quently visited Miss Lawson's gate the robbery. named are the first in this dis- apartment. trict to merit this honor.

President Notified

WASHINGTON, Feb. 8,-Notice of an investigation of the causes for increasing gasoline prices in South Dakota was sent to President Coolidge today by the trade commission.

OF DEATH PAID BY GAS ROUTE

Chinese Tong Murderer Be- of long standing apparently has lieved to Have Died In- been cured. stantly, Though Officers Fear to Open Cell

FUMES FROM DEADLY

Army Medical Doctor Loses Chance to Experiment in Interest of Science

CARSON CITY, Nev., Feb. 8 .-By the Associated Press) -In the first lethal gas execution of record in the United States at the state prison here today, Gee Jon. tong murderer, was officially pronounced dead two hours and 45 Adjusted Compensation minutes after a spray of liquid hydro-cyanic acid was turned into the stone death chamber in the prison yard.

Official physicians estimated that the Chinese lapsed into unconsciousness after his breath of the keynote of a mass meeting strained from interfering with his the vaporized acid. Death, they at the armory tonight, for which possession of the securities loaned The efficiency of the United said, came virtually instantly, al- Governor Walter M. Pierce will though the condemned man's head be the principal speaker. Govercontinued to move up and down for nor Pierce has expressed himself six minutes. The movement of as being in favor of some sort of the head, they explained, probably adjusted compensation for the exwas muscular reaction, which of- service men and it is expected be ten occurs after death. Three doc- will have much of importance to tors who officiated were agreed say upon the subject, having givthat the condemned man did not en his time to the problem of the

Chamber Stays Sealed

Warden Denver S. Dickerson, til 12:23 p. m. When guards, will preside. physicians and newspapermen en-NEW YORK, Feb. 8. -- Miss men to step back, saying that it was not yet safe to enter.

the prison building, where physicians made an examination. Experiment Useless

Major D. A. Turner, USA medical reserve corps, who was one of the official physicians had announced before the execution that he would, in the interest of science, attempt to revive Gee Jon after the death chamber had been The theory has been advanced opened. Warden Dickerson had offered no objection to this, but the gas was left in the chamber so long, Major Turner explained that rigor mortis had set in and it was useless to attempt to restore life. her room. A quantity of liquor Revival Held Possible

The major still contended, however, that if he had been able to enter the chamber within 15 or 20 minutes after the gas was turned 'even chance' of restoring life. Such resuscitations had been accomplished often in cases of men order, indicating that the girl had exposed to the same and other fought hard to save her life and forms of gas.

Miss Lawson's life, police learned BANK HOLDUP IS

party that ended in the death of E. B. Duke, wealthy tobacco man-Sheriff: Says He Robbed Moiser Bank

> OREGON CITY, Or., Feb. 8.-R. Williams, 30, surrendered to Sheriff Wilson here tonight with the statement that he participated in the robbery of the Mosier Valley bank at Mosier, Or., November 27 and that he had now decided to pay the penalty and of standing timber or about one- done. reform after he had served his half as much as the entire United sentence, the sheriff said.

According to the sheriff, Wil-Hugh Shattuc and Tristrum name he refused to divulge, he had liams said that he and two other men ha dtaken part in the rob- nearly as much lumber annually. them, he said, had entered the of standing timber as is the United bank and held up G. B. Kellogg. the cashier, while the third waited years old, answered the descrip- outside in an automobile. After the robbery they drove to The Dalles and were in that city when the sheriff there left to investi-

> Williams declines to name his confederates.

morning carrying a bundle which they said was consigned to Miss Lawson from the American Railway express. Kane said they went directly to Miss Lawson's apartment and were admitted by the

SPOKANE MAN FINISHES HIS 26-DAY FAST

Edwin L. Johnson Declares Rheumatic Trouble and Cigarette Habit are Cured

SPOKANE, Feb. 8,-Edwin L Johnson, 30, of this city, completed a 26-day fast today and declared that rheumatism trouble

For two weeks, he said, he will remain on a light diet of milk and fruit juices. For two weeks prior to his fast he lived on two bowls of soup daily.

Although he lost 20 pounds in SPRAY MENACE OTHERS no ill effects and realized many weight, Mr. Johnson said he felt benefits, including the loss of all desire for cigarettes. After the of food was not even uncomfort-

MASS MEETING IS CALLED TONIGH

Topic—Governor Pierce Principal Speaker

Adjusted compensation will be returned soldier.

General George A. White will also speak while short talks will aking every precaution to guard be given by Harley O. White, others from the effect of the dead- president of the Chamber of Comly gas, held the death chamber merce, and C. P. Bishop, George sealed from 9:40 a. m. the mo- Griffith, vice commander, state department, of the American legion,

In view of much propaganda ered the chamber, the odor of against adjusted compensation the gas was still pronounced. The and the statements of Secretary physicians warned the knot of Mellon regarding a cash bonus, meetings similar to that scheduled for Salem tonight are being A few minutes later, guards held throughout the entire nawent in and removed the body to tion. These were originally called for next week, but because Governor Pierce would not be able to speak at a time the armory was available, the date of the Salem meeting was advanced.

> The meeting tonight will be district affair and delegates from Silverton, Dallas, Monmouth, Independence, Woodburn and other nearby points are expected to

JAPAN FORESTS ARE PLENTIFU

tonished at Timber Resources in Orient

of Portland said here today, after returning from Japan this week where he went three months ago the facts could not be ascertained. Oregon feed dealers and commer-Surrenders to Oregon City ploitation & Export company to lon to the attorney general reobtain information concerning questing return of the securities. last September.

densely populated, two-thirds of sations in order that the treasury States now has.

is that the Japanese are cutting bery, which netted \$900. Two of in proportion to the total amount States.

"Nevertheless, there will be the earthquake disaster.

pine of the east states."

BOOK OF JOB

Treasury Officials Ask Court of "The Book of Job" by the With Judge

UNDER WATCH

MELLON SAYS PROOF IS NOT AT ALL ADEQUATE

first week, he said, the absence Numbers Different During War Because of Machines Used Says Secretary

> WASHINGTON, Feb. 8.— Treasury officials went into court today to compel Charles B. Brewer, a department of justice attorney, to make accessible to them the securities he holds and on which he has based charges of duplication in government bonds.

The action took the form of a motion in Brewer's case now pending in the District of Columhas asked that the treasury be reto him by the treasury for the purpose of his investigation of alleged irregularities in the engraving

Securities Demanded

Brewer's move in court followed a request by the treasury that he return the securities to the treasury agents who were examining a report made by him upon bureau affairs. Treasury agents thanks for giving the people of declared they could proceed no Salem the opportunity of seeing further with their check up on this wonderfully illuminating part Brewer's charges of duplication of the sacred word. without examination of the securities he held. United States district Attorney Gordon, in filing the motion in the district court, restated the treasury's difficulties in obtaining the esecurities and re quired the court to direct Brewer to deposit them with the court. In that way treasury agents will

have access to them and their investigation can proceed, Mr. Gordon said. Affidavits by Under-Secretary of the Treasury Winston and Assistant Attorney General Holland, accompanying the motion declared that until access was had to the securities the investigation of conditions by the treasury would be held up.

While Mr. Gordon was pressing his motion on which a decision is expected soon, word came from the White House that President Coolidge failed to understand what purpose Brewer had in refusing to permit examination of erating in Oregon.

the securities by the treasury.

Mellon Explains Secretary Mellon, earlier in the day, had declared claims by Brewer that the style and font of type from points east in the state. The used in numbering some of the on, there would have been an C. J. Hogue of Portland As- could not be substantiated in his Oregon points proportionately to that the press of work during the state. war had compelled the engraving bureau to buy numbering ma- cluding the Grange, the Farmers' SEATTLE, Feb. 8 .- American chines in the open market and Union, the State Farm Bureau, umbermen who think of Japan as that these differed from the reg- the Tillamook Dairymen's associacountry where the forests are ular bureau type numbers and he tion and others joined in the plea almost gone and where virtually therefore, believed the indicated that the commission reduce the all timber used must be imported forgeries could be traced to that rates. Notwithstanding this conare greatly in error, C. J. Hogue cause. But until the treasury can siderable sentiment was worked

> as a member of a commission ap- Affidavits filed today carried cial organizations charged that pointed by the Douglas Fir Ex- also a letter from Secretary Mel- the order was a discrimination Japan's needs for lumber to be High treasury officials reiterated used in rebuilding cities and towns today that they had found nothing declared this was the result of destroyed by earthquake and fire of a serious or alarming character propaganda by the Southern Pain their checkup on Brewer's "Members of our commission charges, which have been under commission said yesterday that were astonished," Hogue said, "to investigation since early in Jan- they will "fight the case to a finfind that while Japan is smaller uary. They, nevertheless, prothan the state of California and pose to examine all of the accuher total area is forest land, giv- as well as the country may know Sudden Delirium Seizes ing her eleven hundred billion feet whether any wrong has been

"A still more astonishing fact Two Stayton Teams Win

STAYTON, Or., Feb. 8 .- (Spe-

cial to The Statesman.) - Stayton continued its winning streak by large and constantly increasing taking a double-header from Mill market for Pacific northwest lum- City here tonight. The boys won ber in Japan for the next five or 23 to 13 and the girls 24 to 10. 10 years because of rebuilding Both games were played before a that must be done as a result of large crowd. Philips was high man for Stayton with 14 points. "Japan's cultivated forests con- while Smith of Mill City was high sist of red cedar that resembles point man for the visitors with Washington state red cedar less four points. For the girls Miss than it does California redwood. Haworth took first honors for SAN FRANCISCO, Feb. 8 .- San a white cedar much like the Port Stayton with 14 points, and Miss Francisco was in communication Orford cedar of Oregon, and fir, Rowles of Mill City was high with 21 cities in the United States spruce and pine that are some- point woman with 6 points. Foland Havana, Cuba, bl long dis- what similar to Pacific northwest lowing the games all members of ern Pacific railroad was held up Edward L. Doheny, Jr., during tance telephone and radio relay to- white fir and the spruce and white the teams were feted at a ban- late today by a landslide in Cow the period from 1913 through

WELL RECEIVED BY SALEM FOLK

Outstanding Bible Character Presented By Stuart Walker Players Last Night

A good many Salem people heard the Bible recited last night for the first time in a long while. The occasion was the presentation to Compel Depositing Sec. Stuart Walker players. The preurities Which He Holds sentation was solemn and sincere, and throughout the entire evening there was a spiritual effect which reached the audience. There was nothing irreverent, but everything was in closest harmony with the STORIES IN HIS PAPER sacredness of the presentation.

There were two narrators, Miss

Genevieve Addleman, the red, and

Miss Judity Lowry, the blue. Of course the central figure was Job, President Signs Oil Lease a part most excellently taken by George Sommes. Mr. Sommes entered thoroughly into the work of impersonating this great character and displayed the charactersitics of an actor with strength and intelligence. Job was the central figure always, and even the pleas of his three friends failed to shift the center of interest. Elihu, the strong voice of youth, was taken by Wayne Huff, who has promise of being a remarkable actor some day. The voice of the whilrwind was solemn and earnest. Such parts are easily made travesties, bia supreme courrt in which he but last night from beginning to end there was a sincerity that rang Democrat, Montana, has told the true from start to finish.

> This is the first time Salem people had ever seen such a presentation. They received it in reverent spirit and when the lights came on it was some time before the audience moved. The lighting effects were superb and illustrated the various phases of denouement of human intelligence.

The Business and Professional Women's club are deserving of

Railroad Companies Attempt To Ouash Commission Reduction Order

A fight to defeat the public service commission in the reduced freight rates on hay shipments recently ordered by the commission was begun in the Marion county circuit court yesterday by the Southern Pacific company and eight other railroad companies op-

The rates were recently ordered reduced, largely for the benefit of dairymen and other consumers on the coast in the shipping of hay reductions were made on a milebonds was proof of irregularities age basis, benefitting all western belief. The treasury chief said those in the eastern part of the to obtain oil fields in Columbia,

All farmer's organizations, in against western Oregon and in favor of eastern Oregon.

The public service commission cific company. Members of the

has been made by the publicity lican, Idaho, in opposition to it. committee of the Seattle Chamber From Mill City Quints of Commerce to its members and to citizens of Washington state, business men and commercial organizations to drop the use of 'Wash" and "Wn" in letters and to "write it Washington."

The committee said that it he lieved that the use of the full and Frank Kistler, president of name of the state would be more the producers and refiners oil comdistinctive and of greater publicity pany of New York.

Landslide in Cow Creek Canyon Holds Up Trains

ROSEBURG, Or., Feb. 8 .- All income tax returns of Harry F. northbound traffic over the South- Sinclair, Edward L. Doheny and Creek canyon.

PRICE FIVE CENTS

Bonfils of Denver Post Says Sinclair Entered Into Contract to Pay \$1,000,000 for Claims

REASON FOR AGREEMENT

Annulment Resolution-**Exception Taken**

WASHINGTON, Feb. 8 .- A new turn was taken today in the senate oil investigation with the test timony of Frederick G. Bontile publisher of the Denver Post, that Harry F. Sinclair had entered into a contract to pay him and his associates \$1,000,000 in settlement of claims growing out of reports asserted in the Teapot Dome naval oil reserve. Senator Walsh. senate that every vintage of these reports had been denied by the federal government.

Contract Signed

According to Mr. Bonfils' tentimony, the contract was entered into in Kansas City after he half sent a reporter of his paper to the home of Albert B. Fall in New Mexico to investigate rumors regarding the leasing of Teapot Dome to Mr. Sinclair by Mr. Fall as secretary of the interior and after publication of one article in the Denver Post attacking the lease by "analysis and theory"... The contract was signed, he said, after two conferences between Mr. Sinclair and Mr. Bontils, his partner, H. H. Tammen, John Leo stack, a Denver oil man and l H. Schwartz, their attorney.

The opening up of this unexected line of investigation made t necessary for the committee to defer until next Monday the hearing of William G. McAdoo former secretary of the treasury which Mr. McAdoo has requested in a le ter sent to Chairman Lenroot last night and read into the committee record today. The field of the of investigation was further broadened today by the adoption of the senate of a resolution by Senator La Follette, Republican, Wisconsin, directing the oil committed to inquire into, and report upor the claims of the Honolulu con solidated oil company, to oil lands situated within naval reserve No. 2 in California.

Dill Asks Probe

Senator Dill, Democrat, Washington, a member of the oil committee proposed that the senate go even further by inquiring into what part Mr. Fall had in efforts Mesopotamia, Palestine and Persia and other foreign countries

President Coolidge signed the Walsh oil lease annulment resolution but he attached a memorandum in which he took exception to language in the preamble which declares the leases were made in violation of the law and under circumstances indicating fraud and corruption.

The president also sent to the senate the nominations of Silas H. Strawn and Atlee Pomerene, a special government council in the oil lease cases. They were referred to the oil commissions where a fight on them was forecast.

Borah Opposed

Reference of the nominations was made at the conclusion of an all day debate in the senate on the Denby resignation resolution in which addresses were delivered by Senators Walsh of Seattle Business Men Montana and Heflin of Alabama, Democrats, in support of the meas-SEATTLE, Feb. 8 .- An appeal ure and by Senator Borah, Repub-

Another of the many developments of the day was the issuance of subpoenas by the oil commission for a number of witnesses including John C. Shaffer of Chicago, publisher of newspapers in a number of cities; Robert McCague, of the pioneer oil company?

An echo of the oil industry was ! heard in the house where Representatives Jeffers, Alabama, and Brown, Tennessee, Democrats jointly introduced a resolution calling for an investigation of the 1923.