

DAUGHERTY'S RETIREMENT IS DELAYED

Attorney General Stands Pat in Refusal to Resign Under Fire—Leaves Hastily for Chicago

FAIR HEARING DEMAND IS MADE IN STATEMENT

President Lays Before Cabinet Officer Conclusions Reported to Him

WASHINGTON, Feb. 27.—Attorney General Daugherty will remain for the present a member of President Coolidge's cabinet but he will be expected to retire to private life as soon as the senate has completed its inquiry into his administration of the department of justice.

Leaves City This conclusion in one of the most difficult problems with which Mr. Coolidge has had to deal since he entered the White House followed an almost continuous succession of conferences in the midst of which the attorney general himself suddenly left Washington.

Facts Collected Previously he had made the same determined declaration to President Coolidge after the president had laid before him, in a conference of more than an hour, the conclusions reported by the administration after a re-examination of the whole case.

Sarah Martha Lindsay Dies at Home of Son

Mrs. Sarah Martha Lindsay, 80 years old, died last night at the home of her son, W. A. Marshall, member of the state industrial accident commission.

THE WEATHER

OREGON: Unsettled Thursday, probably rain; moderate westerly winds. LOCAL WEATHER (Wednesday) Maximum temperature, 58. Minimum temperature, 48. River, 4.1; rising. Rainfall, .15. Atmosphere, cloudy. Wind, southeast.

WEDNESDAY IN WASHINGTON

The senate and house stopped legislative business to pay tribute to the memory of Warren G. Harding.

Negotiations were resumed by house republican organization and insurgent leaders looking to a compromise on the income rates of the tax bill, but without result.

Senator Smoot, republican, Utah, issued a statement saying he was advised in advance that E. L. Doheny was coming to Washington to testify about his loan to Albert B. Fall.

Attorney General Daugherty departed suddenly and unannounced for Chicago, later announcing through the department of justice that he had no intention of tendering his resignation until after a fair hearing on charges preferred against him.

NORWEGIAN SHIP NOT YET RESCUED

Fog Prevents Aid From Being Sent to Boat Aground Near Vancouver

SEATTLE, Feb. 27.—Seven of the 28 crew members of the wrecked Norwegian freighter Tatjana have been rescued by vessels aiding the ship, according to wireless reports received here.

SEATTLE, Feb. 27.—Rescue ships which were dispatched to the assistance of the Norwegian freighter Tatjana which went on the rocks near Pacheña point on the west coast of Vancouver island early today, have been unable to find the vessel on account of a dense fog, according to wireless messages received here.

CATLIN WILL IS FILED IN COURT

Estate of \$75,000 Left to Family—Educational Fund Set Apart

The will of Russell Catlin was admitted to probate yesterday. The value of the estate was estimated at \$75,000 and includes real estate in Marion, Polk and Deschutes counties.

The bulk of the estate is left to the widow and after her death is to be divided between the two children, Mrs. Sophie C. Spears and David Catlin. The codicil leaves \$1000 to his granddaughter, Sibyl Russell Spears.

The home and all of the personal property is left to Mrs. Catlin. Appraisers for the property in Marion and Polk counties are W. S. Walton, T. A. Roberts and J. J. Roberts.

FIRPO UNDECIDED

BUENOS AIRES, Feb. 27.—Although Luis Firpo said today he was not yet ready to make a final decision, he indicated that he now was disposed to waive his demand for the deposit of \$50,000 in Buenos Aires to clinch a match with Harry Wills, the American negro fighter, provided the Raymond syndicate waived the condition that it should control his boxing engagements in the United States prior to a fight with Wills.

SURTAX RATES TO BE FOUGHT ON FINAL VOTE

Whirl of Conferences Precedes Final Action on Revenue Bill in House—Mellon Attends

PROSPECTS OF DEFEAT CONSIDERED "TOSS UP"

Plans Made to Rush Bill Through Senate Following Final House Vote

WASHINGTON, Feb. 27.—Approach of final action on the revenue bill in the house brought a whirl of conferences among republicans today in a feverish attempt to unite their forces for a stand against the democratic income rates. A compromise advanced by the organization leaders was the subject of the conferences held after the house had adjourned following the Harding memorial service without consideration of the bill on the floor.

Representative Longworth, republican leader, after presenting his compromise to insurgent leaders at a meeting with the steering committee said the situation was unchanged with the prospects of republicans gaining sufficient strength to defeat the Garner rates a "toss up."

Plan Studied Representative Frear, republican insurgent Wisconsin said later that the insurgent group, which agreed at a meeting today to reopen negotiations for a compromise, would study the plan further. Meanwhile Secretary Mellon met with republican leaders of both the senate and house to discuss the future of the bill.

The compromise presented by Mr. Longworth called for a flat 25 per cent reduction in the surtax rates in the existing law, with the same brackets retained. This would make the maximum rate 37 per cent on incomes in excess of \$200,000, instead of the 25 per cent plan. The democratic maximum surtax is 44 per cent on incomes in excess of \$94,000.

The compromise further provides for a two per cent minimum normal rate, applying to incomes below \$4,000 and 6 per cent above that amount. The Mellon rates were 3 and 6 per cent. The democratic rates of the bill are 2 per cent on incomes below \$5,000; 4 per cent on incomes between \$5,000 and \$8,000 and 6 per cent on incomes above that amount.

Mr. Longworth said he had been assured by the treasury the compromise would raise sufficient revenue for government needs. Indications were given by some of the insurgents after their meeting that they might vote for a compromise if it approached their original proposition of a 40 per cent maximum surtax rate on the ground it would raise more revenue than the democratic rates and aid thereby in financing the soldiers' bonus.

TEXAS MOB STRIVES FOR NEGRO SLAYER

Four Men Wounded in Effort to Break Jail When Murderer Held

LUFKIN, Texas, Feb. 27.—Four men were wounded, when officers fired into a mob which stormed the Angelina county jail here tonight in an effort to get Booker T. Williams, negro, held in connection with the murder of Andy Sulzer at a sawmill commissary five miles south of Lufkin Tuesday night. The mob assaulted the jail with a length of railroad rail and after warning the posse of special deputies fired from behind the bars. There is talk of dynamiting the jail and officers have requested that state troops be sent here. Sheriff R. B. Watts has also telephoned to Governor Neff requesting him to send rangers here.

EUROPEANS DOUBT SAYS WCTU LEADER

Liquor Laws Must Be Enforced That Foreigners May Not Question Fact

SPOKANE, Feb. 27.—Addressing the members of the WCTU here for a convention of eastern Washington and northern Idaho chapters of the organization Mrs. Ella A. Boole, national vice president and international treasurer said it was up to America to show that prohibition laws can be enforced.

Referring to her observations during a recent European trip Mrs. Boole said the people were skeptical regarding the success of America's efforts to prohibit use of liquor. "They claim we can't do it. It's up to us to show them that we can," she asserted. The delegates passed a resolution advocating the use of military patrols in all counties bordering on the Canadian boundaries as a means toward the prevention of liquor smuggling.

M'ADOO ADMITS YOUNGSTOWN TALE

Former Cabinet Member Corroborates Story of Firms Connections

LOS ANGELES, Feb. 27.—William G. McAdoo tonight partially corroborated what he termed "the Youngstown story" in a statement in which he said his former legal firm in New York had represented the Republic Iron & Steel company before the treasury department at Washington for a total fee of \$150,000.

Mr. McAdoo's statement: "Concerning the Youngstown story I have no hesitation in saying that my former law firm in New York was employed as counsel for the Republic Iron & Steel company, an independent concern, in a complicated tax matter at Washington. This case was heard in the regular legal way before the board of appeals and review of the treasury department, a semi-judicial body composed of civil service men. Whether it came before Commissioner of Internal Revenue Williams on appeal I do not now recall. Briefs were filed and the case was argued several times. It involved very serious and important legal questions concerning invested capital and was of interest to taxpayers throughout the United States. The amount involved was large. There appears to be a concerted effort by my political enemies to divert attention from the scandals in administration circles at Washington by trying to attack my law practice. I have no apologies to make for it. Former Associate Justice of the Supreme Court Charles E. Hughes and other officials, after retiring from office resumed the practice of law just as I did and no one criticized them for it. A lawyer must practice law after he retires from public life or be deprived of the opportunity of supporting his family."

MEMORIAL IS HELD FOR W. G. HARDING

House and Senate Lay Aside Affairs of State to Pay Homage

WASHINGTON, Feb. 27.—Congress laid aside legislative business today to pay tribute to the memory of Warren G. Harding. The house and senate joined in a memorial service, held in the house chamber, with Secretary Hughes as the only speaker and President Coolidge, his cabinet, supreme court justices and foreign diplomats in attendance. In a gallery opposite the speaker's rostrum, with a small group of friends, sat Mr. Harding's widow. Elsewhere in the crowded galleries were men and women of prominence among them Mrs. Coolidge, joining in the simple impressive ceremony. The memorial service beginning shortly after noon, lasted a little more than an hour. After a prayer by the Rev. J. Shera Montgomery the house chaplain Mr. Hughes read an address in which he sketched Mr. Harding's career and referred to his accomplishments in public life.

KNOCK GUARD UNCONSCIOUS AND ESCAPE

Two Men at Camp Lewis Awaiting Trial Outwit Private in Charge

SEATTLE, Feb. 27.—J. Jones, 23, and Rowland Neelley, 22, who were awaiting trial at Camp Lewis, knocked their guard unconscious and escaped, according to confirmation received by King county sheriff's office tonight. Deputies have been dispatched in the direction of the camp in an attempt to locate the men.

Private Harold Pyndall of Battery D, 10th field artillery, was guarding the two prisoners as they were working within the hospital area at the north end of the camp. While attention was diverted the prisoners are said in reports received here to have knocked him unconscious, stripped him of his pistol and shotgun, obtained ammunition from his cartridge belt, stolen an automobile from an adjacent parking space and escaped. A reward of \$50 for the capture of each man has been offered by camp authorities.

KING TUT'S TOMB TO BE OPENED SOON

Visitors Will Be Given Chance to View Ancient Tomb in Luxor

LUXOR, Egypt, Feb. 27.—The tomb of Tut-Ankh-Amen will be opened next Saturday for a period of 10 days to permit its inspection by visitors, sanctioned by the Egyptian government. The premier and other members of the cabinet and the diplomatic corps will come from Cairo on a special train Friday night to be present at this ceremony.

For the past few days M. Lecau, director general of the antiquities department, has been making an inventory of the contents of the tomb and the laboratory as left by Howard Carter when he ceased work and closed the tomb February 14. After lowering the lid of the sarcophagus to insure the safety of the gold mummy case, M. Lecau sealed the doors of the two rooms containing the treasures still untouched. The director of antiquities for Luxor has been busy erecting wooden railings around the sarcophagus and the portions of the shrines that remain in the tomb to protect them from possible injury by the hundreds of visitors who are expected during the 10-day period.

McAdoo Received Fee for Obtaining Tax Refund

YOUNGSTOWN, Ohio, Feb. 27.—William G. McAdoo, secretary of the treasury in the Wilson administration, received a fee of \$200,000 for intervention in a tax refund case of the Republic Iron & Steel company in 1920, according to a copyrighted story published by the Youngstown Vindicator today.

According to the story, Mr. McAdoo was engaged by Chairman John A. Topping of the Republic steel company just before the case came to a hearing and effected a compromise with William M. Williams, then commissioner of internal revenue and members of the tax revision boards. Due to this compromise, it is said, the Republic company received a refund of about \$2,000,000 immediately. Mr. Williams, who is a practicing attorney in Washington, refused to discuss the case, and inquirers at the treasury department were told that the officials are unable to locate the records.

Former Bavaria Police Chief Tells of Plans

MUNICH, Feb. 27.—By The Associated Press—Herr Poehner, former chief of police of Bavaria, one of the defendants in the November "putsch" trial, gave testimony today making no attempt to conceal his enmity to the government and his share in the plot to overthrow it. Herr Poehner, whose testimony occupied the greater part of today's session declared that Dr. Von Kahr, at one time premier, minister of interior and foreign minister of Bavaria and who more recently acted as Bavaria's military dictator, gave his unconditional consent to the revolt. According to the testimony he offered Herr Poehner the post of civil governor of Saxony and Thuringia, but the offer was refused.

FALL CHARGED WITH PLOTTING TO LOOT OIL

Reed Says He Gave Up Good for Inferior Position "As Part of Previously Formed Conspiracy"

McADOO'S LEGAL TALENT BELITTLED BY SENATOR

Ability Does Not Single Him Out as Worthy of Enormous Sums Paid

ST. JOSEPH, Mo., Feb. 27.—Albert B. Fall resigned a superior position in the senate to accept an inferior position as secretary of the interior "as a part of a previously formed conspiracy to loot the oil reserves," United States Senator James A. Reed of Missouri charged in an address here tonight in the interest of his candidacy for the democratic presidential nomination. Reiterating his charges that William G. McAdoo had expected to realize more than one million dollars in fees from the E. L. Doheny, Charles W. Morse and motion picture interests, Senator Reed asserted these fees were for political influence rather than legal service.

Challenge Issued "There may be those who call these transactions of Mr. McAdoo 'legal business,' and who believe he was really hired for his legal talents," the senator said. "But I make the unqualified challenge that no living man can point to a single great lawsuit which McAdoo has ever tried in court. I do not have ever heard of his appearance in court as an advocate. Certain it is that he had never established that kind of reputation as a lawyer which would cause the possessors of great wealth to single him out from the entire bar of the country as a man whose legal talents commanded the enormous fees he received."

Mr. McAdoo declares that all his conduct was in accordance with the highest ethics. Yet his supporters denounce me for having demanded that the senate committee investigating the expenditures of Doheny should ask Doheny whether he had paid other money than those he had already accounted for. Senator Reed declared for a lower tariff, reduction of taxes and government expenses, repeal of "the many useless, unjust and oppressive laws," and elimination of "scores of useless boards and bureaus."

NEW OUTBREAK OF DISEASE REPORTED

Wallace Will Ask Congress for Million Dollars to Fight Epidemic

OAKLAND, Cal., Feb. 27.—A new minor outbreak of the foot and mouth disease in the quarantine zone, word from Washington that Secretary of Agriculture Wallace is preparing to ask congress for \$1,000,000 to cope with the emergency, and official announcement that the situation is growing less critical, were today's developments in the foot and mouth epidemic in central California. The fight against the epidemic is being directed from here. No new cases apart from those noted today, have appeared since Sunday officials reported. The outbreak reported today was in a few small isolated points in San Sabio creek county of Contra Costa county and is not considered serious. Federal and state experts announced that they would "fight to a standstill" all attempts to profane in badly needed disinfectants, chemicals, livestock meat and dairy products as a result of the emergency. The work of assembling the disinfectants and chemicals caused postponement of the slaughter of infected cattle until tomorrow. The carcasses will be chemically destroyed. Utah today placed an embargo on poultry from California, while Nevada authorities were reported to have placed an embargo on empty cream cans to be returned from this state.

AMBASSADOR TELLS STORY OF LINCOLN

British Representative Tells How Former President Blacked Own Shoes

NEW YORK, Feb. 27.—Sir Esme Howard arrived on the Olympic today en route to Washington to assume the British ambassadorship vacated two months ago by the retirement of Sir Auckland Geddes.

He travelled alone, expecting to be joined when he became established at Washington by Lady Howard who now is in Italy. Later, he said, three of his five sons probably would come here to enter school, one of them being particularly desirous—with his father's enthusiastic approval—of a year's business training in the United States. Two other sons of the ambassador are at Cambridge.

This is Sir Esme's first visit to America since he left in 1909 after two years as counsellor to the British embassy at Washington under the late Lord Bryce. He expressed a great admiration for this country and her historical figures, especially Lincoln, whom he felt he almost knew through his associations with Lord Lyons, British ambassador to Washington during the Civil war. He told this anecdote, which had been related to him by Lord Lyons: "Once during the Civil war President Lincoln and Lord Lyons were together at a hotel away from Washington. In the morning Lord Lyons was shocked to see Mr. Lincoln, before leaving the hotel, dusting off his shoes with a handkerchief. 'What the president of the United States blackening his own boots?' exclaimed the ambassador. 'Mr. Lincoln looked at Lord Lyons and then drew 'whose boots should I polish but my own, Mr. Ambassador?'"

WHITE RIVER LAND TAKEN BY STATE

Property Taken From Aliens Who are Ineligible for Citizenship

SEATTLE, Wash., Feb. 26.—A large tract of land in the White River valley near here was ordered escheated to the state of Washington today by a decision of the superior court here. The court ruled that S. Katsumo was holding the land in violation of a law which prohibits aliens ineligible to citizenship from owning land. Although a contract whereby White River Gardens, Inc., took over the land was executed before enactment of the anti-alien land law, assignment of stock in the company formerly held by Katsumo was made by his minor daughter, a citizen of the United States after the law became effective and therefore the statute can be invoked to confiscate the land, the court held. Another tract of land was also ordered escheated to the state of Washington when superior Judge R. L. McCroskey of Whitman county, sitting in the local court, decided the case of the state against J. T. Kusumi and wife, holding the defendants were illegally in possession of five acres of land near Bothell.

DOUBT OF BONUS APPROVAL VOICED

State Republican Meeting Not Expected to Give Endorsement

SPOKANE, Feb. 27.—Several state republican leaders here today expressed doubts that the state republican convention at Wenatchee April 5 will take action favoring the bonus. Commenting on a recent statement by Mark Reed, state Coolidge manager who expressed a belief that a bonus plank would receive the favor of the convention, Guy E. Kelly of Tacoma, national republican chairman said he did not see how the convention could consistently endorse Mr. Coolidge and the bonus. "Mr. Coolidge is in favor of tax reduction and every thinking American is for it," he said. "Both the president and Mr. Mellon, however have said that we can't have the bonus and reduce taxes. In my opinion the state convention can't go on record for tax reduction and endorse the bonus bill."

PRIVATE WIRE SERVED McLEAN AT PALM BEACH

Publisher's Telegrams to Agents in Washington Read into Record of Senate Oil Committee

UNDERWOOD WAS ASKED TO INFLUENCE WALSH

Message Discloses That Palmer Tried to Gain Aid of Alabama Solon

WASHINGTON, Feb. 27.—Another Pandora's box was opened today in the oil scandal. As a result, new fields for exploration were discovered and the list of committee witnesses was appreciably augmented. A chief development was the reading into the records of a sheet of telegrams sent to Edward B. McLean, publisher of the Washington Post at Palm Beach last December and January by his agents and others in Washington. This disclosed that persistent efforts were made on behalf of McLean to keep him off the witness stand in the oil inquiry, and that in this connection attempts were made to bring pressure on Senator Walsh, democrat, Montana, chief prosecutor in the investigation. There also was evidence that McLean was kept constantly advised as to developments in the inquiry and as to the movements and condition respecting the investigation of Albert B. Fall, to whom the publisher at one time said he had loaned \$100,000. From the telegrams the committee learned also that E. W. Smithers, chief communications officer at the White House, had been employed to man the Washington end of a private telegraph wire which was installed between this city and McLean's Palm Beach cottage. One of the arguments advanced to the publisher in favor of the private wire was "easy and quick access to the White House," and another was "the congressional situation."

In this same message, sent by John Major, one of McLean's secretaries, under date of December 22, the publisher was advised that C. Bascom Slemp, secretary to President Coolidge, was leaving that night for Palm Beach. Mr. Slemp has testified that he talked about the oil matter with McLean at Palm Beach and advised him to "get it all out" in his testimony before Senator Walsh at the Florida resort.

Underwood Involved Additional telegrams to McLean will be read into the record (Continued on page 2.)

ALBANY-CORVALLIS BIDS ARE ILLEGAL

Attorney General Rules That Advertisement Prevented Competition

PORTLAND, Or., Feb. 27.—Just as the highway commission was about to open bids today for paving with concrete ten miles between Albany and Corvallis, an opinion was received from the attorney general that the advertisement for this job was illegal. The illegality consisted in advertising for one type of pavement which prevented competition. To comply with the legal requirements the commission will re-advertise the job, asking for bids on two distinct types and open proposals at a special meeting called for March 10. Plans to place a new highway on the state road map were presented to the commission by a delegation consisting of the county courts of Washington, Yamhill and Tillamook counties, all the representatives of commercial clubs in a dozen towns and by the Portland Chamber of Commerce and Mayor George L. Baker of Portland. The idea is to build a shorter road between Portland and Tillamook. The present route is 110 miles. This distance can be reduced by 30 miles by building a road down the Trask or Wilson rivers. Bids were opened on 26.88 miles of road work. The commission will accept or reject the bids tomorrow.