

The Weather — OREGON — Rain, moderate temperature, strong-northeast winds. Wednesday—Max. 64; Min. 43; River 8.5 rising; Rain-fall .01; Atmosphere part cloudy; Wind South.

The Oregon Statesman

Today, Thursday, is Budget Day, the sixth day of National Thrift Week. Substitute system for chance. Get a Budget book and keep a budget.

SEVENTY-FOURTH YEAR SALEM, OREGON, THURSDAY MORNING, JANUARY 22, 1925 PRICE FIVE CENTS

BUDGET PADDING IS CHARGED

BANKS MEASURE PASSES SENATE BY CLOSE CALL

Hotels and Soft Drink Establishments Win Right to Appeal to Circuit Court in Upper House

BURSTS OF ELOQUENCE FEATURED IN DEBATES

Fireworks Fly as Opposition Forces Launch Heated Verbal Attack

By a vote of 21 to 9, the senate passed the Banks measure yesterday afternoon, providing that hotels, soft drink establishments, and other places of business licensed by municipal councils may appeal to the circuit court in case their license is revoked by the city council.

Senator Banks made an impassioned appeal for the bill, denounced the Portland commission generally and wound up in a blaze of glory. Senator Joseph followed with pyrotechnics more lurid than his colleague and by this time there was a smoke screen all around.

Arguments resumed in the afternoon and the bill was opposed and defended by a flow of oratory that had not been equaled in the present session.

Senator George W. Joseph, also of Multnomah county, opposed the bill in a speech against the practice of "landlordism."

Cash Aid Is Wanted For Guardsman's Widow

Seeking to appropriate money for the relief of Mrs. Clyde R. Dindinger, widow of Clyde R. Dindinger, second company, CAC of Marshfield, a bill for \$2400, to be paid in monthly installments, was introduced in the house yesterday by Representative King and Senator Hall, as HB No. 98.

Crime Through Country on Increase Since War Believes Prison Expert

"The prison problem is the biggest one we have today," declared B. Ogden Chisolm, philanthropist, and an exponent of better prisons, who arrived in Salem last night. "It's complexities of human nature, the physical, mental and financial phases, all have a close bearing upon the public welfare."

HUGHES ASKED FOR DETAILS

Senate Desires Copy of Paris Reparations Agreement; Probe Started

WASHINGTON, Jan. 21.—The senate today formally called on Secretary Hughes for a copy of the much discussed Paris reparations agreement, together with such information concerning its negotiation as "may be relevant to a full understanding of its terms."

WINDOW RAISED BY SNEAK THIEF

Cash Register of Valley Motor Company Office Is Robbed of \$16.50

The cash register of the Valley Motor company was rifled some time Tuesday night between 7:30 and 9 o'clock, according to the report filed with the police at 10 o'clock.

Previous to the robbery the police had called the attention of the manager, W. L. Phillips, to the condition of the window and to other factors that tended to give protection to a prowler.

HIGH FINANCE SWINDLER GETS TWO MILLION

Moe Turman, Manager of Equity Finance & Service Co. Falls Down in Attempt to "Out-Ponzi" Ponzi

CONFESSION IS MADE: MANY TO LOSE SAVINGS

NEW YORK, Jan. 21.—After confessing forgeries totaling \$1,300,000 in a scheme to enrich himself and investors, Moe Turman, managing director of the Equity Finance & Service company, today was indicted for second degree forgery and released in \$5,000 bail.

BILLY GARDEAU DUE ON FRIDAY

Will Workout at 3 O'Clock for Match With Dawson at Armory Friday

Billy Gardeau of Portland will arrive in the city at 10 o'clock Friday morning and have a light workout at the Armory at 3 o'clock prior to his meeting with Charlie Dawson of Eugene in the main event of a big boxing program at the Armory Friday night.

SAFETY FIRST MAN DUE IN CITY SOON

Boynnton Will Instruct School Board in Campaign Early Next Month

Salem school officials are to have a safety first expert, B. F. Boynnton, to assist them in their campaign to instruct Salem school children in safety first actions.

The J. L. Parrish junior high school is located on North Capitol street, which is one of the main arteries into the city. The complaint has been made to the school officials that the children are in great danger during certain parts of the day when they are crossing the streets.

WARM FAREWELL GIVEN VETERAN FRENCH MINISTER

Ambassador Jusserand Leaves for France After 22 Years of Active Service

WASHINGTON, Jan. 21.—Ambassador Jusserand of France left Washington today after 22 years of diplomatic service with a warm, spontaneous au revoir waving toward him from an unusually large crowd of the capital's residents who had come, through the decade to know him as a friend.

PIERCE NAMES STATE BOARDS

Appointments Made By Governor are Ratified By Senate Late Wednesday

The senate late Wednesday ratified the following appointments made by Governor Pierce:

Board of higher curricula—J. E. Hedges, term expired May 23, 1923, reappointed for term ending March, 1928. Dr. C. J. Smith, term expired March 23, 1924, reappointed for term ending March, 1929.

RUSSO-JAPANESE PACT IS LAUDED

Premier Kato Says Treaty Brings Two Nations in Closer Friendship

TOKIO, Jan. 21.—(By the Associated Press).—Premier Viscount Takaaki Kato in his speech at the opening of the imperial diet said the signing of the Russo-Japanese treaty enabled the two nations to revert to a long continued friendship.

DANCE HALL REGULATION BILL OFFERED BY MEINDL

Regulation of public dance halls operated in cities of more than 25,000 population would be made by HB No. 103, introduced by Representative Meindl Wednesday.

ELECTION CUSTOM WOULD BE CHANGED

Resolution Disapproves of Swearing in of Voters at Polls for Election

Elimination of the practice of swearing in voters at the polls is the object of the house joint resolution, No. 6, offered late Wednesday afternoon by Representatives Collier, Swan, Howard, Cakes and North, amending Section 2, article 2 of the Oregon constitution.

GANG ROYCEDED UP

SEATTLE, Jan. 21.—With nearly half of 90 persons indicated by a federal grand jury here Monday arrested, the most important members of an alleged liquor conspiracy gang on the Pacific coast declared to have been headed by Roy Olmstead, former Seattle police lieutenant, have been apprehended.

FARM RELIEF MEASURES TO BE SUPPORTED

Congressional Farm Bloc Urges Consideration of Farm Laws at Present Session of Congress

MCNARY-HAUGEN BILL TO BE RESUMED AGAIN

Sanction of Agricultural Committee and Congress Farm Group Wanted

WASHINGTON, Jan. 21.—Members of the congressional farm group are considering a plan to throw their solid strength behind some farm relief measure with the hope of getting legislation enacted at this session.

FRANCE HOLDS DEBT PAYMENT A MORAL CRIME

Unanimous Applause Greeted Speaker; Obligation to Pay Is Held Lacking

PARIS, Jan. 21.—(By the AP.)—In a five-hour speech in the chamber of deputies today, Louis Marin, former secretary of state and now an opposition deputy, declared that it would be a moral iniquity should France be compelled to pay the enormous sums demanded of her by the United States.

VERBAL FIGHT PASSES BILL

Measure Supported By Multnomah County Delegation Repeals Tax Levy Act

Rallying to the support of H. B. No. 38, introduced by the Multnomah county delegation, a veritable verbal barrage was hurled in the house in favor of the passage of the bill, which finally met the approval of the other representatives and passed with only two negative votes.

WEDNESDAY IN WASHINGTON

The house passed a bill to promote production and conservation of helium.

A bill for a new American embassy and consulate general in Tokio passed the house.

The senate rejected a proposal to withhold funds to maintain marines in Haiti.

A senate elections subcommittee recommended the seating of Senator Mayfield, democrat, of Texas.

The senate called on Secretary Hughes for information on the Paris reparations agreement.

Heber H. Votaw, brother-in-law of the late President Harding resigned as superintendent of prisons.

Members of the senate foreign relations committee and others were invited to a night dinner at the White House.

The senate ratified treaties with the dominican republic on evacuation of American troops and refunding of the dominican debt.

BOMB HURLED INTO MEETING BY TREASURER

Deliberate Creation of Deficit Passed to Pierce and Myers at Ways and Means Committee By Kay

PRISON REQUIREMENTS ARE GIVEN BIG BOOST

State Hospital Gets Cut in Expenditures; Newspapermen to Attend

Charges that the majority members of the state budget committee deliberately padded estimated expenditures in passing upon the requirements of the various state institutions and departments for 1925 and 1926 for the express purpose of creating a deficit were hurled at the joint ways and means committee last night by Thomas B. Kay, state treasurer.

Estimated expenditures shown on the budget for the biennium are approximately \$2,501,912 in excess of the estimated receipts and as a result of the deliberate padding and the low tax levy for 1925, State Treasurer Kay predicted that the shortage of funds for 1926 would be even more serious than will be felt this year, due to the six per cent limitation amendment and that the state might find it necessary to issue war bonds.

Penitentiary Is Example. Attention was directed to the state penitentiary, the speaker emphasizing that the institution was under the direct supervision of the governor and not under the direction of the state board of control.

The penitentiary requested only \$62,340 for maintenance of the kitchen and dining room while the budget commission passed upon \$84,000 more than \$40,000 in excess to the amount asked. Bedding and linen were estimated at \$29,000 while \$62,340 was approved by the board.

On the other hand State Treasurer Kay pointed to the budget of the state hospital, in which several estimated expenditures had been reduced. He called attention to the item of \$173,000 asked for food and maintenance, which was cut to \$165,000 while the bedding and linen item was reduced from \$34,000 to \$29,000.

Reduction of the soldiers' aid levy from one to one-half mill was suggested by State Treasurer Kay as a means to partially reduce the deficit while he said that several other tax items not used for special purposes could be diverted to the general fund.

Careful consideration of an office building on state land to produce.

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