WEATHER FORECAST: Fair northwest and cloudy and unsettled east and south portions; moderate temperature; moderate north and northwest winds. Maximum yesterday, 51; minimum, 38; river, 7.8; rainfall, .08; atmosphere, clear; wind, northwest.

Oregon Statesman

An excited tug boat captain reports seeing a lot of seals gamboling around in Long Island sound. But perhaps it was only a bunch of New York athletes all greased up to swim the channel.

SEVENTY-SIXTH YEAR

SALEM, OREGON, THURSDAY MORNING, MARCH 3, 1927

Government Will Pay \$10, 000,000 Out of Unfunded \$4,025,000,000

TREASURY HERE PLEASED

Senate Expected to Follow Lead of House in Ratifying Melion-Berenger Agreement on **Payments**

WASHINGTON, March 2 .acceptable to the treasury, will be ceived. made on June 15, without prejudice to ratification of the Mellon-

officials. A payment of \$20,000,-000 as interest on the \$400,000, 000 war supplies debt already has

government. Senate May Ratify

Treasury officials expressed the opinion that the senate would follow the lead of the house and ratify the Mellon-Berenger agreement, and that French parliament also would approve it. Should this pted with the forthcoming amount as the \$30,000,000 annual 600 inhabitants. payment for 1926. The French offer which was ac-

(Continued on page 4.)

SENATE PASSES PROHI REVISION

VOTE 71 TO 6 ON MEASURE FOR REORGANIZATION

Cloture Rule in Effect, But Not Needed: Bill Goes Back to House

WASHINGTON, March 2 .bill. The vote was 71 to 6.

ure, which would create bureaus water water. of prohibition and customs in the

concurrence. It has been demand- drowning. ed by Assistant Secretary Andrews, chief of the dry forces. In addition to separating prehi-

bition enforcement from the internal revenue bureau it also would place dry employes under the civil service.

The wets had a field day, as the drys kept silent, hoping to get the only prohibition measure of the session to a vote. While not much concerned with the bill itself, the wets seized the opportunity to condemn the Volstead

Senator Wadsworth, republican New York, was the only republican voting against the bill. The other opponents of the measure were Senators Broussard, Bruce, Edwards, Gerry and King, demo-

crats. Several pronounced wets, including Edge, republican, New Jersey: Copeland, democrat, New York, and Reed, democrat, Misseuri, voted for passage on the ground that it would aid enforce-

ment of the Volstead act. The measure was described re-

bill and Senator King, democrat, lifah, a proponent of state prohiseague such legislation would not partment. have received attention by con-

New Jersey, charged that Wayne consideration of prohibition reor-B. Wheeler, general counsel of ganization bill. the dry organization, wanted the legislation because it would give him more jobs to fill. He also bill was passed by the senate. asserted that Wheeler had been wielding the lash over this body from the senate galleries and the bill to elevate the guns of the batreception rooms."

AMBITIOUS PLANS FOR POULTRYMEN

COLONIZATION PROJECT UN-DER CONSIDERATION NOW

Great Demonstration Farm May Be Established; Industry on Upgrade

By W. C. Conner

As evidence that the poultry business of the Salem district is growing in a most satisfactory manner are the reports coming in from the hatcheries and poultrymen of the growing demand and increased orders for baby chicks BOAT HEADED FOR PORT tions for months. panies also report a constantly increasing demand for grain and mash feeds. New mammoth incubators have been installed by many hatcherymen to replace their smaller machines ,and dealers report a great increase in orders for bronder equipment.

The output of local hatcheries The text of the offer of the for the past three years shows a Franch government to pay \$10,- remarkable annual increase, and United States District Attorney 000,000 on its unfounded \$4,025,- the proportion of home orders Hatfield here tonight said that a crook and a fraud. 000,000 war debt was announced demonstrates the fact that the William H. Bowen, wealthy fugiat the treasury today, together poultry business is growing locally live from justice, under indictment with a curious throng, Johnson three jobs will be done by contract with the correspondence between as well as in the other favorable for murder and conspiracy in con- unfolded what he said was the work, according to the report. Secretary Mellon and Premier districts of the state and northwest nection with the Moss landing rum The payment, which is from which large orders are re-

The Salem district has attracted the attention of poultrymen from Berenger accord by either country. various parts of the northwest and guarding the Federalship after redays ago, after Robert Lacourgay- climatic conditions here are less on board. The vessel was reported et, French financial representa- rigorous than in many parts of by radio to be about 120 miles

(Centinued on page 4.)

been received from the French CORSICAN HOUSES FALL Many Believed Killed or Injured in Village Hit By Slide

PARIS, March 2 .- (AP) -The collapse of numerous buildings in puted chief of the Moss landing the village of Bisinchi, in the band of hijackers and rum run-Morosaglia district of Corsica, is ners, and officials declared him be the case, it was said, the in- reported to the Matin, with the the most wanted man in the histerest payments probably would fear that many persons were tory of prohibition on the Pacific killed or injured. Bisinchi has coast. Bowen, with Ed Ferris and

> Survivors, panic-stricken, are with the murder of Deputy Sheriff said to have fled in all direction, N. H. Rader in the night machine and neighboring villagers are or- gun battle July 6, 1925. ganizing rescue parties. The prefect and sub-prefect of Corte have day that the seizure of the rum gone to Bisinchi to give aid.

> The collapse is believed to have porters, Inc., a Canadian firm, had been due to landslides similar to been made with full knowledge those which caused a disaster at and sanction of treasury depart-Roquebilliere, southern France, ment officials at Washington. last November.

CLAM DIGGERS AT WORK CRASH AT ALBANY FATAL Big Season on Shellfish Expected

Kings Valley Woman Killed When

Car Overtarns in Ditch

ALBANY, Ore., March 2 .-(AP)-Operating under rules (AP)-Mrs. Leon Lester, 30, of season opened here today with limiting debate, the senate late to- Kings Valley, met death and her packers expecting a big season due day passed with amendments the mother, Mrs. Joseph Kizer of to favorable weather conditions. house prohibition reorganization Brownsville, was seriously injured The season will close June 1. today when their automobile Prohibition, the Anti-Saloen plunged from the read six miles clams were taken today. All dig-League, and politicians came in southeast of Albany and evergers must possess licenses. for scathing attacks as the meas- turned in a ditch filled with

Mrs. Fred Kizer, sister-in-law treasury department, was brought of the dead woman, and the Lesto a vote with the aid of cloture. ter children, Elva, 10, and Eldon, Minor amendments force a re- 7, escaped without injury. Mrs. turn of the bill to the house for Lester's death was caused from

YESTERDAY IN WASHINGTON

The text of the French debt offer was published.

A bill to reapportion its membership was rejected by the house.

The war department announced its intention to purchase 590 air-

The house accepted senate amendments to the veterans' government loans bills.

President Coolidge signed the naval supply bill with its three cruiser amendment.

The federal reserve board reported that business conditions in 1926 were unusually stable.

"Jerry Tarbot" of world war amnesic fame was declared to be peatedly as an Anti-Saloon League a draft dodger with divers aliases.

Reports that American marines ition. declared that had it not in Nicaragua bad suffered casualseen for the insistence of the ties were denied by the state de-

The senate sidetracked the Reed Senator Edwards, democrat, campaign resolution to continue 30.00

The prohibition reorganization

President Coolidge signed the tleships Oklahoma and Nevada

CALLED CROOK AND FRAUD

Unfolded by Chairman Johnson

WASHINGTON, March 2-(AP) Man Wanted in Connection

With Moss Landing Fight

on Federal Ship

ture as More Important

Than Seizure of Vessel

With Rich Cargo

SAN FRANCISCO, March 2.

four coast guard cutters.

Capture Important

en's possible capture as more im-

portant that the seizure of the

John May, was charged directly

Federal officers here stated to-

carrier, owned by Consolidated Ex-

by Long Beach Packers

LONG BEACH, Wash., March 2

- (AP) - The commercial clam

Several hundred pounds of

The authorities regarded Bow-

WASHINGTON, March 2 .- (By Authorities Regard Bowen's Cap-AP)-Confidential reports to committee to prove that the sup-

In a committee room packed true story of Tarbot's life, declarbattle in 1925, was on board the ing that his real name is Alexancaptured rum carrier Federalship. Federal officials issued orders father and an Irish mother.

for even greater precautions in The chairman then began examination of long list of witnesses The formal offer was made two California, from the fact that the celpt of the news that Bowen was through whom he said he would show that in the days Tarbot had irsisted he was fighting in France tive, had conferred with treasury the northwest, while the Califor- from the California coast tonight, for his country, he actually was headed for land under guard of tealing automobiles in San Francisco." Among them was a department of justice agent who had looked up Tarbot's record.

> Across the table from the man whose case has attracted nation-Federalship with her 12,500 cases | wide attention and who has proved of Scotch whiskey, valued at about an enigma to members of congress \$1,000,000. The funtive was re- whose aid was solicited in obtain-

(Continued on page 5.)

McTIGUE US. SHARKEY

The semi-final fight in the heavyweight eliminations will start at 7 o'clock this evening, Pacific coast time, in New York City, and at that hour blow by blow returns will begin coming in to the Statesman office over the Associated Press leased

The returns will be announced from the Statesman building, so that Salem fans may know what is happening just a few seconds after those at the ringside. Those who are unable to come downtown may telephone 23 after 8:00.

HOUSE TO PROBE COUNTY HIGHWAY TH TARBOT SCANDAL WORK PLANNED

SHELL SHOCKED VETERAN IS. PROGRAM CALLS FOR MACAD-AM CONSTRUCTION

True Story of Alleged Hero's Life Two Bridges Contemplated; Many Stretches of Road to Be Improved

· County road improvements, in -The house veterans committee's cluding 40 miles of macadamized inquiry into charges that Jerry highway, were announced yester-Tarbot's claim of having served in day by County Judge J. T. Hunt the world war is fraudulent, ter- and Roadmaster W. J. Culver. minated tonight without reaching Complete and specific plans have an answer to the riddle which has not yet been announced on all the puzzled service men's organiza- projects, due to the uncertainty of funds and capability of supply-

ing necessary materials. Definite improvements contem-AP) - The strange case of Jerry plated are: Two miles of highway Tarbot, who claims to have been southeast of Silverton to the Davis shell shocked out of his memory school, containing some very steep during the world war, reached a grades; three-mile stretch from dramatic climax today when Chair- Union Hill towards Salem, and cerman Johnson suddenly called a tain roads leading into the Silver meeting of the house veterans' Falls territory. Sections of the old Facific highway known as the posed veteran is a draft dodger, Rosedale road, will be improved with turns straightened and many cuts on the steeper grades. These

The Gervais-Parkerville road is on the program for macadam der Dubois Jr., the son of a French | This improvement will be continued as far as Howell Prairie.

Other stretches slated for macadam are two miles and a half on the Silverton-Sublimity read; five miles from the Pacific highway, north of Jefferson towards Talbot; sections of the Salem-St. Faul road; three miles on the road from Aumsville to West Stayton; two miles from Aurora to Boone's Ferry, and a two-mile stretch beween Silverton and Silver Creek.

The Cline bridge over the Pudding river will be completed and a new bridge will be constructed over the same stream on the Sil-

ing room for many miles of ma- give complete coverage. In event cadam which would otherwise be coverage is placed with another County officials be reglected. Heve that the macadam will be far appear in the policy. more practical until a later period of improvement.

Complaint Charges Willful Deceit and Misconduct in Case

Disbarment proceedings were filed in the state supreme court here yesterday against William G. Portland. Proceedings against Mr. of incorporation may be amended Martin were filed by the grievance committee of the Multnomah county bar association.

An order was issued by the supreme court citing Mr. Martin to appear within the next 20 days and show cause why he should not be disbarred.

SAVING THE WORLD SEEMS TO BE HARDER THAN WHEN NOAH BOSSED THE JOB



Yamhill Delegation Sponsors Method Forming Domestic Companies

BOND OF \$25,000 ASKED ed up for the night.

Bill By German Authorizes Fraternal Societies to Issue Benefit Certificates on Group Plan

A number of bills were passed t the 34th session of the legislature, which affect the state insurance department. One of the most important of these is that bill which defines and regulates motor

This bill was introduced by Senator Banks and provides that motor clubs shall furnish a bond in the amount of \$25,000 to insure the faithful performance of its services, contracts and payment of any fines levied against allowing claims for \$7,000,000 it for failure to comply with the act. These clubs heretofore have not been under state regulation. Liability Insurance Change

A bill introduced by Representative McCourt amends the present law permitting insurance companies to write fire, theft, property damage, collision and personal liability insurance. Personalliability insurance, under the preverton-Central . Howell Prairie vious law, was required to be written in a separate policy. The No paving will be put in this new law authorizes companies year on the county program, mak- writing automobile insurance to company, both companies

The act requires that liability and indemnity companies shall include a clause in their policies DISBARMENT REQUESTED subrogating those injured by their assureds the right to sue on the insurance policy in event of the insolvency or bankruptcy of the latter.

Yambill Presents Amendment The Yambill county delegation in the house caused to be passed Martin, Portland attorney. The a bill providing the method of orcomplaint charges willful deceit ganization of domestic insurance and misconduct in connection with companies. It is provided in this a bankruptcy proceeding in the act that in case of companies not United States district court in having capital stock the articles

(Continued on page 5.)

TWO ESCAPE SING SING

Slayer of "Big Bill" Brennan One of Men Who Gets Away

OSSINING, N. Y., March 2-(AP)-Joseph Pioli, 28, killer of 'Big Bill' Brennan, prize fighter, and Gemyge Walmale, 48, escaped from Sing Sing prison tonight.

Pioli, who was serving a 20 year term for manslaughter, shot and killed Brennan, the boxer, who stayed 12 rounds with Dempsey when the latter was champion, in Brennan's night club in New York City in 1924.

Walmale, regarded as a less dangerous criminal, was sent to Sing Sing about a year ago to be transported across the United serve a four year sentence as a second offender for carrying a

MOTT SEEKS NOMINATION

Astoria Legislator Confirms Story of House Candidacy

ASTORIA, March 2 .- (AP)-James W. Mott, local attorney and a member of the state legislature, announced here today that he would seek the republican nomination to congress and will oppose W. C. Hawley, incumbent and veteran solon at Washington for the past generation. Mott's announcement confirms

rumors published in Salem newspapers several weeks ago that he would oppose Hawley. Mott claims to have support from several counties in the state

NAMED COMMISSIONER

Johnson Receives Appointment as Deputy Real Estate Man

backing his candidacy.

Clyde V. Johnson of Portland yesterday was appointed deputy state real estate commissioner to was still blocked to traffic at noon lons of government alcohol to succeed William A. Mullen who and it was not expected that the bootleggers and had acces has resigned. Mr. Johnson served road south would be open until thousands of dollars in protection as deputy state real estate com- Friday. The road between Bend money. Dr. Linville was name missioner during the Olcott ad-ministration. a virtually impassable condition. adviser in these practices.

estate business in Portland,

DAUGHERTY JURY STILL UNAGREED

LOCKED UP FOR NIGHT AT 11 WITHOUT VERDICT

Two Defendants Still Confident Of Being Found Not Guilty Of Fraud

NEW YORK, Mar. 2 .- (AP)-Thirty four hours after taking the case, the Daugherty-Miller jury was taken to a hotel tonight without having reported a verdict. At 11 o'clock, the foreman of the jury rapped on the juryroom door and asked that they be lock-

FEDERAL COURT, New York Mar. 2.—(AP)—Through grimed windows, the Daugherty-Miller jury was seen tonight still arguing the question of the guilt of innocence of the two former government officials charged with conspiracy to defraud the United

At that time the jurors had had the case more than twenty nine hours of which 18 were spent in actual deliberations.

Harry M. Daugherty, former attorney general, and Thomas W. Miller, former alien property custodian still were confident they would be found not guilty. They are charged with conspiracy to defraud the United States of their honest and unbiased services in proceeds of the sale of seized shares of the American Metal company. The government alleged helpless in a northeast gale which they shared a bribe of \$441,000 paid to effect the allowance.

Up to six o'clock tonight the jury had returned to the court room twice; once for advice on the value of character witness

(Continued on page 4.)

VENETA BANDITS TRACED Trail of Blood Leads Hunt To ward Poolroom Bandits

EUGENE, March 2 .- (AP) Members of the posse searching for the two veneta poolroom bandits accused of shooting William Maddaugh Sunday night and slaying Lestin Hooker, a member of the posse Tuesday afternoon, reported tonight that they had found a number of places where the two men had stopped to rest and that at each place there were two pools of blood on the ground, indicating that both men

were wounded Frank Hooker, uncle of Leston Hooker, had fired a number of shots at the men, one of them believed to be Alfred Brownley, exconvict, and the other a man by the name of Johnson. It was believed that the bandits would soon LINVILLE FREED be overtaken, it was stated.

RUM DEALER DEPORTED

Astoria's "Most Prominent Bootlegger" Sent to Greece

PORTLAND, March 2-(AP)-George Tsigris, known too as Buck Smith, and styled "Astoria's most prominent bootlegger," will leave tomorrow for New York enroute to his native land of Greece. The trip is being made at the demand Dr. J. A. Linville, former federal of the immigration service.

Eight other aliens will also be deported tomorrow by the immi- ell, who served as his legal side, gration department here. They were exonerated of all charges of will be taken to Seattle and there dealings with bootleggers and malwill join a Washington group and feasance in office as preferred by States in a prison car.

ONE FLIER STILL LATE not true bill in their report to

Plane San Antonio Reaches Argentine City Well Behind

BUENOS AIRES, March 2. (AP)-The United States army Pan-American plane, San Antonio, which is hastening to overtake the main body of the good-will squadron now at Asuncion. Paraguay, arrived late today at Seni- or proof of any action on which los, in the territory of Neuquen, Argentina.

Arrival of the plane there completes half of the hop across the continent to Bahia Blanca, Argentina, from Valdivia, Chile

BEND REPORTS BIG SNOW

Boads Blocked Leading South to Burns and Klamath Falls

BEND, Ore., March 2 .- (AP)-Central Oregon is covered with a ert and A. C. Smith, former prohiblanket of snow which started fall- bition agents, had been "railroading here this morning and con- ed," and that Mitchell while in the tinued through the day.

between Bend and Klamath Falls here, had sold thousands of gal-Since retiring from the office Jack Bainbridge, a stage driver, These allegations, the fed he has been engaged in the real was four days coming from Burns grand jury found today, to Bend,

PRICE FIVE CENTS

Reported in Peril From **Furious Tempest**

Many Vessels on East Coast

Two Lightships Adri. t Off Virginia Shore; Ships Sending Distress Calls; Liner Near Bad Shoals

NORFOLK, Va., March 3-(AP) -The British steamer King David which last night sent out SOS calls, saying she was ashore off Cape Henry and was in danger of breaking up, was floated at 1:20 o'clock this morning and proceeded into Hampton Roads. The vessel, which got out of the channel a short distance off the Cape Henry lighthouse and ran on a sand bar, was pulled off by the coast guard cutter Carrabassett.

NEW YORK, March 2-(AP)-Nine vessels late tonight were swept the south Atlantic coast with ever-increasing force.

In answer to the radio call of SOS, other ships hastened to their assistance through raging neas while coast guards strove to reach two ships that had been driven on the rocks.

The vessels reported aground were the British steamer King David, which cleared from New York yesterday for the Canal cone and was aground just outside Cape Henry, Va., and the Firmore, from Daiguiri for Balti

sition was not given.

Others sending out distress signals were the crack constwise passenger liner City of St. Louis. which was reported dangerously near the treacherous Hatteras sheals; the Charles and Winterquarter, two government lightships, torn from their heavy chain moorings off the Virginia coast: the Sulanierco, San Pedro for Newark, N. J., and the Maracaibo,

Curacca for New York. Two coal barges, the Bangor and Armisted, each with five men

(Continued on page 4.)

BY GRAND JURY

CHARGES MADE BY STATEN AGAINST DIRECTOR LOST

Total of 25 Witnesses Examined in Connection With Bootleg Deals

PORTLAND, March 2-(AP)prohibition director for the Portland district, and Frank B. Mitch-James W. Staten, himself a confessed bootlegger, when the federal grand dery returned today a

Federal Judge Bean. The jury examined 25 witnesses, ranging from bootleggers to ministers and heads of prohibition organizations in addition to a number of reports from various governmental offices and agencies.

In its report the grand jury declared that it could find nothing on which the sensational charges action might be based. Staten is in the county jail, hav-

ing been there since he was returned from Georgia last fall to answer to charges of contempt of court for failing to appear as a witness in the noted Christensen-Smith liquor conspiracy case in February of 1926.

Last month he came into court with Elton Watkins as his attorney and the latter read a lengthy affidavit in which Staten charged that Arthur Christensen and Robgovernment service has been the The Dalles-California highway "czar" of the bootlegging activity

KING DAVID HITS BEACH