SERVICE!

Any morning which finds you at 6:80 o'clock without a copy of your Statesman phone 500 and one will be sent you at once. And your call will be appreciated.

"No Favor Sways Us; No Fear Shall Awe" From the First States March 28, 1851.

Continued fair today; Ris-

WEATHER

ing temperature and de-creasing humidity. Max. temperature Wednesday 66; Min. 46; River 4.4; No rain; Wind northwest.

PRICE FIVE CENTS

M. Alfred Michaelson Freed

by Federal Jury After

Long Deliberation

Spectators Applaud Loudly

as Verdict is Read Before

Crowded Courtroom

KEY WEST, Fla., May 8 -

(AP)-Congressman M. Alfred

Michaelson of the seventh Illinois

district, Chicago, was acquitted by

a jury in federal court here late

tonight of charges of prohibition

law violation by smuggling and

transporting liquor into this coun-

The jury was out four hours

and ten minutes, having retired at

8:50 o'clock and returned at 1

spectators greeted the announce-

The jury found the congress-

country from Cuba, on January 2,

1928, in baggage passed through

Key West customs under courtesy

of port. The other count charged

he transported liquor to Jackson-

"I am very happy," said Con-gressman Michaelson, "but I have

nothing to say except that the ver-

dict bore out my original state-

It was understood the jury took

about ten ballots before reaching

Mrs. Michaelson, who has at-

Congressman Michaelson tes-

tified late today that only three

of the six trunks he brought in

belonged to him, and declared he

did not know that any of them

would stand on his constitutional

After Gramm's testimony the

tion for an instructed verdict of

Michaelson said three other

trunks were brought in by mem-

bers of his party, belonging to

Mr. and Mrs. Lester Ryan, also of

MEET HERE TODAY

The Marion county grand jury

will convene today at the call of District Attorney John Carson.

John W. Gibson of Woodburn is

foreman of the jury. Other members include Charles R. Greeg.

Turner; John I. Caplinger, Daisy

B. Bailey, Effie R. Ratcliff, Paul

E. Hansen and Alonzo J. Busick,

Important cases for grand jury

State vs. George S. Lyons, ac-

cused of attempting to obtain

money by false pretenses in pre-

senting a claim of about 40 items

in connection with a fire at Jef-

ferson; state vs. William S. Smith,

committing an act tending to con-

tribute to the delinquency of a

minor; state vs. Warren J. Chas-

tain, forgery; state vs. Howard

Hockett, larceny at Woodburn;

state vs. Fred R. Royston, com-

mitting an act tending to contri-

bute to the delinquency of a

Dairy Group To

all of Salem.

investigation are:

Asked whether any

Three of the trunks belonged to

tended the court session with her

husband since his trial got under

its decision.

A round of applause from the

try from Cuba in baggage.

o'clock this morning.

SEVENTY-NINTH YEAR, NO. 37

Salem, Oregon, Thursday Morning, May 9, 1929

No Compromise Now in Sight In Controvresy Over Levies In County

Long Conferences Between Officials and Attorneys Fruitless

Marion county's efforts to salvage any more than 23.94 per cent of the taxes levied against the six national banks for the years 1926, 1927 and 1928 appeared to have met complete de-feat when the county court stated this week that its offer to compromise for a 35 per cent payment had been withdrawn.

The court had previously been approached by representatives of the six banks asking that the amounts already paid be accepted as satisfaction of the county's claims, with the six banks distributing among themselves the pro ratio amount each was to pay As the situation now stands some banks have paid more than 50 per cent of their taxes for the three years while at least one of the national banks has not paid any tax for the three-year period. Lengthy Sparring Comes To Naught

For several weeks the court and the banks sparred through Helen Wills and 15 Other several conferences which make no headway in settling the impasse. The banks held that the 23 94 per cent already paid was just that much more in the coffers of the county treasury than the law would require while the court maintained that 35 per cent represented only the amount al- season will be at its height as debready paid out for out-of-county utantes from all parts of the taxes during the three years.

As the matter now stands, the court is powerless to act since a leading case has already estab- ers, weeks of grooming at the banks cannot be taxed in Oregon on their capital stock inasmuch as cause competing capital escapes teries and details of presentation all levies. If the court would demand payment of the national banks it feels assured that its efable decision such as was handed and bobbed hair padded to hold forts would only lead to unfavordown in the leading case.

Also Ask Rebate

Whether the state banks of Marion county will come into the county court and ask for a remission of their taxes is not known. The county court of Clattoria state banks on the same bas- place subordinate to throne and sop county settled with two Asis as it settled with the national banks declaring that it was not fair to penalize competing financial institutions by the levy and collection of a tax on one without the levy of a tax on the other.

throne room in their automobiles The question logically arising on the mall outside the palace. concerns the right of the county court to permit state banks not time with friends at rubbers of to pay their taxes without an at- bridges or in conversation. tempt through ditigation being made to compethem to contriute to the tax collector in full for tention among the 16 American items of cash expenditure was \$1.- was never so desirous of voting on provision fixing the pay of the the amount levied against them. girls. The serious-faced young 000 for attorneys' fees growing a proposal and urged Walsh to senators and representatives at \$3 Until a test case is made, there is star went calmly about her daily out of the lawsuit over the will pair so he would not be "required per day. no guidance for the court in re- tennis games until the eve of her and another item of \$500 attor- to further impair my health by mitting taxes on state banks any- presentation. more than in remitting taxes on any other corporation. Governor Is

BOY SCOUT TROOPS ARE FORMED HERE

Two new boy scout troops have ion county, reports O. P. West, not yet determined whether he recently been organized in Marscout executive for Cascade Coun- will be a candidate for re-election cil Area. Troop 25 was organized at the republican primary election at Stayton Tuesday, night with next May. A newspaper dispatch Rev. Wayne Wright as scoutmas- from Medford quoted the goverter and R. G. Wood assistant. The nor as saying that he had decided troop numbers 18 members and to seek a second term. is sponsored by the Methodist | More than a dozen persons were church. The other new group is waiting in the executive departtroop 24 at Silverton, with E. A. ment when Governor Patterson re-Kleeman, scoutmaster. There are turned to his desk this morning building. 12 charter members. This troop is after a week's absence. He presponsored by the Christian church sided at a meeting of the state freely, but when taken to a docand is the second in Silverton. bonus commission, attended other Troop 20 of Silverton is one of meetings and held a large number He died at the doctor's office. the most live troops in the coun- of private conferences during the ty. The Stayton troop is the first day. successful one there.

Billboards With Girl Smokers To Be Taken Down

PORTLAND, Ore., May 8 - (AP)-Officials of Foster and Kleiser, Pacific coastwide billboard advertising concern, announced today they would refuse cigarette advertisements carrying pictures of comely women walking a mile or reaching for a fag rather than a sweet.

The decision was forwarded to the Portland city council which immediately notified all other billboard advertising companies that this type of advertising would not agement to the establishment of flax manufactures to the influence

pany.

At Court

Queen Mary.

American Girls Will

Be Presented

Most of the girls to be present

ed plan to spend the two hours

before being ushered into the

There they will while away the

Not Certain

Governor Patterson made i

Of Running

Before American Drive

Gets First Airing French Authorities Now

Related in Full WASHINGTON, May 8-(AP) -On August 30, 1918, Marshal Foch faced General Pershing in

France and demanded: "Do you wish to go into bat-"Most assuredly," the American commander replied calmly, "but

as an American army.' Foch objected that it would take a month to complete such an

"Give me a sector anywhere you Miss Helen Wills will arise today decide," declared Pershing, "and just a bit perturbed we guess, for I will take it over at once." This historic scene is pictured

this is the day she is to meet vividly in a narrative off the gov- cate enactment of farm relief legernment presses today, which for islation greatly. Republican leadthe first time gives an official ac- ers contended the house would re count of how it was decided that ject the provision overwhelmingly a million Americans would enter the Argonne as an American ar- dent's position. my, not as French reinforcements. Document Prepared By Army War College

The narrative leading up to the fore unpublished records Persh- on the farm bill itself. LONDON, May 8-(AP)-For ing's long battle against allied debrief hour tomorrow, and another on Friday, London's social placements in their own armies.

world are presented to the first shal Foch published if Paris after iana. two courts at Buckingham palace. his death, in which the French Months of fittings at dressmakcommander was quoted as having lished the point that national hands of hairdressers and taking sidered that Pershing's efforts to oring the plan, Shipstead, farmerof lessons from the mistress of ceremonies at court have initiated the young women into all the mys-"The Tiger" was said to have ac-For one must have the right style of gown, train and head too stubborn.

dress. Long hair must be coiled Critical Moment In History Is Related

the ceremonial feathers. And Regarding the meeting between | Hoover's Letter Is above all one must be expert in Pershing and Foch, which occurthe almost obsolete art of the curt-

(Turn to Page 2, Column 3.)

For the first time the queen of England will hold the court alone ENGLE ESTATE SAID and the debutants therefore will have only one curtsey to make. The Prince of Wales will occupy a Queen Mary will receive in solitary state because of the king's

neys' fees for probate of the will. being present." There are 15 heirs to Engle's property, all of whom will pay in-heritance tax on their bequests.

Local Teachers Go To Portland To See Funeral

Mrs. Lillian S. Van Loan and Fred Duncan Schroeder) teachers in the Salem high school, were summoned to Portland Wednesday noon, follow-George L. Schroeder, age 50 years. Mr. Schroeder died suddenly and as the result of hitting himself over the heart with a piece of two-by-four lumber which he was carrying in repairing a Workmen discovered him sitting on a walk, perspiring tor's office, no injury was found. Fred Duncan left for Portland

Tariff Changes Fall Short In Matter of Helping Flax Growers, Bartrum Asserts

ent of industries at the Oregon straw. And the increase of the state penitentiary and managing duty on unhackled flax to from director of the plant of the Oregon one cent to one and a half cents Linen Mills, Inc., made the state- a pound, and on hackled flax from ment that while the increases re- 2 cents to 3 cents a pound, does ported in the new tariff bill on not give the increase that was flax in its primary stages will sought and should have been help a little, the new protective granted. duty rate changes do not go far | Col. Bartram attributes the deenough to give the proper encour- nial of higher rates on primary

Iflax straw from \$2 to \$3 a

(Turn to Page 2, Column 1.)

Inside Story of Events Just Debenture Clause Retained Despite Hoover's Expressed Opposition

Pershing's Clash With High Defeat in Lower House Now Anticipated Resulting in Lengthy Session

> WASHINGTON, May 8 .- (AP) -Despite President Hoover's em. phatically expressed objections, the senate voted 47 to 44 today to retain the export debenture plan in its farm relief bill. Thirteen republican independ.

ents joined an almost solid democratic vote in defeating an attempt by administration forces to eliminate the disputed provision. The bill, already passed by the house, does not provide for debentures, and inclusion of the plan in the senate measure was held by its opponents tonight to compli

Extended Session

Now In Prospect They were confident that Headed "The Genesis of the would be eliminated ultimately by American First Army," the docu- the conference committee of senment was prepared by historical ate and house members which section of the army war college. must adjust differences between the two measures, but were plainclimactic meeting between the ly concerned over the time French and American command- it might take to settle the controers recounts in detail from hereto- versy. The senate has yet to vote

especially in view of the presi-

Only two democrats left their mands for American troops as re- party line-up to join with administration republicans in the elimina Its publication led army officers tion move. They were Wagner of to recall an interview with Mar- New York and Ransdell of Louis-

Two other democrats, Walsh of Massachusetts and King of Utah said Premier Clemenceau had con- were "paired" with Senators favbuild up an autonomous army was labor. Minnesota, and Kendrick, preventing the Americans from democrat, Wyoming both of whom giving the aid they should have are ill in hospitals. Among the regiven the allied cause as a whole. publicans who disregarded the wishes of the president were Bocused General Pershing of being rah of Idaho and Brookhart of Iowa, who were leading campaigners for Mr. Hoover prior to the reent election.

Read by Bingham Just before the roll call was be gun, Senator Bingham, republican. Connecticut read from the letter of the president to Chairman Mc-Nary of the senate agriculture he executive opposed the deben-

"I think it is well for the record

The administration forces were estate of Edward M. Engle, de- doomed to be defeated by one vote tution. ceased, have shrunk to \$3944.49 even though Senators Walsh and at the present time according to a King had declined to pair with the

LEGION MEMBER IS CALLED BY DEATH

William Slocum, member of at the Macleay cemetery.

\$5500 Garage And Warehouse Will Be Built

house and garage at 455 Marion street at a cost of \$5500. H. G. Carl has the contract for construction of this building, which will be of concrete, one story in height In an interview of yesterday, ton will amount to nothing, and 40 by 82.94 feet in dimen-Col. W. B. Bartram, superintend- for our country imports no flax sions. Plans have been prepared by L. L. Jensen.

Rich Merchant Is Found Murdered

merchant of Downey, Calif., was merits of the case nor its final gineer for the war department, no- gation, is building a shallow draft

place.

Old Bookkeeping Work Taboo



Suppose New York does announce the forthcoming debut of a "Business Brain," which, with the aid of Not Guilty Verdict cogwheels and electric magnets and gadgets and what nots, can do the work of a flock of clerks. Los Found On Both Counts Angeles says, "Thanks, we have one already." Montmorency can do the work of ten persons. He is a bookkeeper, adding machine, card sorter, cash register and computator all in one. It takes only three man not guilty on both counts in persons to work him. He cats punched cards and turns them out in complete report sheets of figures, the indictments. On count chargbudget reports, sales analyses, statements of labor costs or payroll listings, depending on which button ed importation of liquor into this

"Expense" Grab By Solons Threshed Out In Circuit Court Wednesday

The constitutional provision relating to the compensation that shall be received by legislators, word "pay." entered prominently yesterday into the arguments of attorneys in the suit filed by W. W. A. Jones to restrain members of the 1929 legislature from collecting \$5 per day expense money . Payment of the expense money was authorized in a resolution adopted by the legislature during the closing days of the session Before the resolution was filed with the state department, the restraining order was issued and served on both the secretary of state and state treasurer.

Lawrence T. Harris, of counsel for the legislators, said the princommittee listing ten reasons why cipal question before the court was whether the legislature had authority to adopt the resolution. He argued that any measure apto show at this point," he said. proved by the legislature and lathe objections the president has ter questioned in the courts was to the proposition we are about to presumed to be valid, and could he set aside only when it was found to conflict with the consti-

Attorney Ross, representing Mr. Jones, held that the constitution report of the executor of Engle's two absent members. Senator is an instrument of limitation and will filed in probate court Tues- Walsh had a clerk read a letter that the resolution authorizing the Helen Wills. American tennis day. Engle's will was a subject of from Senator Shipstead in which expense money to legislators was star, is attracting the greatest at- litigation and one of the major the Minnesota member said he a violation of the constitutional

Teachers to Make Jaunt To California

Miss Carlotta Crowley, elemen-Capital Post No. 9, American Le- tary supervisor in the Salem gion, died at the United States schools, Mrs. Minnie V. Duncan, Veterans' hospital in Portland principal of Washington school, Wednesday after an illness of two and Mrs. Clara Pomeroy, superyears' duration. Funeral services visor of penmanship and spelling was discovered recently in Florwill be held at the Clough-Huston in the grades will leave this morn lida. will be held at the Clough-Huston in the grades, will leave this mornparlors here Friday afternoon at ing by automobile for a ten-day 3 o'clock and burial will be made trip into California. The teachers plan to visit schools and normals Murder Charged Mrs. John Paris, his mother; at points as far south as San John, a brother; and Mrs. E. Francisco. Their first stop will Weaver, a sister, all of Salem; be at the state normal school at and Mrs. Edith Warnke, a sister, Ashland, where Miss Crowley will of oPrtland, are surviving rela- interview candidates for positions in the Salem schools. Stockton, San Francisco, the normal school on the Texas supreme court's comat San Jose, the normal at Chico mission of appeals, who shot his final spring session and first outwill also be visited with a view to son-in-law, Tom Walton, Jr., 21, door meeting will be held at Inlearning new teaching practices to death here Saturday, was in- dependence cabin, Sunday, May and methods. The group will also dicted for murder by the Potter 19, after which meetings will be spend a day at Oakland and county grand jury late today. Berkeley.

W. E. Hanson took out a per- Deletions Made In Answer To Heart Balm Suit

SEATTLE May 8 - (AP)-John S. Robinson, attorney for provement making navigation of of Salem, and Weston landing, 26 Mrs. Minnie E. Kennedy, agreed the Willamette river between Sa- miles north. in superior court today without lem and Oregon City possible the argument to certain deletions in year around will be started soon, within 90 days after the contrachis answer to H. H. Clark's \$50, | was received by the Salem cham- tor receives notice to proceed. 000 heart balm suit against Mrs. ber of commerce Wednesday in Percy Larsen of Salem, who has

Robinson said that his acquies-LOS ANGELES, May 8-(AP) cence to the Clark attorney's dikes below the city. -Louis Frahm, 38, wealthy fruit demands in no way "affected the Col. G. R. Lukesh, district en- toward the improvement of navi

answer which was stricken. in all, placed at points between Salem.

Oregon State to Hold Election on May 15, is Order CORVALLIS, Ore., May 8

-(AP)-The date for the new student body election at the Oregon State college was set for next Wednesday, May 15, by student executive committee in conference with the faculty advisory board today.

A new election was ordered yesterday by President Kerr following the finding of gross irregularities in the first vote.

Trip Around Globe Plan Of Zeppelin

WASHINGTON, May 8 .- (AP) The postoffice department was advised today by American diplomatic officers in Germany that plans are being made for the Graf Zeppelin airship to make a round the-world trip, starting and ending at Lakehurst, N. J.

trip from Germany to the United States and back is due to start May 15, after which the postoffice department was advised the airship would return to this country to start circling the globe.

The commander of the Graf Zeppelin, Dr. Hugo Echkener, was said to have stated to American representatives in Germany that he wishes to make the round the world trip an "all American affair" and that he hopes to carry considerable mail to far eastern points from the United States.

Quarantine Upon Florida Product Is Ordered Here

The Oregon state board of horticulture will be asked to place a quarantine against all fruits from Florida as a precaution against spread of the Mediterranean fruit fly, according to announcement made here Wednesday. The fly

For Texas Judge

-R. H. Hamilon, former judge

at Funeral of Three Berlin Radicals

bons on funeral wreaths and red retired to her rooms at a hotel. cession today marked the Com- to inform her of the verdict. munist demonstration at the fu- Trunks Weren't His neral of three victims of the May Michaelson Asserts bons on the wreaths almost uniformly bore the inscription:

procession which wound its slow refused to answer, saying he way to the burial plat.

nounced the funeral oration.

but in the whole world. We will of the proletariat."

The fifth of the series of classes for the scoutmasters' training AMARILLO, Tex., May 8-(AP) hibit of first aid supplies.

school is keeping up well. The discontinued until fall.

The work must be completed

ing surveys on the river looking

Evidence that permanent im- Windsor Island, 10.5 miles north

the form of a notice that bids had been employed by the war depart

been called on the placing of pile ment engineers to assist in mak

Decorations Plentiful

BERLIN, May 8 .- (AP) - Red way, was not in the court room shrouds on the coffins, red rib- when the verdict was read, as she day rioting in this city. The rib-

"Revenge for the heroes of the bloody May day of 1929." Only the bodies of three of the contained liquor. dead had been released by the police for burial, but the same dem- his brother in law, Walter onstration was given as had been Gramm, a Chicago coal dealer, he planned for burial of a score or declared, and Gramm testified to more of the victims in Friedrichs- the same effect. felde cemetery just outside of Berlin. There were thousands in the trunks contained liquor, Gramm

The police, against whom the rights. dead had lought, were not in evidence. The demonstration was defense rested and a night session given free rein by the government was called by Judge Halsted L. which leaders of the Reds had Ritter. He denied a defense mopledged themselves to overthrow. Ernst Thaemann, Communist not guilty. leader in the Reichstag, pro-

"On these graves of our dead we swear to carry through the Chicago. revolution, not only in Germany. destroy governments, defy socialistic laws and set up dictatorship of the proletariat."

The hoarse voice of the crowd responded in mass singing of the

SCOUTMASTERS TO

school will be held at the high school gymnasium tonight. This will be the last indoor meeting and next to the last one for the spring school. O. P. West, scout executive, will talk on "Putting the 'Out' in Scouting" and C. L. Newman of the Army and Navy outing goods store will give a talk on a display of outdoor equipment he will arrange for the event. At the meeting a week ago the Perry Drug company prepared an ex-Interest and attendance at the

Pile Dikes to be Placed **Along Edge of River Just** North of City, Announced

council will hold its first quarterly meeting in the Salem chamber of commerce auditorium June 7. according to word received here Wednesday. This council was organized at the dairy convention at Corvallis March 21 and 22, to supervise the program adopted at

Perjury Alleged

Hezekiah Tracey was arrested this type of advertising would not be permitted within the city limber permitted by Sheriff Oscar Bower this would be opened on the charge of permitted within the city limber permitted within the ci

Stage Meeting Here June 7th The Oregon Dairy Improvement

Against Tracey