

Today's Paper Today
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EIGHTIETH YEAR

No. 132

NEW RUM DRAGNET ON MOVE

Sheriff Wheeler and Other Prominent Officials at Wenatchee Arrested; 56 Indictments out

Intimidating Witnesses in Liquor Cases One Count Faced by Deputy, County Commissioner

WENATCHEE, Wash., Aug. 27.—(AP)—For the fourth time this year federal investigations of liquor operations in as many sections of the Pacific northwest resulted in accusations being brought against high public officials.

Following closely upon similar actions in Mullan and Wallace, Idaho, and in Seattle, county Sheriff Pete Wheeler and two other prominent officials here today were drawn in the net of another grand jury which completed its deliberations yesterday in Spokane.

Charged with conspiracy to violate the national prohibition law and with intimidating witnesses in liquor trials, Wheeler, sheriff for the past three years and resident of this city for 45 years, posted \$5000 bond and was bound over for arraignment in Spokane. His deputy sheriff, George Strevell, and former Chief Deputy M. J. Buckley, who only recently was named clerk of the court, were also indicted.

IDAHO REPUBLICANS CHOOSE M'MURRAY

IDAHO FALLS, Aug. 27.—(AP)—John McMurray, Oakley farmer, stock man and banker, will carry the reputation as gubernatorial candidate, opposing Mayor C. Ben Ross of Pocatello, democratic candidate for the second consecutive campaign.

McMurray and Ross were selected unanimously at state conventions. The republicans were divided at St. Anthony.

Senator William E. Borah was renominated by the republicans yesterday and will be opposed in the election by Joseph Tyler of Emmett. The state's two republican representatives, Burton L. French of the first district and Addison T. Smith of the second district, were also chosen to seek reelection and will be opposed by Compton I. White of Clark Fork, and George H. Fisher of Bancroft, respectively.

They see Wonders of Water in Marion County



Scenes on Marion county's first irrigation tour, held Monday. Upper left, C. T. Darley and Clarence Bowne, who lead in Flaxland Development company's irrigation project near Stayton. Upper right, group of irrigation sight-seers noting 800-gallon overflow from well on Sam Brown farm. Center circle, Frank Doerfler, leader of the First National Bank's irrigation tour, congratulates Senator Sam Brown at his Gervais farm. Lower left, a group at pump house over drilled well which furnishes water to 60 acres on Brown farm. Lower right, ten acres of cucumbers drink water and get fat as abundant supply is poured from wooden chute at right in picture.

—Photos by W. C. Conner, Statesman Staff Photographer.

CRASH OF BLAZING PLANE KILLS TWO

DeShazo, Alabamo ace, Dies In Flames of Stunt Ship at Chicago

CURTIS - REYNOLDS AIRPORT, Chicago, Aug. 27.—(AP)—A racing plane, drumming a thunder of speed, plunged its pilot to a flaming death, killed an onlooker and jeopardized the lives of horror-stricken hundreds of spectators at the national air races today.

The dead are Lieut. J. P. DeShazo of Motevallo, Ala., and Louis Welner, a Chicago concessionaire. Seven spectators were injured, none seriously.

Turning the last pylon with 16 miles to go, DeShazo's plane, hurtling 125 mph, crashed and burst into flames. He was about 100 feet from the ground, and the plane fell a short distance from the south bleachers, which dropped in front of his cockpit stand. Most of the injured were struck by flying missiles when the gasoline tank of the plane exploded. Others were splattered with burning oil.

As the roar of speed changed to a requiem of death, the bleacher spectators scrambled in terrified haste from the stands. J. R. McCoy of Chicago and his wife fell to their knees as the racer swooped down over them and crashed 20 feet away. They were burned by the shower of hot oil.

It will never be known, but many aviators believed DeShazo believed he was going to crash.

Bloodshed in Peru Indicated; Message Mentions 'Funeral'

Censorship Conceals Details but Telegrams Reveal Solemn State Obsequies for Students Being Planned at Lima

QUAYAQUIL, Ecuador, Aug. 27.—(AP)—Indications of bloodshed in Lima were given in telegrams received here today from the Peruvian capital, saying great preparations were being made for the solemn state funeral of students.

No details were contained in the messages which, by mentioning only the funeral, apparently passed through the strict censorship unaltered and it is surmised here that the students' death in street fighting in Lima.

LIMA, Aug. 27.—(AP)—Lieutenant Colonel Luis Sanchez Cerro, who first lifted the banner of revolt in Arequipa last week, tonight loomed as the new "strong man" in Peruvian politics.

During the day it was reliably reported Colonel Sanchez Cerro, who seized a Fawcett airplane to fly from Arequipa to Lima, would take over the government and the military junta which has been in control since the resignation of President Augusto Leguia.

The cabinet headed by Colonel Sanchez Cerro, as made public tonight, included Naval Captain Rodolfo, Lieutenant Colonel Irando Lora, Colonel Eugenio Castillo and Major Felice de la Barra, Delbarco, Gustavo Jimenez and Sologuren.

Reliable reports were obtained today that the military junta set up by General Manuel Serrano would be replaced by a committee in face of the support being given Sanchez Cerro who was then known to be enroute to Lima accompanied by five companions, four of them members of the Peruvian parliament.

FERGUSONS STATE THEY'RE THROUGH

AUSTIN, Tex., Aug. 27.—(AP)—In an editorial in the Ferguson Forum, signed "Pa and Ma," James E. and Miriam A. Ferguson said today they "never expect to seek public office again." The Forum is a Ferguson political newspaper.

"Every day," the editorial said, "we are asked what of our plans? Our answer is that, while we never expect to seek office again, we will always be at the command of our friends as private citizens with our bit and mit to battle for the interests of the people."

It was the first statement of the Fergusons since Mrs. Ferguson was defeated for the democratic nomination for governor by Ross S. Sterling, of Houston, last Saturday.

Lumber Demand Found Improved

NEW ORLEANS, Aug. 27.—(AP)—Reports from 129 identical southern pine mills show orders received increased 5.26 per cent over previous week; shipments increased 7.50 per cent, and production increased 1.71 per cent. These 129 mills show 43,260,000 feet ordered, 43,743,000 feet shipped and 44,551,000 feet produced, with orders on hand at end of last week amounting to 122,577,000 feet.

MARTIAL LAW NOW RULES AT PEIPING

Follows Bombardment From Nationalist Planes; Protest is Sent

NEW YORK, Aug. 27.—(AP)—The Kuo Min news agency announced tonight that Peiping, former capital of China and not the stronghold of the northern rebel alliance, was placed under martial law today following upon the bombardment of the city by four government airplanes.

The agency, which represents the Chinese nationalist government in the United States, said the planes did considerable damage, and, contrary to previous reports, asserted that the populace was panic stricken.

Martial law was declared, the agency continued, to prevent disturbances by the people, who have suffered greatly from the business depression and the fall of silver prices owing to the civil war.

At the same time the nationalist government announced it was dissatisfied with the British minister's reply to its request for the deportation and punishment of Bertram Lenox Simpson, also known as Putnam Weale, a British subject, who in June took part in the Peiping massacre.

Final report of the ordinance committee of the city council on the milk ordinance situation is expected to be made Tuesday night. Although distributors and producers have declared themselves in favor of the ordinance as it stands, the nature of the committee's report will probably not be announced before that time.

Alderman Henry Vandervort, who is sponsoring an ordinance to replace the present milk regulation or recommend a change will not be released until the report is made, was the opinion of Paul Johnson, one of the committee members.

Milk Strike at Kansas City is Virtually Over

KANSAS CITY, Aug. 27.—(AP)—The Kansas City milk strike was virtually ended today by representatives of the Pure Milk Producers association and pasteurizers.

The milk will be marketed under the same terms as before the strike leaving the meat points, particularly a checkoff system where by the producers association would receive 5 cents on each 100 pounds of milk, to arbitration by Dr. Clyde L. King, head of the Wharton school of finance, University of Pennsylvania.

Hell an' Maria Spends Birthday Flat on his Back

SANTANDER, Spain, Aug. 27.—(AP)—General Charles G. Dawes, who temporarily has dropped his cares as ambassador to Great Britain to survey the handwork of the cave-men thousands of years ago, spent his sixty-fifth birthday flat on his back in the historic Altamira caves.

The American statesman was on his back because that was the only way he could take a comfortable look at the paintings on the stone ceiling, done there between 10,000 and 20,000 years ago by men of the Paleolithic age. His famous underslung pipe was going strong all the time.

"What do you wish to see most?" General Dawes was asked as he entered the caves.

VIOLATORS SAY HUGE SUM PAID FOR IMMUNITY

Olmsted Story Backed by Various Members of his Rum Organization

Two Government Agents on Stand Also to Tell of Irregularities

SEATTLE, Aug. 27.—(AP)—Government witnesses in the Lyle-Whitney conspiracy case in Federal court here today told of paying immunity sums on money to Al Hubbard, former rum runner and later prohibition agent, for federal protection.

The six witnesses, with but two exceptions, were at some time connected with the Roy Olmsted liquor ring. Four of them had served sentences either at McNeil Island federal penitentiary or in the county jail for violation of the dry laws. The two exceptions were Frank M. White, a prohibition agent from Chicago who was sent here as a special under cover agent, and Matt Ryan, a former customs officer detailed for prohibition work in this state.

The witnesses testified that Hubbard said the money was for Roy C. Lyle, former administrator, William M. Whitely, former assistant to Lyle and Earl Crowin, former chief field agent. R. L. Fryant, former agent, and Clifford T. McKinney, former assistant United States attorney, also defendants in the case, were not specifically named.

Had no Trouble Getting Liquor in Alaska, and one of the members of the first Olmsted ring told of the boats that were brought into Puget Sound loaded with liquor. He told of the organization and its agreement with Hubbard to work under a protection system and declared that they "encountered no trouble in running in liquor from Canada until after the Woodmont beach raid," which was made after the prohibition department received a tip from King County Prosecutor Ewing D. Colvin that liquor was to be unloaded at Woodmont.

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DEATH CONSPIRACY EVIDENCE SIFTED

JACKSONVILLE, Fla., Aug. 27.—(AP)—Testimony about an alleged conspiracy to assassinate Governor Doyle E. Carlton, and of counter moves by friends of the governor and an attorney for Alvin Karpis, was presented today at a hearing for three men charged with the conspiracy.

Clem Dowling, former roommate of Frank Ralls, one of the defendants, testified that Ralls told him of the alleged plot and also named Henry Hillgren and Fred O. Eberhardt, Tallahassee publisher, as conspirators. Dowling said he exposed the plot to prevent the murder of the governor, and "to save Ralls from the electric chair."

Vincent C. Giblin, former circuit judge and attorney for Capone, related that he came into the case as an investigator, because Dowling said Ralls asserted that the slaying was to be laid to Capone's men.

Giblin said Capone asked him to look into the matter after Dowling related details of the plot to J. Fitzgerald, another Capone attorney.

Officials Plan Rigid Probe of Boxer's Demise

SAN FRANCISCO, Aug. 27.—(AP)—A rigid investigation by the California State Boxing commission into the death of Frankie Campbell, who died following a bout with Max Baer in boxing match here Monday night, will start tomorrow.

The investigation by police is already under way. Baer appeared in municipal court today to face a charge of manslaughter, but his arraignment was postponed until September 12. The hearing was postponed to permit a coroner's inquest into the cause of Campbell's death.

Captain Drowns When Freighter Sinks in Harbor

NEW YORK, Aug. 27.—(AP)—Fouled in the rigging, Captain Esteban of the City-Mallory freighter Neches, sank with his ship in New York harbor off State Island tonight after the vessel collided with a barge.

The chief engineer said the vessel sank, carrying the captain down as he was trying to unshackle him. All other 24 members of her crew were saved.

CHERRY CITY MILL NEAR TOTAL LOSS IN FIRE AT NIGHT

Blaze Fought for Several Hours After Gaining Much Headway Before Discovery; Starts in Basement and Works way up to Roof, Portions of Building Completely Destroyed

Cause not Known but Investigation Will be Made, is Indication Late at Night; Sale Negotiations Reported Near Completion; Previous Fires of the Same Firm Are Recalled

FIRE which broke out in the Cherry City Milling company plant on Trade street late Wednesday night practically destroyed the warehouse and basement before it was extinguished. An estimate of the loss could not be obtained.

The blaze had gained considerable headway before it was discovered and the alarm turned in. Virtually all of the city's equipment in the downtown station was brought into use.

It is believed the fire started in the basement of the building and worked up through first and second stories to the roof. Although the cause of the blaze was not known it was rumored the police department would begin an investigation today.

The mill was owned by Ernest Palmer of Silverton and others, among them Ross C. Bidwell. Negotiations for the sale of the company to parties whose names could not be learned have been carried on for some time and the sale was to be completed today it was learned from a reliable source.

Damage Estimated Around \$10,000

Officer Shafer turned in the alarm at 11 o'clock after the fire had gained a good start in the basement.

Palmer, who arrived from Silverton shortly after the fire had been extinguished, said the plant and stock was estimated at over \$20,000 and placed the damage to grain, feed and equipment, at about \$10,000. This figure, however, was made before an investigation could be made.

A truck and much of the office equipment and records was removed from the building during the fire.

The Cherry City Milling company was moved to its present location about five years ago when its old plant on the northeast corner of High and Trade burned to the ground. About six men are employed steadily there.

Plane Carries Vaccine Supply

SEATTLE, Aug. 27.—(AP)—The airplane was pressed into service again today as a means of bringing medical aid to the Alaskan outlands when territorial health officer, Devigne, took off for Klawock, an isolated region, where an outbreak of typhoid fever was reported among the Eskimos.

Dr. Devigne took a supply of vaccine with him and will remain to supervise the care of the stricken natives.

TWO FLIERS DIE GRAND FORKS, N. D., AUG. 27

(AP)—H. L. Barnes of Grand Forks, the pilot, was instantly killed and Jack Crews, managing editor of the Grand Forks Herald, was fatally injured late today in an airplane crash at Reynolds, 13 miles south of here.

Way not yet Opened for Klamath Power Projects

Approval by the federal power commission of the application of the California-Oregon Power company for a license to develop five power projects on the Klamath river, between what is known as the Grant Power site and the California line, does not change the status of the power company as far as the state of Oregon is concerned.

This was announced here Wednesday by C. E. Strickland, assistant state engineer, who is conversant with the various provisions of the Oregon water code.

Strickland said that before the California-Oregon Power company can proceed with development of the proposed projects it must receive from the state of Oregon a permit for appropriation of water.

This appropriation has not yet been approved by the state engineer who, in a recent announcement, declared that no more important applications for water appropriations would be approved by his department until after the next regular session of the Oregon legislature.

The income granted by the federal power commission merely covers rights-of-way and other

Oregon Briefs

Power Ruling Approved
Alleged Arsonist Held
State Gets Hood Tract
Rankins Going Strong

lots of the monoplane On-to-Oregon, tonight had been in the air 36 hours on their fourth attempt to set a new record for sustained flight.

No messages had been received by the ground crew but everything seemed all right aboard the endurance plane.

The Rankin brothers today received permission from the federal radio commission to operate a short wave radio transmitter from the plane.

ROUNDUP AWAITED
PENDLETON, Ore., Aug. 27.—(AP)—The old west was alive again here tonight as Pendleton awaited the opening of the twenty-first annual roundup tomorrow.

Hundreds of happy Indian youths and maidens wandered about the city while their more stolid elders squatted on the curb on Main street.

The most skillful cowboys and ropers in the United States are here to test their skill. They include Pete Knight, who won the bucking contest at Calgary and Cheyenne this year and at Pendleton last year; Bob Ashins, former Roosevelt trophy winner; Carl Arnold, E. Pardee, "Bullet Rope" Jack McClure, and many others.

BURGLARS ACTIVE
EUGENE, Ore., Aug. 27.—(AP)—Burglars last night entered three business establishments at Florence and stole a total of \$500. No merchandise was taken.

"BEST" CONTINUES
PORTLAND, Ore., Aug. 27.—(AP)—Tex and Dick Rankin, pl-