Refund of \$894,458 to be Made Since tax is Ruled Illegal

(Continued from page 1)

neld that the law was an unreasonable classification in that it applied to individuals and not to corporations. The law also was held to be in violation of the Fourteenth Amendment to the federal constitution.

Petition for rehearing then was filed in the state supreme court, but this was denied in an opinion handed down on January 29, 1931, during the last session of the Oregon legislature.

Attention of the legislature was then called to the litigation, with the result that it was agreed that appeal of the case should be taken to the United States supreme court. At the same time the legislature enacted a law providing that in event the United States supreme court upheld the opinion of the state supreme court, the payments made under the unconstitutional tax law, would be refunded, with interest at the rate of six per cent, dating from January 29, 1931.

Officials said that while the refund of tax payments under the unconstitutional intangibles tax law would not in any way affect the tax structure of the state, it would deplete the general fund, and make it necessary for the state treasurer to borrow approximately one million dollars to meet the obligation. This money can be borrowed under present conditions at a rate of interest not in excess of four per cent.

WASHINGTON, D. C., Oct. 12 -(AP)-The United States supreme court today refused to review a case brought by the Oregon Tax commission to set aside a decision by the Oregon supreme court holding invalid the state intangibles tax act of 1929 as applied to individuals.

By refusing to assume jurisdiction the supreme court upheld the Oregon supreme court, which declared the intangibles tax in-

Thus, under the 1931 act of the Oregon state legislature, the money paid in for the 1929 intangibles taxes must be refunded to the persons who paid it.

(Continued from page 1) tide has turned. We must impress upon the people that the opporunity to improve their homes and utidings now is one that comes only every 20 or 30 years. Buildings and houses can now be built at a much lower cost than for

many years past." Oregonians were accused of being knockers when they have no reason to be, by C. C. Welderman, executive secretary of the Portland chapter of the congress. "Oregon is too easy a place to make a living," he said, "We have none of the extreme competition as in the eastern states. Like Los Angeles, we need to get people here—the building will follow."

Milling Orders Are Apportioned **Over Northwest**

PORTLAND, Ore., Oct. 12 AP) - Orders to manufacture 00,000 barrels of flour for delivery to the Chinese government were apportioned today among northwest millers by the grain stabilization corporation. The wheat will be drawn from the 15,000,000° bushels sold by the farm board to the Chinese government

The distribution of the orders

Komonen Takes Marathon Race By Good Margin

PORT CHESTER, N. Y., Oct. 12-(AP)-Dave Komenen of the Monarch A. C., Toronto, today won the seventh annual 26-mile marathon race from New York to Port Chester, leading a crack field of 83 runners which included James P. Hennigan of the Medford, Mass., A. C. and Clar-ence De Mar, last year's winner. His time was 2 hours, 89 minutes, 27 seconds.

Hennigan crossed the finish line 38 seconds behind Komonen to win second place. Third place went to Albert "Whitey" Michelson of Millrose A. C., New York, with De Mar fourth.

Rifle Team is

Looking forward to the organ- gan, who heard her second trial isation of a Y. M. C. A. boys' ri- on the Nobel charge, said he fie team, the junior board of di- would recommend her for probasctors, meeting last night, ap-binted Harry Mosher as chair-an of a rifle club committee. There are now 26 women pris-oners in the Oregon penitentiary. The first meeting of the new club will be held on October 28. All ers, for which the state of Oregon first day, and checks Malaria in tend.

Nine of these are federal prison-ers, for which the state of Oregon first day, and checks Malaria in their housing and food.

Relieves a Headache or Neuralgia first day, and checks Malaria in their housing and food.

666 Salve for Baby's Cold.

EXPOSITION DISCLOSES MANY NEW INVENTIONS



SPRAY FOOT BATH

That the depression holds no terrors for the American weman was conclusively proved at the tenth annual Exposition of Women's Arts and Industries in New York City. Not only have women developed fields formerly opened to them, but they have ventured into new ones. Mrs. Frederick Fox is one of the outstanding pioneers with her minkery, where she raises minks for breeding purposes. One small visitor at the exposition seemed to be delighted with one of the new inventions, a play tray, that besides being a table provides an engaging Ferris wheel arrangement for the child's toys. This odd-looking metal box is not a throw-back to the Puritan stocks, but another new invention, a foot spray that Ermina Calleway. radio artist, finds restful after a busy day.

By OLIVE M.

WARNER BROS. ELSINORE

Today-Will Rogers in "As

WARNER BROS. CAPITOL

Today—Richard Barthelmess in "The Last Flight."

Wednesday - Claudette Col-

Friday — "Doug" Fairbanks and Bebe Daniels in

HOLLYWOOD

"Mother and Son."

in "A Free Soul."

"Ships of Hate."

"Goldie."

the fun is on.

Wednesday- Norma Shearer

Friday - Lloyd Hughes in

THE GRAND

Today - Spencer Tracy in

Wednesday- Dorothy Lee in

"Laugh and Get Rich."

Friday - Will Rogers in

"Connecticut Yankee."

ers in "As Young as You Feel"

then be sure you do for he is at

ever been in any other picture.

two sons that are very spoiled and

useless. By a flip of circumstaces

the father suddenly takes unto

himself a "new life" and then

It is always good sport in

picture as well as in life to see an

innocent character suddenly fool

those who have been trying to

fool him, thus proving himself

very capable of taking care of

himself in any and all circum-

stances. That is what Rogers does

and in such a manner as to be un-

usually amusing and clever. He

and Fifi Dorsay are the whole

show but no one minds for the

rest of the characters slide into

National production now at War-

This story, adapted from "Nik-

ki and Her War Birds" by John

of the World war, and Barthel-

mess' portrayal of this character

role—the comedy and romance—are suffused with the right under-

tone of tragedy. Helen Chandler plays the girl

LIQUID OR TABLETS

ner Bros. Capitol.

present.

bert in "Secrets of a Sec-

"Reaching for the Moon."

Young as You Feel."

in "Indiscreet."

"Pardon Us."

retary."

YUUNG LIFE SAVING CORPS NOW FORMED

The new junior Red Cross life saving corps organized last week by the Black Dragons, the senior . group, now has 21 members and . will meet at regular periods each week, according to R. R. Board- | . man, Y. M. C. A. physical di- Wednesday-Gloria Swanson rector. The 10 girls will meet . tomorrow afternoon at 5:40 * Friday-Laurel and Hardy in o'clock and the 11 boys on Fri- . 4:30 O'clock.

The members, who range in ages from 15 to 17, are as fol-

Richard Johannsen, 110 West incoln street . Charles B. Perry, 166 West Washington street; Elwood Raymond, 1170 North 14th street; Richard Hiday, 1253 State street; Wilmer McDowell, 391 North Cottage street: Julienne McCarthy, route 7; Donald Chaple, 857 Nrth 15th street; William Seften, 1546 North Summer street; Lawrence Orwig, 1570 North 18th street; Orville Varty, 659 D street, and Harry Wygant, 235 South 23rd street;

Jean Anunsen, 1110 North Capitol street; Dorls Hiday, 1253 State street; Vera Jackson, 1010 North Cottage street; Roberta Johnson, 348 East Meyer street; Francis Jirak, 1290 South 14th street: Wilma Godsey, 1337 North Winter street; Margaret Tinnel, 376 North 12th street; Doris Marston, 555 North 14th street; Nadine Conway, route 7, and Wanda Loveland, 1690 North Cottage street.

Steusloff's market won a \$20 by a committee representing the first prize award with its window North Pacific Millers' association display exhibiting the greatest display exhibiting the greatest was announced by Edgar W. number of Oregon-made pro-Smith, assistant manager of the ducts, Col. Carle Abrams an-Pacific coast division of the grain nounced yesterday at the chamcorporation. Smith said author- ber of commerce when he preily to place the orders had come sented the award to the market. from the farmers national grain Mrs. Leon W. Gleason, chairman corporation, Chicago, which is of the industries committee of handling the farm board con- the Salem branch of the Women's Greater Oregon association, attended the meetings and furnished the awards which Col. Abrams made.

Other windows to win awards for the contest which was conducted here during state fair week were those decorated by the H. L. Stiff Furniture company, second place, and The Spa. third place. Fifteen and \$10 in cash was presented to these winners.

Prizes for the window decoration contest were available through Clossett and Devers of Portland, the Oregon Manufacturers association, E. L. Weider, the Salem Laundry company and the chamber of commerce.

Female Bandit Comes Here to Serve 50 Years

Mrs. Ellen Billis, under two con-secutive sentences of 25 years each, for participation in the Mc-Avoy and Nobel train robberies, arrived at the Oregon state peni-Planned by Y. tentiary here early Monday from

who could "walk faster in red shoes." John Mack Brown, David Manners, Walter Byron and Elli-ott Nugent play the four buddles Board

William Dieterle, directed,

SUPPORT OF POLICE

WASHINGTON, Oct. 13 -(AP)-A call to the public to correspondent at rally behind its police forces was ver in an effort to better the reputation of some American cities. Standing in the austers cabinet room of the White House, he tional association of chiefs of po- of the state flax industry. lice at St. Petersburg, Fla.

He also advocated divesting -Clara Kimball Young the criminal of his cloak of popular heroism and transferring his public glorification to the police-

> The chief executive complimented, by letter, the preventive work done by the national safety council, gathered in Chicago, but said he could not "complacently contemplate," the total of 99,000 accidental deaths a year. There remains, he added, a "tremendous field still for organized effort to promote accident preven-

In his address to the police If you have not seen Will Rogchiefs, the president pictured theirs as an unending task. He described it as ranging from an his best, in fact it is my impresincessant war against criminals sion that he is better than he has to the "mothering of the children in our streets and in the good humored dissolution of traffic He plays the part of a father, rich and old fashioned, who has

PHILADELPHIA, Oct. 12 (AP)-Roger Barnard, of Flint, Mich., won a ten-round decision from Bat Battalino, Hartford, Conn., featherweight champion of the world tonight. The title was not at stake.

oblivion in comparison to these Barnard, almost unknown, stepped away to an early lead with a steady barrage of rights Although Richard Barthelmess to the head and body and has been continuously in motion ammassed enough points to overpictures since the days of "Way come Bat's late rally. Down East" he has never had so In the eighth Battalino was unusual a role as the one he plays in "The Last Flight," the First

knocked from his feet with a hard right. Vince Dundee, of Newark, in his first appearance since a European tour, scored a decision over

Monk Saunders, deals with the experiences of four war-torn aviators, who drift about from bar to bar in Paris, finally joining to bar in Paris, finally joining of the way, nevertheless, with a lonesome and lovely lady, crowd cheered both fighters. with a lonesome and lovely lady, whose mysterious past intrigues them as much as her mysterious Barthelmess, as the leader of this happy-go-lucky band, por-trays a young man who cannot get over the excitement of his wartime experiences, but is for-ever seeking thrills to take its TODAY ONLY place. It is the exact situation that thousands of war veterans found themselves occupying at the close

Edna May Oliv

Derothy Lee



and get RICH

SANTA CLAUS AGAIN

(Continued from page 1) old toys to make new, they can

Salem people who love to see children happy will begin at once rummaging in cupboards, closets and attics for old toys to supply the Santa Claus firemen with All offices were officially closed "raw" materials. Any old thing that once went by the name of "toy" can be used, wheelless wag-ons, wagonless wheels, headless dolls, dressless dolls, wreck-scarred "choe choos". Last year before Christmas, five truckloads of good-as-new toys were hauled away from the "assembly line" and distributed to Salem children

by the Elks club. Picture a ragged child on the night before Christmas. It is a cannot buy enough food to keep low at a later date. his little tummy from aching with hunger. Then picture that child, eyes brimming with tears of joy, when the Elks man suddenly appears and holds out to him that so much desized toy, from the firemen's Santa Claus factory. As C. V. Faulkner, Salem fireman who started the plan three years ago, says, that alone is enough pay for any amount of work in fixing toys. Money could not equal it.

The depression is still here. Everyone says so. This year far more than last or the one before that, children will be toyless, joyless at Christmas time unless Salem peo-ple flood the East Salem firehouse from cellar to garret with toys to be rebuilt.

For the past three years the fire boys have at East Salem and other stations, performed this Yule time service, with the hearty support of Salem people. They are hoping for the sake of hundreds of boys and girls that the response to their pleas for old toys will be even greater this year than ever before. Take all the old toys you can

to the East Salem station, 18th and State streets, which is head-quarters for the work, or telephon 4635 and a fireman off duty will call at your house for them.

COLONEL BARTRAN IN RUSSIA, REPORT

Colonel W. B. Bartram has arrived in Russia and is in active negotiations for the sale of flax pulling machinery to the soviet government, according to word received here from Ralph W. Barnes, New York Herald-Tribune had an informal interview with sounded today by President Hoo- Bartram shortly after the latter's arrival.

Bastram left for Europe last summer, as a representative of an Oregon company he had formed sent this plea by radio to the to handle patents and manufac-opening session of the 38th an- ture of a flax puller he used in ture of a flax puller he used in nual convention of the interna- this valley when he was in charge

Bartram was in charge of the flax industry for the state from 1924 until he was removed, last spring by action of the board of control

WORK IS PRAISED H. S. Swimmers

Miss Harriett Long, state librarian, in an enlightening talk before the Greater Oregon association meeting in the chamber of commerce rooms Monday night, impressed the fact that a part of the work of the association should be to bring to the fore the work of Oregon authors.

Miss Long told her hearers that books of note were being written by Oregon authors, printed on paper made in Oregon and printed and bound by Oregon publishers. She mentioned especially "The Enchanted Lake," written by S. C. Lapwham, printed by the Statesman Publishing company, and bound by the Capitol City bindery as an example of the work of writing and publishing being done in

Awards were announced for the window displays of Oregon products, a contest carried on during state fair week and sponsored by the Greater Oregon association in

Millions Have Athlete's Foot Why suffer from the queer skin disease causing severs itching of toes and feet, cracking, peeling skin, blisters, Ringworm, Trench Foot or Hand Itch, when you can avoid infection and quickly heal your skin with Dr. Nixon's Nixoderm? Based on the famous English Hospital formula, discovered by a leading London skin specialist, Dr. Nixon's Nixoderm acts with smaxing speed, because designed for this particular skin disease, Nixoderm is guaranteed. It must stop itch and quickly heal your skin or the small cost will be refunded.

Perry's Drug Store 115 S. Commercial



Dome ...

Under the Courses and Gossie at the center of Oregon's state government

The state penitentiary yes-

by 25 women at her new pal-ace, sort of ladies in waiting— waiting for their terms to end.

federal court's refusal to review

the 1929 intangibles tax case.

This puts out about a million

dollars, most of which will no

doubt go back into circulation.

Nineteen thousand people will

share in the rebate, or on an

average of \$49.25 each. That at

least would hold off the wolf for

And now Mooney's friends

are advocating a nation-wide boycott against California until

Tom Mooney is freed. This appears even a better boycott than was suggested when pri-

soners in some eastern peni-

tentlary caused a riot because

they couldn't hear Amos and

Audy. It has been suggested

that all prisoners start a boy-cott against the "Amos and

moving through his chains. But

News dispatches indicate that Portland is proud of hav-ing a whale in its harbor, or

some place near there. But Salem still has its Tusko. Also

Portland will cease to brag about having whales were

some firm to turn it into a

whaling station. After about the second whale brought in,

residents within a ten mile ra-

to have them taken away.

Andy" toothpaste.

with us.

a few days.

TISITORS constituted the pop- | the entire day. ulation at the state capitol building yesterday, at least there appeared more of them than state officials. Coming on terday received a queen — Queen of Train Robbers. Her a Monday, Columbus Day proved reign would extend over a period of 50 years, unless provi-dence took a hand, had not the judge who sentenced her indicated willingness to cor sider probation after eight years. The queen was greeted

cooperation with Salem mer-

It was decided at the Monday night meeting that the association would meet from now on but once a month, this to be the first Monday in each month at the chamber of commerce rooms.

Announcement was also made that 4000 new memberships were taken out in the association through the booth conducted at gloomy time, n joy. Papa cannot the state fair. Announcement of buy him any toys when often he new members from Salem will fol-

ASA KEYES LEAVES PRISON ON PAROL

SAN FRANCISCO, Oct. 12— (AP)—Starting life over again at the age of 54. Asa Keyes, former Los Angeles district attorney, left San Quentin prison today with \$60 in his pocket.

Keyes entered the prison 19 months ago to serve a one to 14 year term for bribery in connection with his prosecution of the Julian Petroleum fraud cases, His time was fixed at five years and because of good behavior he had to serve less than half of it. He will be on parole for 18 months. He had served 13 months in the Los Angeles county jail pending appeal of his case.

The former prosecutor left the prison in better physical condition than when he entered. Regular hours, plain food, exercise and no liquor were credited with the physical improvement.

When Mr. Keyes departed he had exactly \$60. Ten of this was given him by the prison as the law provides. Fifty he had on deposit

Keyes will sell automobiles in Los Angeles but he can not drive hem. Under the law he may not drive a car, marry, get a divorce, change his address, negotiate any legal document, or drink, without permission of the parole officer.

Lecture * be Given Thought At Evangelical of these boards and commissions, while the state treasurer is listed

An illustrated lecture by H. A Goode, assistant commissioner of the utilities department of Portland, will be given at the Evangelical church tonight at 7:45 clock. Pictures will be shown of the development of the Bull Run water system, showing its development in the construction of the Bull Run and Bear Creek dams. Statistics will be given of cost and material used in its construction.

The lecture will be given in the main auditorium of the church, under the auspices of the Albright Brotherhood. The orchestra of the church will provide the music for the occasion. All who desire to be entertained and profited are in-

Start Practice

The senior high school swimming squad held its first practice in the Y. M. C. A. pool last night under the direction of Coach Robert Needham. Fifteen candidates are out for the team which will onsist of six or seven members.

Home of 25c Talkies A HOME-OWNED THEATRE LAST TIMES TODAY

The incomparable Clara Kimball Young in the supreme role of her brilliant career GAMBLERS ALL! See



Also Charley Chase Comedy News and Review COMING WEDNESDAY AND



HERMAN HAS FIGHT LANDING HUGE FISH

It took a 25-minute fight for Joe Herman to land a 35-pound Chinook salmon in the Nestucci river near Cloverdale but he got the fish with the aid of H. B. Tronson who manned the gaff nook. The eatch was the largest Herman ever made and the largest by far of any fish taken in the Nestucca last weekend. The day before Herman, who runs the Marion hotel as a vocation and catches big fish as an avocation, had a larger fish on the line than his Sunday catch, but after Oregon prosperity was brought little closer perhaps, by the a ten-minute fight the big fellow

got away. Fishing was light on the river Sunday, he reported, but nimrods reported a good catch Saturday. Herman used a little spinner and a 60-pound tested line on the Chinook. The fish which got away broke the 60-pound line.

General Tom Rilea, back last week from a vacation at Agnes on the Rogue above Port Orford, reported the fish running fine there with many dandy catches being made. He predicted the fishing would continue to be good until the fall rains came.

Anniversary - f Columbus Noted

Columbus day, marking the 439th anniversary of the landing of Christopher Columbus on the And still Tusko remains at the shores of the North American constate fairgrounds. News writers tinent, passed uneventfully in Saare a little cautious now in giv- lem, little interruption being noing the possible reason for Tus- ticed in downtown trade. Banks ko's long residence in Salem, but and the state capitol offices were nevertheless he is there. It costs closed throughout the day. Speabout \$50 a week to feed the cial exercises were held in the giant elephant, and he may get grade schools and downtown ambitious too sometime and start firms put out flags for the occas sion, Columbus day is a legal hole as was said before—Tusko is still iday in Oregon.

> O'BRIEN MOVES UP MILWAUKEE, Wis., Oct. 12-4 AP) -Frankie O'Brien, of Hartford, Conn., scored a technical knockout over Angel Clivelle. Porto Rican champion, in the ninth round of the main event of tonight's card in the National Boxing association middleweight elimination tournament to deter-mine a successor to Mickey Walk-

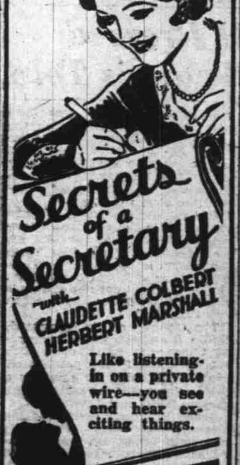


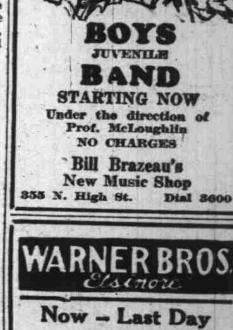
The commissions of which the governor is chairman, and on most of which the secretary or treasurer or both are also members, include the state boards of control, land, banking, education, forestry, library, printing, vocational and commissions including advisory boxing, reclamation, bond, bo-nus and a trust fund commis-sion. Some list—and he ap-points members of most of the

In addition there are 11 state institutions, five higher educational institutions, five state aided societies and 12 state-wide institutions. This list gives a surface idea of the magnitude of state business, and information about all of them are contained in the new Blue book just being issued by the secretary of state. Making a study of this book would be a good way to "Know Your Oregon."



STARTS TOMORROW







Screen Souvenirs'

"Comedy - News"