

# HEATED EMPIRE DEBATE WAGED

## Case Will Reach Jury Late Monday; Hayter Depicts Plan as Legitimate

(Continued from page 1)  
Defense submitted that the audit revealed Keller only received \$1550 from the company, and that Judge Coshov, ex-president, drew out about \$800, both of which sums he declared trifling to the time spent for the company. Finally, he wanted to know: "If the directors had designed to loot the public, would they have given so much time and care to examining securities offered for the capital stock?"

**Goldstein Attacks Record of Keller**  
Barnett H. Goldstein, prosecutor, opened his statement to the jury by explaining the purpose of the blue-sky law which he said was aimed "to prevent high-powered salesmen from going from state to state to defraud." Keller, he said, operating under this law, devised a scheme to plunder and despoil in the extraction of the hard-earned savings of people from their funds.

Goldstein started a detailed examination and review of the evidence presented to the jury in the two weeks of evidence taking. "No more satisfactory evidence of a plan to defraud by Keller could be given unless Keller had been taken down by his own hand the purpose he had, Goldstein affirmed.

The prosecutor outlined how Keller brought "high-powered salesmen, parasites going from state to state selling securities, in Oregon to further his purposes." Goldstein shouted: "Why didn't one person testify for the defense saying they knew exactly how the Empire scheme was going; that huge salaries were being paid; that no cash had been paid at the outset by the officers? Why didn't the defense show a single person who understood fully the plan into which they were going?"

Goldstein ridiculed the idea of "keeping money in Oregon," which Keller had employed in his sales broadside. "No money of his was going out of the state," Goldstein said with withering sarcasm.

**Salary Contracts Are Emphasized**  
The matter of officers' contracts was gone into thoroughly, the jury being told how the United States Holding company, which C. Robinson as temporary president, saw to it that contracts calling for a total of \$45,000 annual salaries for officers were drawn long before any stock was sold.

Goldstein lamented that Mark McCallister, state commissioner, issued the permit for the sale of Empire stock. "How many poor people would have been saved if this had never been issued?" Goldstein queried.

"Two hundred and seventy thousand of their hard-earned money was gone in less than a year and in these days it takes a lot of work to earn that much money."

# Wooden Money of Tenino Exhibited Here; Pair are Selling it to Pay for Trip

## Case Will Reach Jury Late Monday; Hayter Depicts Plan as Legitimate

"Wooden money"—not nickels, but quarters, half-dollars and dollars—which have been in constant use as a medium of exchange in Tenino, Wash., for the last three months, were shown here Saturday when J. W. Davis and C. H. Kerbaugh, both Tenino residents, passed through Salem on their way south. Kerbaugh was president of the Citizens Bank of Tenino which closed its doors December 4, 1931, and Davis was in charge of a fuel business in the western Washington town.

The money was issued, the two men said, to afford a means of freeing frozen assets occasioned by the closing of the bank. Depositors who desired waived payment of the first 25 per cent of their account with the bank and received in lieu of such moneys wooden "currency" issued by the Tenino chamber of commerce with the bank assets as security. About \$2500 of "wooden money" was placed in circulation.

The two men said the system had worked quite well. Some of the money has already been taken up through the payment of a dividend by the bank. Davis and Kerbaugh said their investigation had shown that never before had wooden money been used in this country. The "currency" is printed on both sides of a strip of Port Orford cedar veneer.

The two men are financing their trip to California through the sale of the money. Some people are keeping it as souvenirs. Others will redeem it when the chamber of commerce in Tenino receives sufficient bank deposit assets to liquidate the money when it is presented. All money lost, destroyed or not called for payment accrues to the benefit of the chamber's treasury.

**DALLAS GIRL WINS AS NOVICE TYPIST**  
CORVALLIS, Ore., April 23.—(AP)—Tigard high school easily captured major honors in the 10th annual high school typing contest at Oregon State college today.

Tigard won first place in the team speed contest, first in team accuracy, first individual accuracy medal, second in the team shorthand contest and two other individual speed placings.

More than 125 contestants from 32 schools took part. Tigard also established a new record in team accuracy, averaging only 2.75 errors for percentage accuracy of 97.04.

Dallas was second in the team speed contest with 59.2 words, Ashland third with 57.86, Salem fourth with 57.53. Orva Aebi of Dallas won the individual speed championship in the novice division with 53.32 and John S. Murdoch of Monmouth was third with 56.6.

# SCHOOL TUITION HEARING IS DUE

## Judge, Opposing Attorneys Agree on That Point, no Others

(Continued from page 1)  
Our judicial officers are supposed to give their time, attention and utmost endeavors to the performance of their duties, none of which is the entry of "pre-formal verdicts."

"If it were pre-formal it could be nothing but political, and the side that got the decision would not have the benefit of the seasoned and impartial judgment to which it is entitled and for which the people pay."

After reading Carson's statement, the judge issued the following one Saturday night: "Mr. Carson is quoted as saying he has never discussed the case with me, but he knew I had expressed an opinion upon the law of the case. Evidently some person has misled Mr. Carson.

"The case may be up on the merits, or it may be up on demurrer—I don't know. I have had no occasion to see the papers or inquire into the law."

"The lower court's opinion can avail neither side of the controversy. Which ever side wins in the lower court, the other will appeal to the supreme court and apparently it is necessary that the supreme court decide the case as soon as possible. A decree entered in the lower court without argument, or delay would advance the final decision about three weeks and serve every purpose."

**RECORD CROWD AT EDUCATION PARLEY**  
(Continued from page 1)  
through the point of view of imagination will largely determine his behavior. Since practically all political and economic leadership has failed, where shall hope of the future lay but in the teaching of our children?

"This is the golden age of a teacher. Socrates taught the people. Oppressed Jews prayed for a Messiah. The teacher's part in this world work is fundamental."

Miss Emily De Vore, a former supervisor of the Oregon Normal school's training department, and now of San Jose normal, was introduced by Miss Oma Kille Simmons of Independence. Miss DeVore spoke on "The Old School Versus the New."

# Salem Junior Swim Team is N. W. Champ

## TACOMA: Wash., April 23.—(AP)—Tacoma seniors and Salem juniors were crowned 1932 northwest Y. M. C. A. swimming champions in the annual tourney staged here tonight.

Tacoma was the sectional champion in the third in a row in the senior division, while Salem won the junior title for the first time, narrowly defeating Tacoma, champion for the past three years.

Junior team scoring follows: Salem 26; Tacoma 23; Portland Central 21; New Westminster 7; Portland Northeast 3; Eugene 3; Bremerton 10; Seattle 0.

Senior team scorings were: Tacoma 33; Salem 23; New Westminster 23; Portland Northeast 3; Eugene 1; Bremerton 3; Seattle 1; Everett 2.

**Candidates Will Speak, Chamber Meeting in May**  
Each one of Marion county's ten candidates for the state legislature will have opportunity Monday, May 16, to speak for three minutes before the Salem chamber of commerce.

Monday, May 16, Chamber day will be observed at the chamber. Special guests will be men and women who have resided 70 years or more in the city. Bert Brown Barker, son of pioneer parents, will speak. He will present to the chamber for permanent custody a picture of Thomas Cox, pioneer merchant of Salem to whose memory a memorial marker was placed last year at South Commercial and a street on the front of the building closed on the site of the Cox store.

**University Wins Dual Meet With Stater Runners**  
EUGENE, Ore., April 23.—(AP)—University of Oregon trackmen defeated Oregon State college in the annual dual meet here today.

The Webfoots won five out of eight events, setting new meet records in the 440, 880 and sprint medley relays.

Starr, Hamilton, Holman and Hale covered the quarter mile in 42.6. The old mark was 43. In the 880, Hale, Holman, Marrs and Starr lowered the meet record from 1:29.6 to 1:28.6. Starr, Hamilton, Holman and Marrs ran the sprint medley in 1:34.2, two-tenths of a second faster than the old time.

# Society News

## Monmouth — Women students of the Oregon Normal school who live at Wallajah Hall were hosting Tuesday evening at Luther House to a group of faculty and student friends.

Miss Frances Kovtyovich presented a novel entertainment feature including a talk on Russia, the Sew and Social club. A "style show" was the feature of the entertainment. It featured the proper things to be included in a bride's trousseau, perhaps 25 years ago.

**Airlie — Miss Charlotte Banta entertained Friday noon with a luncheon in honor of Miss Evelyn Staker's 17th birthday anniversary.**

Cover were laid for Mrs. Frank Cooper, Miss Doris Tanner, Ruth Ploub, Josephine Wilson, Doris Whitaker, La Verne Tarter, Lois Norton, Hazel Evert, Charlotte Banta and the honored Miss Staker.

**Swegle — A surprise birthday party for Mrs. Al Meyers was attended by Mr. and Mrs. Stobbs and family, Mr. and Mrs. Will Hagedorn of Salem, and Mr. and Mrs. John Whitehead and family.**

**Airlie — Fred Ray and Miss Iris Quick were married at a quiet ceremony at the home of Rev. H. V. Oliver here Friday morning.**

**Independence — The reading of several original poems by Mrs. H. N. Mattison and other members of the Delphian chapter featured the meeting which was held at the A. B. Robinson home Monday afternoon.**

**Stayton — Mrs. C. A. Beauchamp very pleasantly entertained a group of friends with an evening of bridge Wednesday.**

**Silverton — Annabelle Jensen and Bernice Gay were hostesses at tea Friday afternoon in connection with their 4-H club work.**

**Monmouth — A announcement was made Wednesday of the marriage of Miss Viola Dennis, daughter of Mr. and Mrs. W. C. Dennis of Dallas, to Raymond Crook, son of Mr. and Mrs. Stirling Crook of Lewisville.**

**Miss Dennis is a senior student of the Oregon Normal school, and attended the University of Oregon for three years prior to enrolling at Monmouth last fall.**

**The couple will live at Lewisville where Mr. Crook is engaged in farming with his father.**

**Aurora — The Canby 500 club was entertained at the home of Mrs. E. E. Braddl on the Pacific highway Wednesday night.**

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Men's Best Half Soles.....	\$1
Women's Best Half Soles.....	.75c
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Men's Leather Heels.....	.50c
Ladies' Rubber Heels.....	.25c
Ladies' Leather Heels.....	.25c
Children's Soles.....	60c to 75c
Boys' Soles, to Size 5.....	.75c
Children's Heels.....	.25c

The Price shoe Co. 133 Liberty St. Salem, Oregon.

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Get these superior tires, service for the life of the tires. At lowest prices.

We sell genuine Kelly-Springfield tires. We know they are the best wearing, best lasting tires made—that's why we sell them. Yet, you don't have to pay one penny more for them than for ordinary tires. Look at the prices below. Just come in and see these tires and find out what our after-sale service means to your tire money.

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### CASH PRICES

Make of Car	Tire Size	Each	Pair	Make of Car	Tire Size	Each	Pair
Chevrolet '27 .. .	28x4.40-31	4.79	\$9.30	De Soto '29 to '31	28x5.00-19	6.65	12.90
Ford '27 .. .	28x4.40-31	4.79	\$9.30	Dodge '28-'30-'31	28x5.00-20	6.75	13.10
Chevrolet '29 .. .	28x4.50-30	5.35	10.38	Pontiac '29 to '31	28x5.00-20	6.75	13.10
Chevrolet '28 .. .	28x4.50-31	5.43	10.54	Excelsior '28-'29 .. .	30x5.00-20	6.75	13.10
Ford '28-'29 .. .	28x4.50-31	5.43	10.54	Nash '28-'29 .. .	30x5.00-20	6.75	13.10
Ford '30-'31 .. .	28x4.75-49	6.33	12.32	Oldsmobile '28to'31	28x5.25-18	7.53	14.60
Chevrolet '30-'31	28x4.75-49	6.33	12.32	Whippet '27to'30	31x5.25-21	8.15	15.82

ALL OTHER SIZES EQUALLY LOW

# One Fisherman's Body Recovered

TILLAMOOK, Ore., April 23.—(AP)—The body of Burton Leech, who drowned in the Trask river last Sunday, was found today.

# LOOK! GROCERIES! READY-TO-WEAR MEN'S FURNISHINGS SUNDRIES and COSMETICS

All Will be Included in our Mammoth FIRE SALE!

We have purchased from the Fire insurance adjusters the very fine grocery stock of Herman's Safe Trading Store of Portland. Most of the damage is confined to smoke-labels and packages being discolored.

The Drug stock of Byrne's Inc., will also be included in this "Three in One Sale"

## GROCERIES — CLOTHING — DRUGS

WATCH FOR THE ANNOUNCEMENT IN WEDNESDAY'S PAPERS

# VALLEY MOTOR CO.

AUTHORIZED FORD SALES AND SERVICE SALEM, ORE.

NORTH SALEM E. J. Roth Service Station 21st and Market	Douglas McKay Chevrolet Company 440 N. Commercial	SOUTH SALEM McClellan Service Station So. Com'l & Miller
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Priem & Caspell 45th and State  
Smith & Townsend Com'l & Center  
Triangle Service Station Cottage & Fairground Rd.

# EMPLOYMENT HERE NOTABLY IMPROVED

(Continued from page 1)  
from \$1 to \$1.25 a cord. Two dollars a day is earned by above average cutters. Remuneration for farm labor varies from \$10 to \$50 per month, including board, with \$15 about the average wage. Common laborers are being paid from 25 to 40 cents an hour with the average hovering around 30 cents.

## Ellsworth Vines Is Dixie Champ

WHITE SULPHUR SPRINGS, N. Y., April 23.—(AP)—Ellsworth Vines, Jr., slim youngster who bulks large in the United States Davis cup plans, set at rest today fears he might not regain his national championship form. He triumphed over Cecil Wilkinson 6-4, 6-1, 6-4 today in the singles final of the Mason and Dixon tennis championship.

## Hubbard Is Winner

HUBBARD, April 23.—Hubbard grade baseball team won again today by a score of 21 to 4 when it clashed with Parkersville.

## Too Late to Classify

WANTED—Reliable girl or woman to assist with housework for board and room and small wage. Phone 5899.