

BUS AND TRUCK LAW IS INVALID

Exemption of log Hauling Basis for Lewelling's Decision, Stated

(Continued from page 1)

grounds for attack on the constitutionality of the law.

"If the case is appealed to the supreme court we are prepared to defend the Lewelling decision in the higher court. We expect to go before our thousands of members to secure the necessary financial assistance to present our case, should the state file an appeal."

State Plans To Appeal Case

Attorney General I. H. Van Winkle yesterday stated it was the intention of his department to appeal the case to the supreme court.

"It was the understanding of the state would be appealed to the higher court, no matter what the verdict in the lower court," said Van Winkle.

Asked whether the decision would invalidate the entire act, the attorney general said: "I have not read the text of the decision but my understanding is that the ruling affects contract haulers only. The statute would still hold so far as the buses and regular motor carriers are concerned."

MACHADO CHARGED WITH HIGH CRIMES

(Continued from page 1)

former secretary of state; Antonio B. Alncart, former chief of police; Octavio Zubarrate, former head of the labor department and Jose Izquierdo, ex-chief of the central district.

Some of them have fled the country. The whereabouts of the others is not known.

The complaint charged that the alleged offenses were planned at the presidential palace and that all of them occurred since an amnesty law was passed by congress and signed by Machado about two weeks ago. The killing of 21 persons last week following circulation of a premature report that Machado had resigned was specifically mentioned.

DUCKS ARE BEATEN IN SERIES OPENER

(Continued from page 1)

and beat Monroe's throw for a double play and Carlye scored. The Stars added another run in the eighth for good measure.

Portland.....3 7 3
Hollywood.....5 15 1
Keupal, Freitas and Palmirano; Campbell and Summers.

Seattle.....12 17 4
Missiona.....18 20 1
Radnits, Sewell, Caster and Bradbury; Cole, Osborne, Johnson and Fitzpatrick.

Los Angeles.....3 10 1
Sacramento.....0 3 0
Newsom and Cronin; Hartwig, Saunders and Wirts.

San Francisco.....2 5 0
DeKland.....3 8 1
Cunningham, Douglas and Botarini; Walsh and Veltman.

Big Portion of Amount Due on Bonds Received

Three thousand dollars of the \$5000 due on bonds to the city in August 15 was paid on schedule City Treasurer J. O. Rice said last night. In addition, more than \$2000 was received on interest due on bonds. Upon the clarity with which the remainder of the \$5000 and other interest payments are brought into the treasury depends the calling of city warrants, Rice declared.

Toboggan Stolen On Hottest Day; Hard to Explain

PORTLAND, Aug. 15.—(AP)—Police are wondering if some prankster has turned gangster, or if it was just that the heat crossed up the thinking power of the prowler.

On the hottest day Portland has ever experienced in August—103 degrees—a thief broke into J. C. Pederson's store and stole just one article.

A second hand toboggan!

Injuries Slight As Cars Collide

Cars driven by Frida Sharpe, route 7, and L. J. Conner, 210 North 14th street, were involved in a collision early Tuesday night at the intersection of Broy's Avenue and Center street. Miss Sharpe reported that Conner was making an improper turn and failed to signal. Bertha Losh of West Salem received slight cuts but no serious injuries.

Too Late to Classify

Lady's Mirror for sale, \$15. Ask for G. M. Statesman office.

LOST—Yellow suit—rimmed glasses in black case, with other inside, containing name and Corvallis address. Finder please call 2997, Salem, Oregon.

"LOW DOWN" ON MINE DISPUTE



At this informal conference on the porch of the Summer White House at Hyde Park, N. Y., Secretary of State Cordell Hull, just back from London, made a comprehensive report of the recent World Economic Conference to President Roosevelt. Incidentally, the harmonious meeting disposed of rumors that the Secretary of State would resign.

The Call Board..

- ELSINORE**
- Today—Kay Francis and Nils Asther in "Storm at Daybreak."
 - Friday—Slim Summerville and Zasu Pitts in "Her First Mate."
- CAPITOL**
- Saturday and Sunday—Four Marx Brothers in "Horse-Feathers."
- GRAND**
- Today—Edna May Olivier, Paul Roulien in "It's Great to Be Alive."
 - Thursday—Joan Bennett, Charles Farrell in "Wild Girl."
 - Friday—Eric Linden, Dorothy Jordan in "Roadhouse Murder."
- HOLLYWOOD**
- Today—Lionel Barrymore in "Swingtime."
 - Friday—Richard Dix in "The Great Jasper."
- STATE**
- Today—Rin Tin Tin, Jr. in "The Pride of the Legion."
 - Thursday—Lee Tracy in "The Night Mayor."
 - Friday—Hoot Gibson in "The Cowboy Counselor."
- The story of "Storm at Daybreak" opens today at the Elsinore with the spectacular assassination of the Archduke Ferdinand and his wife in Sarajevo, which precipitated the World War, and then centers on the lives of three persons who become engulfed in the bitter strife between Hungarians and Serbs. Miss Francis plays the wife of a man old enough to be her father; Asther is seen as a Hungarian officer, and Walter Huston plays the husband.
- The triangular dilemma which results is unfolded in a series of adventurous and exciting incidents involving Huston's rescue from an angry mob, the young wife's reckless attempts to aid a group of deserters, the conflict of the wife who falls in love with the young officer, but refuses to be disloyal to her husband, and the latter's problem when he is brought to realization of the truth.

"Eagle" Pennant Given to Mother Of Hugh Johnson

OKMULGEE, Okla., Aug. 15.—(AP)—The first "blue eagle" pennant, silken and fringed with gold, was presented today to Mrs. S. L. Johnson, mother of Gen. Hugh S. Johnson, national recovery administrator by the employees of the recovery administration in Washington.

The pennant was transmitted with a letter from Miss Frances E. Robinson, secretary to Gen. Johnson.

Fire Spreads in Clatsop Forest

ASTORIA, Ore., Aug. 15.—(AP)—The Clatsop County Fire Patrol association reported that a forest fire started today in the LaDee Logging company holdings on upper Lewis and Clark river. In a short time the blaze had spread over several acres. Details as to the number of men fighting the flames were not immediately available.

Moving - Storing - Crating

Larmer Transfer & Storage
PHONE 3131

We Also Handle Fuel Oil, Coal and Briquettes and High Grade Diesel Oil for Tractor Engines and Oil Burners

MERCURY TOPS CENTURY MARK

101, Record for This Year, Reached at 4:15; Hour Later It's but 94

(Continued from page 1)

looks like another blistering duel like August 4 and 5.

In the last 10 years, the record heat still stands for July 23, 1927, when 103 degrees was reached. A year ago yesterday the maximum was 81 and minimum 56.

Gus Hilson, circulation manager of The Statesman, put a thermometer out on the concrete walk. The fluid in the tube shot up to the 120 mark, and burst the top of the tube.

COUZENS BLAMED FOR BANK CRISIS

DETROIT, Aug. 15.—(AP)—The former head of the nation's largest closed bank started a sensational account of parts played by Herbert Hoover, Henry Ford and Senator James Couzens in the negotiations preceding the Michigan and subsequent national bank crisis.

Testifying before Circuit Judge Harry E. Keldan's one-man grand jury today, Wilson W. Mills, former chairman of the board of the closed First National bank, Detroit, said that:

1. Couzens refused to sanction a loan from the Reconstruction Finance Corp., which would have saved the Union Trust Co., and prevented the Michigan "holiday" which began February 14.
2. Hoover, then president, told Mills (Mills) that the R. F. C. was afraid to go ahead with the loan in the face of Couzens' opposition and threatened denunciation.
3. Ford at one time was understood by bankers to have agreed to "freeze" a deposit of \$7,500,000 in the Union Guardian Trust Co., but later denied he had made such a promise and threatened if the Union Guardian closed to withdraw all the money he had in any bank, including \$20,000,000 in the First National.

Senator Couzens, now in Detroit, will answer the statements of Mills when he appears before the grand jury later this week.

Children Under 16 Allowed to Pick Hops, Held

Boys and girls under the age of 16 years will be allowed to work in the hop fields this year despite reports that this would not be possible because of the national recovery act.

C. H. Gram, state labor commissioner, held that inasmuch as agriculture is specifically exempted by the national recovery act, persons under 16 years of age would not be prohibited from participating in the hop harvest.

Idaho Obtaining Hop Roots; Hope To Avoid Mildew

BOISE, Aug. 15.—(AP)—F. Leo Johnson, commissioner of agriculture, today placed a quarantine on shipments of hop roots from certain areas in Oregon, British Columbia and Washington to avoid a reported infection by downy mildew of hops.

The roots are planted to raise hops and the commissioner said a considerable acreage was being planted in Idaho in anticipation of brewery demands.

Rush to Obtain Loans on Homes Still Continues

PORTLAND, Ore., Aug. 15.—(AP)—About 750 persons visited the office of J. P. Lipscomb, state manager of the Home Owners' Loan corporation today to make applications for more home loans.

Lipscomb said some of those making application today already have been foreclosed upon, and in a few instances the redemption period has run out. He said it would still be possible for them to obtain the loan, however, provided the mortgage holders are willing to cooperate.

Obituary

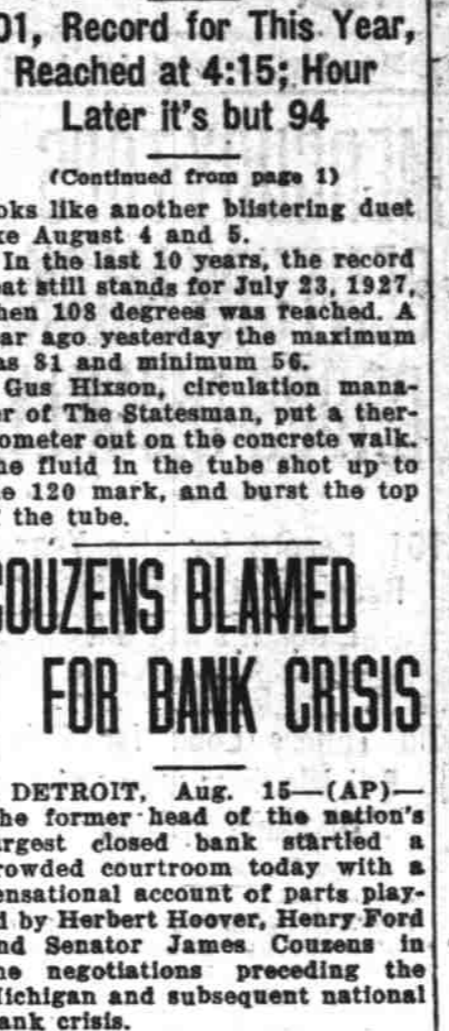
Galloway

In Portland, Aug. 15, Bruce F. Galloway, formerly of Salem, husband of Marjorie Galloway, father of Bruce Alexander Galloway, son of A. B. and Eda C. Galloway; brother of R. L. Galloway. Funeral services Wednesday, Aug. 16 at 1 p. m., from Holman & Lutz Colonial Mortuary, E. 14th and Sandy Blvd. Interment Riverview cemetery.

State 10 Theatre

LAST TIMES TODAY
'Pride of the Legion'
with Rin-Tin-Tin Jr.
Thursday - Friday
Lee Tracy in
'The Night Mayor'

BACK FROM WORLD CONFERENCE



Secretary of State Cordell Hull is pictured with his wife and their niece, Mrs. Paul Hayes (right), as they arrived at New York on the S.S. President Harding from England, where the Secretary of State had been leading the American delegation to the World Economic Conference.

HORSE RACES HELP ON PREMIUM FUND

Thousands of dollars additional premium money will be offered thanks to the dog races in Portland, opening Labor Day, through funds turned over to the state racing commission by operators of the dog and horse racing meets.

A 20 per cent increase on each premium was announced here Saturday by Max Gehlhar, director of the state fair.

Exhibitors this year can give prizes to the dog races in Portland and the horse races at Gresham. Under Oregon's new legalized racing law, the state racing commission is authorized to turn part of its profits from the pari-mutuel betting system to the state fair, county fairs and the Pacific International. Good play has been enjoyed by the pari-mutuel windows at both dog and horse meets.

The 20 per cent increase affects every department of the premium list except the 4-H club department. A 25 per cent increase in that department has already been previously arranged for.

Oregon's premium list now, with the new increase, stands well up with that of other states, despite the lack of an appropriation by the last legislature.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

Many Motorists Still Lack New Driver Licenses

There are approximately 235,000 automobile operators in Oregon who have not yet made application for new drivers' licenses under the new law enacted by the 1933 legislature, William Hammond, in charge of the state operators' bureau, announced Tuesday.

The law provides that these licenses shall be obtained before September 1. The fees is \$1 and no persons other than beginners or those physically defective, will be required to submit to an examination.

Fish are Biting Meier Reports

Governor Meier telephoned his office here yesterday that while in the Taft and Pacific City vicinities today he caught 11 fine trout and a large salmon.

The governor expected to spend last night at Tillamook and then proceed to Gearhart today. He is accompanied by Mrs. Meier.

GALLOWAYS AHEAD OF BAILEY, INDICATED



DALLAS, Tex., Aug. 15.—(AP)—The gallows loomed ahead tonight for Harvey Bailey, one of the chief "public enemies" of the nation, as federal and state officials moved swiftly on numerous fronts to bring to justice the perpetrators of the union station massacre in Kansas City and the kidnaping of Charles F. Urschel, Oklahoma City oil man.

Department of justice agents said the captured desperado had been identified positively by eye witnesses as one of the machine gunners who killed four officers and convict Frank Nash in Kansas City June 17.

Murder charges were filed late today against Bailey in connection with the slaughter, in the city where a Missouri jury not long ago imposed the first death verdict in the country's history for kidnaping.

Federal authorities indicated Bailey would be turned over to Kansas City authorities instead of being removed first to Oklahoma City with four other prisoners for arraignment on federal charges of kidnaping in the Urschel case.

Meanwhile, a widespread hunt was being pressed throughout the country for Verne C. Miller, former South Dakota sheriff; Wilbur Underhill, escaped Kansas convict, and others caught in the Kansas City killings; and for George Kelly, named with Albert L. Bates arrested at Denver, as the actual abductors of Urschel, who was ransomed for \$200,000.

RECOVERY LAW IS VALID SAYS COURT

WASHINGTON, Aug. 15.—(AP)—The national recovery law, bulwark of President Roosevelt's economic rehabilitation program, was upheld in principle today by Justice Joseph Cox of the District of Columbia supreme court.

Without passing formally on the question of the constitutionality of the law raised before him, the jurist denied a plea of Texas refiners for an injunction against recent orders of Secretary Ickes prohibiting interstate shipment of oil produced in violation of state regulations.

Justice Cox explained the denial was based on a belief that the court lacked the power to enjoin Ickes because he was carrying out an executive order of President Roosevelt. The judge added that even if he felt the court had such power it should hesitate to use it.

Congress has declared that a great national emergency exists and has invested the president with extraordinary power to meet that emergency, Cox asserted in oral opinion at the end of a day's hearing on the oil men's plea.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

Fish are Biting Meier Reports

Governor Meier telephoned his office here yesterday that while in the Taft and Pacific City vicinities today he caught 11 fine trout and a large salmon.

The governor expected to spend last night at Tillamook and then proceed to Gearhart today. He is accompanied by Mrs. Meier.

GALLOWAYS AHEAD OF BAILEY, INDICATED



DALLAS, Tex., Aug. 15.—(AP)—The gallows loomed ahead tonight for Harvey Bailey, one of the chief "public enemies" of the nation, as federal and state officials moved swiftly on numerous fronts to bring to justice the perpetrators of the union station massacre in Kansas City and the kidnaping of Charles F. Urschel, Oklahoma City oil man.

Department of justice agents said the captured desperado had been identified positively by eye witnesses as one of the machine gunners who killed four officers and convict Frank Nash in Kansas City June 17.

Murder charges were filed late today against Bailey in connection with the slaughter, in the city where a Missouri jury not long ago imposed the first death verdict in the country's history for kidnaping.

Federal authorities indicated Bailey would be turned over to Kansas City authorities instead of being removed first to Oklahoma City with four other prisoners for arraignment on federal charges of kidnaping in the Urschel case.

Meanwhile, a widespread hunt was being pressed throughout the country for Verne C. Miller, former South Dakota sheriff; Wilbur Underhill, escaped Kansas convict, and others caught in the Kansas City killings; and for George Kelly, named with Albert L. Bates arrested at Denver, as the actual abductors of Urschel, who was ransomed for \$200,000.

RECOVERY LAW IS VALID SAYS COURT

WASHINGTON, Aug. 15.—(AP)—The national recovery law, bulwark of President Roosevelt's economic rehabilitation program, was upheld in principle today by Justice Joseph Cox of the District of Columbia supreme court.

Without passing formally on the question of the constitutionality of the law raised before him, the jurist denied a plea of Texas refiners for an injunction against recent orders of Secretary Ickes prohibiting interstate shipment of oil produced in violation of state regulations.

Justice Cox explained the denial was based on a belief that the court lacked the power to enjoin Ickes because he was carrying out an executive order of President Roosevelt. The judge added that even if he felt the court had such power it should hesitate to use it.

Congress has declared that a great national emergency exists and has invested the president with extraordinary power to meet that emergency, Cox asserted in oral opinion at the end of a day's hearing on the oil men's plea.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

GALLOWAYS AHEAD OF BAILEY, INDICATED



DALLAS, Tex., Aug. 15.—(AP)—The gallows loomed ahead tonight for Harvey Bailey, one of the chief "public enemies" of the nation, as federal and state officials moved swiftly on numerous fronts to bring to justice the perpetrators of the union station massacre in Kansas City and the kidnaping of Charles F. Urschel, Oklahoma City oil man.

Department of justice agents said the captured desperado had been identified positively by eye witnesses as one of the machine gunners who killed four officers and convict Frank Nash in Kansas City June 17.

Murder charges were filed late today against Bailey in connection with the slaughter, in the city where a Missouri jury not long ago imposed the first death verdict in the country's history for kidnaping.

Federal authorities indicated Bailey would be turned over to Kansas City authorities instead of being removed first to Oklahoma City with four other prisoners for arraignment on federal charges of kidnaping in the Urschel case.

Meanwhile, a widespread hunt was being pressed throughout the country for Verne C. Miller, former South Dakota sheriff; Wilbur Underhill, escaped Kansas convict, and others caught in the Kansas City killings; and for George Kelly, named with Albert L. Bates arrested at Denver, as the actual abductors of Urschel, who was ransomed for \$200,000.

RECOVERY LAW IS VALID SAYS COURT

WASHINGTON, Aug. 15.—(AP)—The national recovery law, bulwark of President Roosevelt's economic rehabilitation program, was upheld in principle today by Justice Joseph Cox of the District of Columbia supreme court.

Without passing formally on the question of the constitutionality of the law raised before him, the jurist denied a plea of Texas refiners for an injunction against recent orders of Secretary Ickes prohibiting interstate shipment of oil produced in violation of state regulations.

Justice Cox explained the denial was based on a belief that the court lacked the power to enjoin Ickes because he was carrying out an executive order of President Roosevelt. The judge added that even if he felt the court had such power it should hesitate to use it.

Congress has declared that a great national emergency exists and has invested the president with extraordinary power to meet that emergency, Cox asserted in oral opinion at the end of a day's hearing on the oil men's plea.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

Rotarians Hold Annual Picnic At Hazel Green

Salem Rotarians took a respite from listening to after-luncheon speakers and with their families enjoyed a picnic last evening at Hazel Green park. The big sport was the ball game in which Bill Busick's team defeated Ted Endicott's. A beautiful picnic supper was then enjoyed which the women did not have to cook.

Children enjoyed swimming and playing on apparatus in the playground. The evening culminated with a songfest led by Doc Epley in the clubhouse, and a dance with Tiny McNamara's orchestra furnishing music.

KANSAS TREASURER WILL FACE COURTS

TOPEKA, Aug. 15.—(AP)—Tom Boyd, state treasurer, faced an embezzlement charge tonight in the million dollar Kansas bond forgery scandal, while Gov. Alf M. Landon promised impeachment proceedings against him and possibly other state officials.

The placing of charges against the official was followed by an increase of armed national guardmen on duty in the treasurer's office.

The guardsmen took charge of Boyd's private office and personal desk on orders from the governor.

State accountants began an immediate search of all files and records including those in the private desk. The vaults of the treasury department have been under armed guard for a week.

Rumor of Heat Death Refuted

Reports that a death in Salem yesterday was due to the heat were disproved when the attending physician gave out the statement last night that the person mentioned in the rumors had died in the morning before the heat of the day of a cerebral hemorrhage.

MISSION BOTTOM, Aug. 15.—A. L. Lamb, contractor and builder, is busy on a dam project at Silver creek south of Silverton on a hop ranch owned by Union Central Life Insurance company.

WARNER BROS. EL SINORE

"COOLEST SPOT IN TOWN" TODAY AND TOMORROW

Men Call it Madness! Women Call it Love!

The strangest, most exciting romance you've ever seen is born!

KAY FRANCIS
NILS ASTHER
STORM AT DAYBREAK

with WALTER HUSTON PHILIPPS HOLMES

Comedy—"How Have You Bean" Latest News Events

MATINEE 25c EVENINGS 500 Good Seats 25c

"Old Ironsides" Excursion to Portland, Aug. 19

Attention! Boys and Girls!

One new four-month subscription to The Oregon Statesman will take you to Portland to see "Old Ironsides." Special excursion S. P. train will leave Salem 9:30 a.m. Saturday, August 19th.

One New Statesman Subscription Will Give You a Round Trip Ticket.

Have the Blank Below Signed and Bring or Mail to the Circulation Department of

The Oregon Statesman

ALL MAIL SUBSCRIPTIONS MUST BE PAID IN ADVANCE

SUBSCRIPTION ORDER

Four-Months Contract

I have not been a subscriber to The Oregon Statesman for the past 30 days, but hereby subscribe for a period of four months, for which I agree to pay your collector the regular rate of 45c per month.

(Four Months by Mail \$1.50 in Advance)

Signed..... Date.....

Street Address..... Phone No.....

Order Taken by.....

Street Address..... Phone No.....

NOTE:—A new subscriber is one to whom The Statesman has not been furnished for 30 days past. A change of name at the same address is not a new subscription. A renewal is not a new subscription.

Tickets Will be Given as Soon as Order is Verified

It's Easy Get Busy

Take or mail this order to The Statesman office promptly and get your ticket.

GRAND

LAST TIMES TODAY

IT'S GREAT TO BE ALIVE

TOMORROW

Wild Girl

TOMORROW IS

BARGAIN DAY

TOMORROW MATINEE EVERYONE 10c

TOMORROW NIGHT IS

PAL NIGHT

A Home Owned Theater

HOLLYWOOD

TODAY & THURSDAY ARE DIME NITES

All Seats **10c** Except Loges

LIONEL BARRYMORE

in **SWEETINGS**

With ALAN DINAHART, GLORIA STUART, William Morgan, Eric Linden, Gregory Setoff

Also, Comedy News and Cartoon

A Home Owned Theater

HOLLYWOOD

STARTS SUNDAY

Direct from Portland, first run

BACK TO NATURE

THE STORY OF THE HUGO BOSS