

THE WEATHER
Fair today and Friday,
morning cloudiness; Max.
Temp. Wed. 51, Fri. 55;
rain 6, river - 3 feet, clear,
northeast winds.

CIRCULATION
Distribution Average
Sept. '33 7644
Net paid, daily, Sunday, 7159

FEDERAL ACTION MAY COMPEL EARLY SESSION

Government to end Relief Grants to Oregon Until Legislature Acts

Plans for a special session of the legislature call for an advancement of the date, contemplated by Governor Meier, it appeared certain Wednesday at the statehouse.

No specific date for the calling of the session could be obtained. It is known that Governor Meier does not want a session unless such a gathering is imperative nor does he wish it convened until public sentiment favors the move.

If the session is held back much longer, it seems likely that it will not be under way until after Thanksgiving. In that event the legislature could transact its business in the interim between the Thanksgiving and Christmas holidays. Twenty days is the limit for a special session.

Political Cyclone



Governor Mike Conner of Mississippi, who not only imposed a sales tax on his state but now proposes to rewrite its constitution.

PLEADS GUILTY TO EMBEZZLING OF STATE FUNDS

Albert G. Maizels, Collector For Control Board, Confesses Taking \$2052

Albert G. Maizels, 22, Salem youth in charge of the collection department of the state board of control, at 3:30 p. m. yesterday pleaded guilty before Judge L. H. McMahon on an information charging him with embezzlement of state funds.

Maizels appeared without counsel and waived a preliminary hearing and grand jury indictment. Attorney Trindle asked that the judge suspend sentence until the auditors could report.

The youth's wife, whom he married September 10 of this year in Portland, was in the courtroom. Tears came to her eyes as her husband, a slight, dark, boyish appearing chap, made his plea.

Drum Corps Returns, Is Sore on Decision; Quartette Also Home

Will Carry Complaint to National Officers to Prevent Recurrence of Injustice They Suffered

THOROUGHLY dissatisfied with the judges' decision at the national drum corps competition in Chicago last week, members of the Salem corps, which unexpectedly arrived here at 7:15 o'clock last night, and of Capital Post No. 9 plan to carry their complaint directly to national legion officers, it was declared by the returning corpsmen and prominent members of the post.

Friday Night Set For Big Reception To Legion Groups

The Salem drum corps, ex-national champion, will be seen in its new uniforms here for the first time Friday night in the parade to precede the reception and benefit dance honoring the corps and the ladies' trio and quartet at Crystal Gardens. Line of march for the parade, which will start at 8 p. m., was announced last night as follows:

Form on Cottage street side of Elks' temple; north to Court street, west to Commercial, south to State, east to High, south to Ferry and west to Liberty.

JAPAN SAYS MOVE IS UP TO RUSSIA

Spokesman Says Document Publication Shows Russia Desires Worst

TOKYO, Oct. 11.—(AP)—Japan regards future Russo-Japanese relations as a matter which soviet Russia must decide.

A spokesman for the foreign office made that stand plain today when he said, "Whether diplomatic relations will continue depends upon the attitude of the Moscow government."

COUNCIL NAMED TO NURSE DEBTS

Appointment of an agricultural advisory council for Oregon, for the purpose of cooperating with federal officials in refinancing farm mortgages, was announced by Governor Meier Wednesday.

COUNTRIES OPPOSE GERMAN REARMING

GENEVA, Oct. 11.—(AP)—Chancellor Hitler of Germany confronted with staunch opposition to rearming from the United States, France, and Great Britain, was forced tonight into a position of deciding whether to accept transformation of the reichswehr without immediate resumption of war materials.

GREEN'S POWER IS MAINTAINED AT FEDERATION

Labor Delegates Reject Proposal of John L. Lewis To Enlarge Council

By JAMES P. SELWAGE Associated Press Staff Writer WASHINGTON, Oct. 11.—(AP)—The power of William Green, president of the American Federation of Labor, asserted itself fully today as the national convention swept aside a well-organized move to enlarge the executive council.

By a vote of more than two to one, the nearly 600 delegates voted down the proposal of John L. Lewis, president of the United Mine Workers, to "add new blood" to the ruling council by making its membership 25 instead of eight.

This test of strength—marking the first major internal strife of the convention—followed only a few hours after the convention had voted full support for the national recovery administration, but charged its officers with work through the NRA and congress for a 30-hour week throughout industry.

ESCAPED INSANE ARE STILL AT LARGE

State police last night bustled themselves checking tag ends of the myriad calls reported to them as to the paths followed by the five unrepentant escaped criminal insane men from the state hospital here. All investigations had come to naught, Superintendent Charles P. Pra indicated.

Earlier in the day state troopers searched the timbered district along the Willamette river between Salem and Newberg, following a report that two men resembling Adolf Bausner and George Farren had stolen a boat near Wheatland ferry late Tuesday night.

Ambassador Bowers Talks At Barcelona Celebration

BARCELONA, Oct. 11.—(AP)—In the city where King Ferdinand and Queen Isabella received Christopher Columbus on his triumphant return from America, United States Ambassador Claude G. Bowers, on the eve of Columbus day, addressed American and Spanish residents.

Complaint Filed Against Dawson

Jack Dawson, whom city police arrested Tuesday night after he jumped on an automobile driven by James L. Uebelmann, 1530 Madison street, and smashed a window, remained in city jail last night, unable to raise the \$100 bail required by Municipal Judge Paulsen.

Seriously Ill



Adolph Ochs, noted New York publisher, who is in a critical condition following a heart attack. The career of Mr. Ochs rivals that of an Alger hero. He rose from newsboy to one of the most prominent places in the journalistic world.

DISORDER MARKS STRIFE IN INDUSTRY

Cotton Pickers in California Strike to Protest Murder Of Three

(By the Associated Press) On a dozen fronts mediators moved Wednesday night in attempts to settle strikes that had brought violence, deaths, and local obstruction to industry.

A few hours earlier a coal tipple had been burned and an unsuccessful attempt was made to wreck a freight train.

GERLINGER APPEALS TO WASHINGTON

DALLAS, Oct. 11.—(Special)—George Gerlinger, president of the Willamette Valley Lumber company, left here tonight for Washington, D. C., where he will represent his concern in an appeal next week to the national lumber authority.

Plan Willamette Bus Excursion To Tacoma Tilt

Arrangements are completed for an excursion of Willamette university students and local citizens to Tacoma, Wash., Friday to attend the football game between the Bearcats and the College of Puget Sound Loggers. Eugene Smith, president of the Blue Key service fraternity, announced last night. A low round trip fare is offered by the stage line conducting the excursion, which will depart from the Willamette campus at 11 o'clock Friday morning.

LEGAL HOLIDAY TODAY

Because Christopher Columbus discovered America a long time ago today is a legal holiday for public offices which will all be closed—state house, court house and city hall. Banks will close for the day.

SEALED VERDICT IN KELLY CASE MEANS 'GUILTY'

Jury Deliberates one Hour; Open Verdict This Morning in Kidnap Case

Defense Attorney Expects Guilty Verdict After Instructions of Federal Judge

OKLAHOMA CITY, Oct. 11.—(AP)—A sealed verdict tonight held the fate of George "Machine Gun" Kelly and his comely wife, Kathryn, charged in the kidnaping of Charles F. Urschel, wealthy oil man.

The verdict, reached by a federal jury in just 60 minutes of deliberation, was sealed shortly before 9 o'clock. It will be delivered to Federal Judge Edgar S. Vaughn at 9:30 tomorrow morning.

Judge Vaughn closed the brisk three-day trial with terse instructions which Kelly's attorney, James H. Mathers said, "virtually amounted to an instructed verdict of guilty."

"There is no doubt about the verdict after those instructions," said John V. Roberts, attorney for Kathryn, who was on the stand nearly all day in a tearful fight for acquittal.

Kelly himself had nothing upon which to base a hope for acquittal, as his wife and own attorneys sought to shift the entire blame for the kidnaping upon him and others already convicted and sentenced and pictured Kathryn as a participant through fear of her husband.

Several other persons have already been convicted and sentenced. "The court would feel it had been cowardly and derelict in duty if it had not pointed out this conviction that the defendant Kathryn was not wholly truthful," Judge Vaughn said.

At 5:45 p. m. (Central Standard time), he ordered the jury to deliberate until 9:30 o'clock tonight, if necessary, and report to him whether a verdict has been reached at the opening of court at 9:30 o'clock tomorrow morning.

"This court will not hesitate to tell you that Kathryn Kelly's testimony concerning her removal of the little girls from the Shannon farm near Paradise, Tex., the day Mr. Urschel was brought there, did not sound convincing," said Judge Vaughn.

TREASURY TO CALL PART OF LIBERTIES

Undertakes Refinancing of War Issue at Lower Rate of Interest

WASHINGTON, Oct. 11.—(AP)—The treasury tonight announced a new financing program expected to run well in excess of \$2,000,000,000.

Thirty per cent of the \$6,268,094,150 fourth Liberty bond issue was called for redemption by late April 15.

A new bond issue of unspecified amount was announced to replace the bonds retired and provide the government with working capital.

To the extent of \$500,000,000, the new ones will be sold for cash at a price of 101 1/2. They will bear interest at 4 1/2 per cent for the first year and 3 1/2 per cent thereafter. They will be callable in 10 years and mature in 12.

MANHATTAN WRONG ALLEY FOR SALLY

NEW YORK, Oct. 11.—(AP)—Sally Rand must put on more clothes if she expects to dance in this town.

Fall Thaw Comes For Three Banks

Release of additional deposits in three state banks which have been operating on a restricted basis and extension of time to give six other banks an opportunity to operate on a full 100 per cent basis, were granted in an order issued Wednesday by A. A. Schramm, state superintendent of banks.

The bank at Beaverton was authorized to release an additional 10 per cent of its restricted savings deposits. An additional release of five per cent of all savings deposits in the Estacada State bank was authorized by Schramm.

The Eastern Oregon Banking company at Shaniko was authorized to release an additional five per cent of its deposits, making a total unrestricted balance of 15 per cent.

Banks which were granted until November 10 to improve the financial status of their institutions included the Coolidge & McClain bank at Silverton.

Manhattan Wrong Alley for Sally

NEW YORK, Oct. 11.—(AP)—Sally Rand must put on more clothes if she expects to dance in this town.

City Commissioner Sidney S. Levine says so. Like this: "Either she'll wear more clothes or I'll revoke the theatre's license. She must be clad in some opaque garment."

Said the theatre's public relations department: "The theatre will not violate the law."

Sally: "I want me to wear. Something like these?" And she held up a pair of bloomers that looked like the main's of a whaler.

"Don't fear for the morals of Manhattan," continued Sally. "They are not being endangered by my dance. My dance is not indecent. It's art!"

Liquor Corruption Less Under a State Authority

WASHINGTON, Oct. 11.—(AP)—Harry L. Hopkins, administrator of federal emergency relief, announced today a grant of \$205,222 to Oregon for unemployment relief.

TANKER ABANDONED

LONDON, Oct. 11.—(AP)—Lloyds reported today a message received from the British tanker Pan Tiburci, sinking the French schooner Maia which had been abandoned in a sinking condition. The crew of 23 was reported all saved.