### PAGE TWO

The OREGON STATESMAN, Salem. Oregon, Friday Morning, November 24, 1933

Twenty Millions for Power Development, Meier Plea



# **Emergency Paper Would be** Used to Pay Employes, **Old Age Pension**

terday in the lobby attendance under the dome. From The The senate swung into high Dalles came black-haired and afgear Thursday completing the fable Ben Litfin, publisher of The business of its two sessions in a Dalles Chronicle. Litfin, who used trifle more than an hour. to newspaper in Portland, is a spe-Five new bills were introduccialist in small-paper circulation, ed, including one by Senator Dunne authorizing the creation running that department of his of a state emergency scrip com- own publication. Avocationally mission and issuance of scrip in Litfin is a persistent golfer on the part payment of the salaries of windswept southern shores of the public employes and beneficiaries Columbia. Coming before this session is a bill which would enable under the old age pension act. A bill introduced by the in- The Dalles to lift its debt limits dustries committee would make so bonds for a toll bridge across it possible for employers under the river there could be issued. A the workmen's compensation act second man from the great open to reduce their contributions to spaces was Herman Oliver, John the state through the curtailment Day rancher and banker. Oliver is of accidents. Industries which an original member of the state failed to hold their accidents be- board of higher education who has low a certain level would be pen- distinguished himself by keeping alized. This bill was suggested still. His sympathies were always by the state industrial accident with the Starr-Kerr wing of the commission and is in line with

laws now operating in many eastern states.

The senate approved unanimously a bill fathered by Senator Franciscovich eliminating the so-called delivery license fee of \$7.50 levied on fish caught by trollers. Franciscovich declared that this license fee erroneously was injected into the state fish code at the 1933 legislative session.

Action by the ways and means committee which last night voted adversely on Senator Woodward's resolution directing that the state budget for the current biennium be reviewed with a view of effecting further economies in the conduct of the state government, was affirmed. Senator Woodward later announced that a number of the proposed savings would be incorporated into bills and presented to the legislature.

The fourth bill vetoed by Governor Meier following the close of the regular 1933 legislative session received favorable consideration. This bill authorized the state treasurer to advise political subdivisions of the state on financial mtters and carried an appropriation of \$1250.

A favorable vote also was recorded on a house resolution by Representatives Lewis and Wyers that the Oregon delegation in congress use their influence to



ways be at every legislative seswithout representation yession for they are the organs of a host of special interests, some good, some bad, but all of which demand representation at the capital. The lobby system would be clarified and given more public confidence if delegates were as plainly labelled as potentaties at a Shrine convention.

> no lobby should be allowed free quarters by the state. A number of years ago the Oregon Voter was banned from under the dome on the grounds that it was a private business, serving at the session special interests and therefore not entitled to rent and heat from the state. Nor did the assembly think the state capitol should be used to forward the interests of organized minorities. The same viewpoint is equally tray in regard to such groups as that of the Oregon Association of Trade Executives which has set up shop on the first floor of the capitol and is issuing a daily bulletin of propaganda against the Knox liquor control bill, which is officially sponsored by the governor and his committee.

MEASURE IS AIMED per cent interest charged annu-

Winslow Bill Raises Penalty To 12 Per Cent but No **Other Changes Asked** 

when due. A measure which would strin-The Winslow proposal does not cently increase existing tax dechange the quarterly payment proposal of the 1933 law nor inquency laws made its appeardoes it change the two per cent ance yesterday in the house, Re- discount proposal. A group is lobbying hard for presentative George Winslow of Tillamook sponsoring the meas- the passage of the tax checkup

bill. Portland financial interests The bill, while only an amend- are said to be greatly alarmed by ment of the 1933 tax collection mounting tax delinquencies in law, materially stiffens penalties the state.

in the latter. Instead of eight

ally on back taxes, 12 per cent

In addition a rebate of two

per cent will be allowed for pay-

ment when due, so delinquent taxpayers will in reality pay 14

per cent more than those who

The 1933 enactment does not

become effective until January 1.

1934. It provides eight per cent

interest on back taxes and a two

per cent discount for payment

will be charged.

pay when due.



# FRANCH SS (1) LINES PURPOSE

## **Governor Delivers Special** Message to Solons Upon **Bonneville Outlook**

Five specific recommendations for legislation in connection with ville dam power project were made to the Oregon legislature Wednesday by Governor Julius L. Meler in a special message. The executive delivered the address, thus breaking a precedent for presentation of his special messages, which heretofore have been read by the reading clerk.

Repeal of the 1933 bill authorizing issuance of bonds up to \$65,000,000 for hydro - electric development; reenactment of desireable and essential features of the act; creation of a commission of three members; authorization of the commission to issue \$20.000.000 bonds to cooperate with the federal government, and providing for investment of these funds in transmission lines and other Columbia river power development were recommended by the governor.

#### **Consolidation** With Grand Coulee Opposed

In addition to the five specific points the governor urged the legislature to memorialize the president and congress protesting the proposed plan to consolidate the Grand Coulee project with Benneville. The executive declared these proposals were of an emergency nature. His specific requests were as follows:

"1. Repeal of an act passed by your body at its regular session, carrying out in a measure only the provisions of a recent amendauthorizing the issuance of \$65,-600,000 in bonds for hydro-electrie development, which act was subjected to the referendum and is now in litigation.

"2. Legislation reenacting the desirable and essential features of this act.

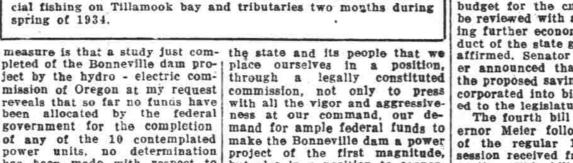
"3. Creating thereunder a commission of three members, elective by congressional districts, with a salary adequate and term sufficiently long to attract outstuding men into service.

"4. Authorizing of the 'sssuance of \$20,000,000 in bonds to be used by this commission to cooperate with the federal government in the development of any and all of the 10 power units ant Colonel Thomas M. Robins, contemplated in the Bonneville division engineer at San Frandam project, if the federal gov- cisco, says: ernment should require coopera-

" 'The president has authorized

provement.

its distribution.



has been made with respect to but also in a position to cooperthe disposition of the power to ate in this greatly needed develbe developed, no price has been opment if such a course should established for its sale, nor any become necessary.





In the opinion of this column,

GRANGE OFFERING state of the nation, thinking gov-

TWO POWER BILLS One Revises Old Power Act. Other Calls for Bond

for many years . . . John Gary of The state grange legislative West Linn, who gave Salem the committee headed by Morton jitters last spring when he talked Tompkins yesterday announced about the removal of the state that today it would introduce two basketball tournament . . . Floyd bills on power distribution and Cook, Portland insurance man and building of power lines in Ore- one-time state republican comgon. The first bill, known as the mittee head who wears his hat in state power act, is similar to the a sort of Frances Perkins tilt . . . one passed by the last legislature "Scotty" Dutton, amiable military but with certain remedial clauses; aide to the governor whose wife ville dam adequate for ocean-go- the second provides for the voters' was fearfully worried a few days passing on a state bond issue ago when she read a headline say-"aide killed" and for the time which is to be self-liquidating. ing The new power act, Tompkins thought "Scotty" was the man.

board. "There ought to be a law" compelling lobbyists to wear tags of identification. Under the existing system scores of ambassadors of various interests lounge about the lobby or dash importantly from committee rooms to legislative halls with no one but the insiders knowing their duties of their special interests. Lobbies there will al-

Issue, \$10,000,000

Seen on the run: W. S. Allan, canny Scotchman and commissioner of Yamhill county; he is worried about the

> ernmental debt issues now will swamp us all . . . ex-Senator Schulmerich of Hillsboro listening intently to proposed bank laws; Schulmerich is pushing for stiffer tax collection laws . . . Anne Keil Robinson, one-time secretary of the Portland Ad club and a bright, competent young matron . . . robust, ruddy cheeked Floyd Maxwell, who left an Oregonian job years ago for the movie business and has stayed in the latter trade

tion and also to be used in the construction of transmission lines to make the power developed at the dam available to the people of the state for domestic and industrial purposes.

"5. Providing that any investment or use of state funds through and cooperative agreement with the federal government in connection with the construction of the Bonneville or other Columbia river power projects and transmission lines shall be on an equality with federal funds as to amortization and interest. The same principles should apply as to investments in state transmission lines to the end that all investments by the state in power projects may be placed on a selfinuidating basis.

Power Disposition Not Provided for

"In addition to this legislation," the governor continued, "I yet been determined.' also recommend that your honor-**Fund Insufficient** able body memorialize the presi-For Power Units deut and congress, protesting the proposed plan to consolidate the

Grand Coulee project with Bonneville, for the reason that under a consolidation Oregon would surrender natural advantages enjoyed by the Bonneville project to which the people of the state of Oregon are entitled, among which advantages are tidewater and a power rate lower than that of the Grand Coulee project.

"My reason for recommending the above legislation to your special session as an emergency



brge Somnes inject realism and ice into Miss Coibert's return o happiness after an unfortunate transmission lines to make this ood and provide "Torch Singr," with a plot of surprises and

iAn added feature at the Capitol theatre starting today is a stage

construction of the Bonneville project with two power units installed, at an estimated cost of

transmission lines authorized for

"In response to inquiries from

the Oregon hydro-electric com-mission on the subject Lienten-

\$31,000,000. "'An allotment of \$20,000,-000 has been made by the public join with large operators in unaworks administration for carry- nimity for controlled operation is ing on the work during the next incorrect, C. T. Giffen of Rosetwo years.

"'It is expected that the addi- Council of Commercial Vehicle tional amount of \$11,000,000 re- Owners, stated Thursday. "The small operators request quired to complete the project on the basis authorized by the the privilege of operating without president will be forthcoming in being controlled by the commisdue course, either from the \$3,- sion. It is clear that the con-300,000,000 appropriation for trol idea is a move on part of public works or from appropria- the railroads to eliminate the tions to be made by congress for small truck operator. What this

Bills Introduced Thursday in

Special Session

SENATE BILLS

cases where accidents are curtailed.

of funds.

deal in real property.

tured fertilizer.

courts not used.

open until 1 a. m.

by municipalities.

per cent per month.

spring of 1934.

ings.

unit.

contributions by employers under workmen's compensation act in

scrip commission and issuance of scrip in part payment of salaries

annually on all school warrants registered and not paid for want

municipal or quasi municipal corporation to sell and otherwise

HOUSE BILLS

. S. B. 22, by Wheeler-Authorizing state land board to invest

S. B. 23, by Bynon-Authorizing the state of Oregon or any

H. B. 31, by McAlear-Amending old age pension law defer-

H. B. 32, by Lewis-Levying a 25 per cent tax on manufac-

H. B. 33, by Hall-Providing for return of fees in circuit

H. B. 34, by Judd, Herman-Empowers cities to tax

H. B. 35, by Hilton-Raises income taxes from 1 to 13%

H. B. 36, by Snedecor, Childs, Walker-Allows higher educa-

H. B. 37, by Hilton, Oleen, Brown, Burk-Lessen's provisions

H. B. 38, by Oakes-Permits dance halls in counties to stay

H. B. 40, by Herman, Judd, Chrisman, McAlear-To amend

H. B. 41, by committee on unemployment-Provides for appli-

H. B. 42, by committee on unemployment-Provides for re-

H. B. 43. by Winslow-To amend code to increase rate of in-

H. B. 44, by Winslow-To amend code to prohibit the re-

H. B. 45, by Winslow-To amend code to extend commer-

tional institutions to charge fees and to pledge fees for new build-

of law regarding circulating of initiative and referendum petitions.

sections providing for refunds of state motor vehicle taxes paid

cation to federal emergency administrator for state penitentiary

terest on delinquent taxes from two-thirds of one per cent to 1

of public employes and beneficiaries of old age pension law.

irreducible school funds in school district warrants.

ring effective date two years, or until January 1, 1936.

business and professions on sales to meet expenses.

question federal construction of state library.

moval of timber from land upon which taxes are due.

on net taxable incomes over \$5000.

S. B. 19, by industries committee-Authorizing reduction in

S. B. 20, by Dunne-Providing for creation of state emergency

S. B. 21. by Wheeler-Providing that interest shall be paid

works of river and harbor im- association, with all small truck operators, is asking for is a just "No transmission lines have and equitable tax on all trucks;

been authorized in connection we fully intend to bear a fair with the Bonneville project and share of costs of the state's road no definite policy regarding dis- building program," Giffen deposition of power developed has clared.

A DIME . ANY TIME

THEATRE

ENDS TODAY

GEORGE RAFT

PAUL MUNI

"SCARFACE"

with Ann Dvorak

TOMORROW

BOB STEELE

"The Ridin' Fool"

Starly SUNDAY

FIRST SALEM RUN

Giffensaid his council' was willing to concede that termini to termini operators be under con-

"In response to inquiries from trol from standpoint of operathe commission on the subject tions, but he made it clear the Major C. F. Williams, district council is seeking repeal of the engineer of the war department. old bus law and substitution of in part says:

'The project approved by the careful consideration of HB 8 federal public works administration, estimated to cost \$31,000,passage of either of these bills 000 provided for two complete will bring a more equitable conpower units and a partially comdition in the truck situation. pleted power house for eight ad-The state council proposes to ditional units, and included . .

barge locks estimated to cost \$1,-870.000. ultimately harmonize and amal-"'An allotment of \$20,000,000 struction of the project. This self protection and against un-

would not be sufficient to provide fair legislation, Giffen declared, agriculture, fishing industries, and will work to create sub-difor any power units. " 'The

cost \$31,000,000, does not pro- operation vide for any transmission lines. Report made by this department in 1932 estimated cost of trans- cluding 30 separate organizations, mission to Portland at 00.3 mills the larger of which are: Dump

per kilowatt hour." Truck Owners association of "Major Williams estimates that Portland area, Northwest associathe two contemplated units would | tion of highway contractors, Oregon Truck Owners association, develop \$6,000 kilowatt hours, or approximately 115,000 horse-Portland Movers association, Inpower, which, of course, is inadedependent Fuel Dealers' associaquate for any industrial develoption, 15 individual units of the of magnitude. In other Truck Owners and Farmers' Prowords, the extent of the actual tective association, Oregon Truckdevelopment by the federal govmen's association, H. H. Lowe, ernment on the Columbia is a navigation dam with prospects of Talent trucker, Watkins Dealers' association, Raleigh dealers' as-

additional funds sometime in the future from the public works department or congress for the development of two power units of such small capacity as to be entirely inadequate for the industrialization of the state.

ment

Asks Municipalities **Be Given Preference** "In addition then to being confronted with the struggle for the allocation of the additional \$11,-000,000 for the completion of two inadequate initial power units at Bonneville dam, we are also faced with the problem of persuading the federal government to give preference to municipalities and power districts in the disposition of the power to be developed, with the further necessity of securing a sale price for the power which will enable us to compete with other sections of the country, and the still further necessity of the construction of

power available for industrial and domestic use. "In view of these startling developments in the situation and act, "The Ozark Mountaineers," the stubbornly antagonistic atti-nominar motion with the stubbornly antagonistic atti-

A bill providing for the amortization of loans on public lands

Inference given following hearand reducing the interest rate on ings on the truck and bus law rethese loans from 6 to 5 per cent, tax provisions in the last bill peal that smalf truck operators is being prepared by Senator which subjected it to a referen-Chinnock and will be dumped into the hopper later in the sesburg, chairman of the State sion. This legislation was suggested by the state treasurer as means of increasing the irre-

ducible school fund and relieving the borrower.

Glenn O. Taylor and A. E. Brockway of Jackson county, ap-

by Speaker Earl Snell. Senator Ar- of the need of state action to cothur P. Ireland of Washington county, named to succeed Senator Edwin Allen, was likewise an entirely new one. He asks greeted by the senate.

Committee assignments of the and HB 21, and declares that house members were announced by Snell as fo ows: Taylor to fudiciary, mining, railways and transportation, and game; Brockway to agriculture, assessment

sage.

continue in creation of a uer- and taxation, horticulture, irrigamanent statewide organization to tion and drainage. Senator Ireland took Allen's has been made towards the con- gamate all truck interests for place on the following committees: printing, municipal affairs.

horticulture, irrigation and drainapproved project, to visions to cover all types of truck age, roads and highways.

> The state council represents sociation, Produce dealers' diviconservatively 7000 trucks, in- sion of the Oregon Truck Owners and cmaller units.

Carl Pope of Salem is secretary and George L. Hendricks of Cottage Grove, treasurcr. Legal advisors include Pope, Millen F. Kneeland of Portland, Fred Schmidt of Pendleton, E. R. Woods of Corvallis, and Wesley B. aYtes, assisted by Percy A. Cupper, v ho is also attorney for the Truck Owners and Farmers Protective association.

HOLLYWOOD

Today and Saturday

OUR NEW FRIDAY AND

SATURDAY POLICY

**TWO FEATURE** 

PICTURES

First Showing Salem

The Pony Express Thriller

-000

News and Cartoon Con

and Fifth Chapter of



fits of the Bonneville power dam to the people of Oregon but to relieve the general unemployment situation."

The proposed bond issue would be limited to one per cent of the total assessed valuation of property in the state and would be retired by sale of electrical energy. "This is estimated to raise approximately ten million dollars."

Tompkins' statement explained. of the committee. "A special election is being callpointed Wednesday to succeed ed by both bills . . . the same day Earl Day and E. C. Kelly, were the next general primary election introduced to the house yesterday is held. . . . May 1934. In view operate with the federal government on power questions and because of the necessity of being subject to prosecution, with penable to negotiate with the government and purchase if necessary the entire output of power genthe county jail. erated at Bonneville the grange

feels that it is imperative that take any action regarding the lithese bills be passed." As the bills carry the emergency clause, they would not be sub-

session. It was suggested that ject to referendum unless amend- these games be licensed during ed by the legislature before pas- the interim by munical ordinance.



STARTING SUNDAY Thrill to the ROMANCE of Lilian Harvey and Lew Ayres . . . Gambol with these glamorous GIRLS, the most beautiful in Hollywood . . . See Will Rogers' daughter . . . Roar LAUGHTER at the comic capers of Harry Langdon Lilian Harvey-Lew Ayres Ends Saturday



Sid Silvers . Irene Bentley

A Fox Film Presentation

CALEMAN DO AN IN



BEERY

Jackie Cooper

Raft

George