Bowen Said

Recognized

pital with several other inmates

October 9, passed a worthless \$10 "travelers' check" in Pleasant

The check answered exactly the description of others passed by

Bowen in many middlewest cities.

It was signed "John Burton," and

bore the name "W. M. Hagley" in

Bowen was traveling west in a

small coupe bearing Oklahoma li-

cense plates. He was accompanied

To Buy or Build Plant

Given Attention

McKay reported last night.

tory.

tain water supply.

(Turn to page 10, col. 2)

The house laid aside momentous

engaged in a siege and counter-

legislation emerged, battered and

beleagured, but passed. It was

to Oregon City the right to have

Not until the house by major-

ty vote dragged the measure

from its steering committee, did

When it finally gained the full

attention of the lower assembly

A third house fight was waged

dog and horse races.

That the public works admini-

p. m. Friday.

by a woman.

No. 222

EIGHTY.THIRD YEAR

Salem, Oregon, Sunday Morning, December 10, 1933

SALES TAX GAINS APPROVAL

Valley, 15 miles from here, about Knox Measure Whipped Into Shape by Conferees; Meier Will Sign

State Liquor Store Law to ures "10" in all four corners. Be Effective Monday; Test is Assured

The Knox bill, in the special session since opening day, passed its final legislative hurdle at 11 p. m. Saturday and was slated to become law tomorrow, as soon as the engrossing committee of the house had finished checking the amendments and Governor Julius L. Meier had affixed his signa-

The measure becomes law when signed, since it does not provide for tax raising and contains the emergency clause.

Appointment of the commission of three provided under the plan is likely by mid-week with strong likelihood that Dr. William S. Knox of Portland, chairman of the ent water system or build a new commission whose deliberations one is indicated in a telegram reresulted in the liquor plan control provided in HB 1, will be named chairman. The choice seems to be favored by Governor Meier with Dr. Knox as yet undecided whether he would undertake this new venture in public service.

Early Court Test Assured, Stated It was certain yesterday that would meet a court test as soon as the commission was appointed. Mayor Joseph Carson of Portland attending the session ists for the city's receiving the last night, brought word that he loan, which would enable it to prohad instructed his city attorney to begin a test suit at once so the terms of its allotted \$1.500,000 Portland council will know wheth- PWA loan and grant for a mouner it or the state has exclusive

power to license liquor's sale in the metropolis. Opponents and proponents of Knox plan all looked with favor upon the court test as a logical and necessary prequisite to determining the bill's scope. If the court holds the bill is binding on all sections of the state, it will have set a precedent that the home-rule and other amendments to the state constitution cannot be revived when the amendment

iminated from the constitution. port, coming first before the senate, was adopted with only Senator Upton dissenting. Similar success met the work of the joint committee in the house which quickly adopted the minor amendments made after the bill passed the senate Friday.

Oregon's conduct as a state. For the first time in the commonwealth's history, the state not only undertakes to regulate and control the traffic in hard liquor but to go farther and to engage directly in the sale of liquor beyond 14 per cent alcoholic content in stores of its own operation and ownership. Wines and beers up to 14 per cent in alcoholic content will be handled by private dealers under license.

the bill will put the measure into effect, not later than tomorrow, since it contains the emergency clause. The chief executive indicated last night he had under consideration a large number of persons suitable for the position of commissioner. He indicated his choice would be made shortly. probably by this mid-week, in order to permit the commission to start functioning at an early date.

Speaker Earl C. Snell named Representative George Winslow and John Johnson on the house conference committee after that body had refused to accept the senate amendments. The house also voted down by acclamation a (Turn to page 10, col. 3)



Monday.

SHOPPING DAYS
The job will include construction of an earth-fill cofferdam, cofferdam sluice, railroad grade crossing, the building of about rough ground on landing and company of the page of the bill in the page of the bi

Near Baker BAKER, Ore., Dec. 9. (P) — A man said to be William O. Bowen, who escaped from the state hos-

Extremists Fire on Rescue Trains; Spanish Revolt Claimed Quelled

the lower left corner, and the fig-Anarchists However Plan The man police believed was Further Uprisings in Many Provinces

MADRID, Dec. 10-Sunday (AP) -Derailed by extremist revolters, fast express train plunged over a 100-foot embankment near Puzol, Valencia province, early today. Six bodies were hauled from the wreckage, bringing the toll of Application for PWA Funds known dead in 24 hours of nation-wide fighting and disorder to

Eleven were critically injured in the train wreck and it was feared many more bodies were constration is giving attention to Satained in the ruins. The plunge lem's application for a \$950,000 was caused by the removal of loan with which to buy the presrails on the Barcelona-Valencia-Seville line. Many others were less seriously injured. Telephoned ceived from Senator Charles L. reports said two rescue trains McNary yesterday, Mayor Douglas rushed from Valencia were fired upon by extremists.

The telegram, McKay said, Eight bomb explosions racked states that the PWA at Washing-Madrid last night, five in the centon, D. C., desires further infortral streets of the city, two more mation concerning the water deal beside a church and another in here since data contained in the present application is unsatisfacfront of a rightist supporter's home. Troops were immediately reinforced. It was the first actual ficials joined in holding the telegram to indicate that hope yet ex-

Government authorities invoked strict censorship on the Spanish press and on outgoing news ceed at once with meeting the of foreign correspondents. They forbade all public assemblies under a "state of alarm," which is

the next thing to martial law. The government claimed the anarchist and syndicalist rebellious movement, apparently in retaliation for rightist victories at the polls in recent elections, had been suppressed except in the province of Zaragoza, but insurgents were reported to be planning strikes at Tarragona, Reus and Manresa in northeastern Spain, and rumors in the capital said a general revolutionary problems of state in the closing strike might break out any time hours of the session Saturday and between to morrow and Monday.

Steamer Baxter In Distress off Columbia Mouth

BREMERTON, Wash., Dec. 9 .-(AP)-The naval radio picked up a distress call from the steamer A M. Baxter at 11 p. m. tonight. Later, the naval radio reported that the coast guard cutter Red Wing, stationed at Astoria, Ore., resentatives who said the bill was preparing to put out to sea would allow a great spread of undesirable racing and gambling in to the steamer.

The vessel's position is northwest of Klipsan Beach, at the all Friday night over the bill. mouth of the Columbia, probably Portland racers and dog show | 35 or 40 miles off shore, the naval radio said.

men fought the bill.

Sales Tax Plan Favored Bonneville Bids Invited Banks Appeal Data Sent Plane Falls, Pilot Safe

WHEAT MEN DISCUSS MORO, Ore., Dec. 9 .- (AP)-The eastern Oregon wheat league reaffirmed its stand favoring the principle of the sales tax and other methods of broadening the tax base to relieve real property, elected officers, and closed its two-day annual session here to-

J. B. Adams of Moro was elected president, Mac Hoke of Pendleton, vice-president, and Charles Smith of Heppner, reelected secretary-treasurer. Arlington was selected as the

lace for next year's meeting. The nearly 300 delegates to the meeting adopted a committee report reviewing the general tax situation in the state. The report, stating that possible further retrenchments were slight, recommended that sources of revenue other than the tax on real property be given close attention.

JOB COST TWO MILLION PORTLAND, Ore., Dec. 9.—(AP) Bids on the next big Bonne ville dam project contracted, expected to involve more than \$2,-000,000, will be opened December 22, the Portland district office of the United States engineers | Charles L. Stolte, Portland denannounced today. Specifications tist, escaped with only slight for the job are scheduled to be bruises. issued at the district office here

one mile of roadway, excavation turned over.

and disposal of 1,500,000 cubic yards of material for the power house and navigation lock foundation and construction of a 300-

EXCEPTIONS LISTED ENGENE, Ore., Dec. 9.-(AP) -The bill of exceptions in the appeal to the state supreme court of former Medford editor and orchardist, was settled in circuit It will be operative on 1933 taxes court here today when attorneys for the state and for the defense appeared before Judge Skipworth. Judge Skipworth certified the bill of exceptions and all papers were sent to the supreme court at

Banks was convicted of second degree murder for the fatal shooting of Constable George Prescott of Medford. Prescott was shot when he attempted to serve a warrant on Banks at his Medford

DENTIST DODGES DEATH PORTLAND, Ore., Dec. 9.—(A)
-Although the light monoplane he was flying was demolished when he attempted a landing near the lower Columbia River high-way 36 miles from Portland, Dr.

After the plane crashed, Dr. firmative. Stolte climbed out of the wreck- The bill was actively pushed by

What Did the Legislature Do » » »

About Liquor?
Passed the Knox control plan, permitting private sale of liquors to 14% alcoholic content, vesting sale of all others in state owned or controlled stores under board of three who shall pick administrator. Plan operative when governor signs bills and names com-

Passed the Johnson bill giving state control of all liquor coming into Oregon pending time Knox plan is operative, State may purchase this liquor at cost from owner.

Passed the Beckman liquor tax, putting \$1 a barrel on beer over 4 per cent alcoholic content, 62 cents on beer of less than 4 per Senate Adjourns at 12:45. cent and 25 cents a gallon on wines.

Passed the Abrams \$3,000,000 relief bill, moneys to meet federal funds, revenues coming from taxes on beer and wine and from hard liquor licenses, permits and profits.

Passed the \$1,600,000 state building construction program, which authorizes PWA borrowing on leases and deeds of trust. Passed the \$700,000 higher educational building program, contingent on PWA advances and student fee repayments. Authorized cities and counties to accept Home Owner bonds for taxes; authorized savings and loan associations to accept such

bonds. Authorized five toll bridges on coast highway, funds from PWA, to be repaid from tolls and from moneys now spent by highway commission for ferry service.

Approved over governor's veto Lee-Beckman bill from regular session. This provides for subsistence use of state lands as self-help service to needy.

About Miscellaneous Measures? Approved Abrams bill which allows cities to sell bonds for less

than 95 per cent of par value. Approved state contracts with Salem for sewage disposal. Provided for uniform \$8 fees in circuit court cases. Passed Judd bill allowing cities to tax businesses and professions.

Abolished payment of cost of insane care to counties and placed charge with state. Provided for election May 18, 1934, at regular party primaries, where referended, referred measures may come up and constitu-

tional amendments be considered. Raised penalty for kidnaping in Oregon so sentences must be from 10 years to life.

Tied in with NRA by bill which will permit codes to have authority over intra-state industry.

Failed to carry any measure tightening up tax collections. Made minor amendments to law effective January 1, 1934, allowing two per cent discount for prompt payment, providing eight per cent interest on back taxes and providing for quarterly payment. Permitted further use of warrants in tax payment.

About School Relief?

Permitted certain state funds to buy school warrants. Passed uniform sales tax effective until July 1, 1936, on all sales faith with the aged. Before the week, J. N. Chambers, chairman of tangible personal property and on certain utility services, rate vote on the main motion came, 11/2 per cent to be passed on the consumer, income a direct offset from property tax and solely applicable to schools.

Passed one and one-half per cent sales tax on tangible property sales and on certain utility services, effective until July 1, 1936, all revenue going to schools and as offset on property tax. Measure does not contain emergency clause.

About Back Tax Payments?

Permitted banks to issue capital notes to RFC. Authorized state banks to accept deposit insurance. Permitted bank reorganization with 75 per cent of deposit acceptance and two-thirds agreement among stockholders.

Changed 1933 enactment on withdrawal restrictions. Made separate statements at regular call period mandatory upon branch banks.

About Power?

Provided for appointment of interim commission to study Bonneville power project and to report to 1935 session. Appropriation \$2500. Two members from senate, two from house, three by

About Busses and Trucks?

Refused to repeal basic features of 1933 regular session legislation Removed compulsory bond for carriers and compulsory insurance for fire, gave more liberal provisions to farmers and small truckers, made optional payment of six per cent in gross earnings or three-fourths mill ton tax by contract carriers.

When Car Skids

DALLAS, Dec. 9-(Special)-

juries. Both are in the Dallas hos-

World News at

a Glance

(By the Associated Press)

WASHINGTON - Treasury

eeks leak in daily gold prices to

ATLANTA - Al Capone loses

second attempt to gain freedom

WASHINGTON - Lower liquor

axes demanded as Roosevelt

NASHVILLE - Col. Luke Lea

CHICAGO-Bystander killed in

rounded in extremist revolt;

PARA, Brazil - Lindberghs to

fly over jungle wilderness along

and son lose fight against ex-

signs codes for beverage whole-

from prison on habeas corpus

Domest'c:

foreign speculators.

salers and rectifiers.

through west side.

ombs rack capital.

Foreign:

CHANGE IN EXCISE Coles Are Hurt OFFSET APPROVED

After having defeated HB 62 earlier in the week, the house re- dent about a half mile east of noon session and passed it. Proponents estimate that the bill which deals with the corporation excise tax, would raise \$700,000 additional in revenue for the

The bill provides that corporation excise tax payers may offset pital. Mr. and Mrs. W. L. Pugh only 50 per cent of the property and small child were passengers tax they pay against their income in the car but suffered only bruistax. Tax experts say that the average corporation under the old 90 per cent offset law, paid an average excise tax of only one per cent on its profits whereas the

will heighten this rate greatly, it is said. The bill came to the senate late in the day, was hurriedly approvthe case of Llewellyn A. Banks, ed by committee and passed the upper house with little dissent. collected in the spring of 1934.

gross rate under the state tax is

eight per cent. The new measure

The house Saturday passed SB 44 by Ireland and Dunne under which production, distribution and sale of milk is virtually made a state utility, subject to a board which has power to regulate production, middle-man handling and sale including such mooted questions as price paid to the producer and by the consumer. On final vote only 10 repre

sentatives opposed the bill, three were absent, 47 voted in the af-

pay cut issue. house.

were stopped shortly before the mean 200 more jobs in Marion Effective Until 1936 midnight peak was reached and county.

wee hours of morning. resentative Clarke in the house continued to seek the floor to

move to adjourn but failed to gain recognition from the speak-Representatives Hall and Paget POLK STARTS TWO voted steadily against all mea-

sures explaining that they thought any legislation after midnight of questionable constitutionality. They cited the attorney general's opinion that the session could not evade the 20day limit set by the state constibeen stopped.

Mr. and Mrs. Frank Cole of Dallas were injured in an auto acciconsidered the bill in its after- erry this afternoon when their passed by the senate Saturday car skidded and went into the ditch. Mr. Cole suffered a dislocated shoulder and head injuries office here Monday. and Mrs. Cole suffered head in-

The jury in the trial of Aubrey untary manslaughter in connecten men. tion with the death of Roy Gil-8 o'clock Saturday

EXTRA SESSION

House at 12:52 With Main Tasks Done

Legality of Legislation Attempted After 20 Days Questioned

Oregon's special session dropped its knitting and ran this morning, leaving more than a score of bills and resolutions in reported. Silverton and Stayton, completed. No major measure, however, failed to be finally acted upon.

The senate adjourned, on motion of Senator Upton, sine die, at 12:45 a. m. The house adjourned, meeting next Friday noon. sine die, at 12:52 a. m.

Upton's motion closed a heated debate on old-age pensions and pped short a last-minute attempt to hold the pension act up two years. County judges and commissioners had been successful in the house Saturday afternoon in passing the McAlear bill which postponed operation of the act until January 1, 1936.

In the senate, Senator Upton and Senator Lee, rallied to support the pension bill. The latter said counties could need pay pensions only to worthy old people and then in a sum below \$20. Upton protested against breaking the state CWA board within a Upton said he thought he had a motion which would end the question. Saying both houses had agreed to end on time, he moved adjournment. Ir. a flash the motion was put and was carried by acclamation.

esentative Paget had struggled for an hour to close the assembly. further jobs. It is now under-A score of matters for final night came.

the houses labored on into the

Midnight brought immediate taken here as fast as they are motions for adjournment. Rep- approved in groups of twos and

tution and held the courts would duled to be started in Polk coun- summer elections, senators favorhave to take judicial knowledge ty next Monday which will bring of the fact that the clocks had the total projects under way to

Grange and labor leaders said at midnight they would start at once to referend the sales tax night. They indicated they would probably file preliminary petitions with the secretary of state's

JURY REMAINS OUT

Senate Passes School Aid Measure Without Referring to Voters

Red Cross Drive Results Better Than Last Year

Incomplete returns from the Red Cross roll call in this county, which ended November 28, indicate that the 1933 drive has been considerably more successful than that of last year, Milton L. Meyers, roll call chairman, last night which raised about \$500, were es-

pecially commended. With reports from all districts expected in this week, Mr. Meyers said the committee would report the final results of the drive at a Red Cross executive committee,

Additional Allotmnet for CWA Jobs is Probable; Payroll Heavier

First reports of Marion county's 50 applications for new civil orks projects are expected from last night. He said it was expected sufficient projects to employ tax on the bill's final passage. 600 more men would be under

While submitting applications at Portland Friday, the Marion county board urged that the state board petition the federal The house adjourned after Rep- government for a new allotment of CWA funds to provide still stood, according to Mr. Chambers consideration remained as mid- that Oregon is likely at least to receive an additional allotment to merman. Clocks in the senate and house employ 3000 men, which would

> The so-called Pecember 16 (Turn to page 10, col. 2)

DALLAS, Dec. 9 .- (Special)-Two more CWA projects are sche-12. One PWA project is also under way in this county.

Work on the streets, sidewalks and city hall in Monmouth will be started Monday morning and will furnish employment for 21 \$4.500,000 annually for Oregon men. The other project to be started is the reshingling of the high school and improvement of employ eight men.

bert following an automobile projects under way here which on corporations was stressed by smashup last May, had not re- are furnishing employment for the dissenting members of the ported a verdict at an early hour 183 men. At noon today the to- senate. this morning. It took the case at tal of 1120 men registered in Governor Attacked

Polk county for the CWA work. Flood Danger Grows; New Storm Lashes Washington

western Washington tonight as a a hit-run driver. series of gales, already believed responsible for 11 deaths, many on the North Pacific, the Strait of injuries and much damage, lashed at the coast and sent rivers over their banks.

ed the "worst flood conditions in tradition to North Carolina; plan 20 years," and the streets of the former city were turned into canals, as citizens went about in small police pursuit of four bandits boats. Inundated roads, washedout bridges and steady rain almost isolated these cities, while flood MADRID - 24 dead, hundreds waters of the Skookumchuck river menaced the village of Bucoda and residents prepared to abandon their homes.

Heavy rain and high winds were blamed for numerous automobile French Duke, British officer die Emma Jordan, 68, being killed in fire in Leander McGormick and several injured last night and

SEATTLE, Dec. 9. (A)—Dan-South Colby district, was struck gerous flood conditions threatened and killed during a heavy rain by

Small shipping scuttled to port Juan de Fuca and Puget Sound, but two known fishing boats were wrecked off Vancouver island and Aberdeen and Hoquiam report- several fishermen were missing, believed drowned. One body was

recovered, but not identified. Rainfall at Aberdeen in the last 24 hours was 4.35 inches, Longmire 2.84, Wenatchee 1.05, Seattle 1. Water was two feet deep in front of the Aberdeen postof-

The state highway department reported several arteries flooded. Longview reported two inches of rainfall in 24 hours washed out the Elochoman river bridge on the WHITCHURCH, England- accidents, one Scattle woman, Mrs. Ocean Beach highway, isolating Skamokawa except for water trafber of a prominent family in the | flood.

Vote is 17 to 13 on Final Passage of Mooted Bill

Burden on Taxpayers Stressed by Foes; Meier Scored

The Oregon senate in its closing hours Saturday night passed a 11/2 per cent tax on sales after the climactic debate of the session with an intensity of feeling displayed unrivaled in any other forensic fight of the 20-day assem-

On the final vote 17 senators supported the measure, HB 110, while 13 senators voted no. The bill as passed will be law in 190 days providing a referendum is not invoked by petition.

Preceding the final vote came a test ballot: a vote to determine whether or not the sales tax, if passed, should contain a clause referring the measure to the people by wish of the senate. Sixteen senators voted to accept the report of the upper house committee that the bill do not contain the referencum clause. Only one senator changed position after this vote: Senator Fisher first showing a wish to have the bill conof this county's board, announced tain the referendum clause but

The vote: For the sales tax: Booth, Bynon, Corbett, Duncan, Dunn, Dunne, Fisher, Franciscovich, Goss, Jones, Mann. McFadden, Staples, Upton. Williamson. Woodward, President Kiddle.

Against the sales tax: Brown. Burke, Chinnock, Dickson, Hazlett, Hess, Ireland. Lee, Spaulding, Strayer, Wheeler, Yates, Zim-

Emergency Measure,

As passed, the tax contains provision that all revenues received group of projects will be under- thereunder shall go to support of elementary schools in the state, that all sales taxes collected shall be a direct offset to property taxes otherwise levied and that the tax shall only be operative as go emergency measure until July 1.

1936. Threading each senator's argument for the bill was a consistent demand that such a tax offered the only immediate relief to Oregon's needy schools. Meeting opponents frequent references to the decisive defeat citizens of Oregon gave the tax in the miding the tax declared they yet believed the people would support such a tax if it were more fully explained and if they realized the plight of their schools.

It is reliably estimated that the tax will raise from \$3.000,000 to schools.

Opponents of the measure scored the tax as unjust and inthe grounds. This project will equitable, an attempt by wealth to force its burden of supporting A project at Buell has been public institutions on poor, imapproved by the county commit- poverished people. Failure of the C. Crawford, charged with invol- tee which will employ a total of legislature to adopt other methods of school relief, including tax-At present there are 10 CWA es on intangibles on incomes and

By Bill's Opponents

Governor Julius L. Meier came in for bitter attack by the opposition. Senator William Strayer called the governor a "poor, scrawny scrub, who roosts in the corner room here, who never gives up a purpose no matter how rotten it may be."

"Anything to let this parasite win success—that is his idea." Strayer cried as a packed gallery in which sat the governor's wife,

listened intently. "If his heart beat only once a month, the poor people would be much better off," Strayer answered. His bitter attack was immediately interpreted by friends of Strayer as indicating it was likely the Baker senator, a staunch lemocrat, would himself seek the governorship in 1934, and if not. would lead his party in an attempt to unseat Meler should the latter run. Strayer spoke for 15 minutes and spent much of his

ime in attacking Meier. The gallery listening to the debate was the largest yet to attend a gathering of this special session. So great was the jam, doorkeepers were forced to lock the senate

(Turn to page 10, col. 1)

which repealed them is in turn el-

The conference committee's resiege of motions, votes and arguments out of which one piece of S. B. 50 introduced by Senators Dunne and Jones and it granted

The bill breaks new ground in the bill have a chance to pass. it was vigorously opposed by rep-

Governor Meier's signature of

10 10 18 18 18 18 18 CHRISTMAS SEALS