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EIGHTY-THIRD YEAR

COAST BRIDGES ARE APPROVED DEVERS AVERS

Preliminary Work Advised To Be Started Now, Is Attorney's Report

More Approvals Slated For Today; Bonneville Dam Locks Study Slated

WASHINGTON, Jan. 5. (AP)—Funds for the construction of five bridges on the Oregon coast highway will be provided by the public works administration, J. M. Devers, engineer for the Oregon state highway commission, said today he has been assured.

The Oregon attorney, who has been here for some time in the interest of the proposed spans, said he was told that any preliminary work which might be necessary before actual construction is started, should be undertaken at once.

Devers stated that public works officials told him a list of approved projects, with allotments, will be issued tomorrow and a second list will be issued Monday. He said the officials did not say whether or not the bridges are to be included on either list.

PORTLAND, Ore., Jan. 5. (AP)—A special Washington dispatch to the Oregonian tonight said the board of army engineers was directed today to make a survey of the Columbia river from the mouth of the Willamette river to the Bonneville dam, with a view to providing a suitable navigable channel for ships drawing 30 feet of water.

The survey will be made looking forward to the time when commerce on the upper Columbia river will warrant sea-going vessels, it was stated.

In discussing the requests of Oregon groups for sea locks and channels for the Bonneville dam, the engineers have roughly estimated a 30-foot channel from Vancouver, Wash., to the dam would cost \$5,000,000, and require three years to dredge.

The house committee on rivers and harbors approved Representative C. H. Martin's resolution requesting the survey. No other approval is necessary, the report stated.

GENERAL CHECKUP OF CODES PLANNED

WASHINGTON, Jan. 5. (AP)—A general shake-down of the big code structure erected by NRA will be undertaken by Hugh S. Johnson next month to correct inconsistencies in the various administrative and executive provisions, and to plan to call in the nearly 200 code authorities, industry's own governing groups, for a thorough airing of difficulties, both within and between coded industries. From what is learned then, he hopes to achieve a degree of consistency throughout the industrial machinery which was impossible as long as the experimental phases of code creation dominated NRA activities.

While Johnson was announcing this broad program, President Roosevelt reaffirmed the administration's intention to use the federal trade commission for enforcement of the anti-trust laws where violations develop under NRA. The industrial law suspends most anti-trust provisions, but only to permit such agreements as are expressly sanctioned by the government through codes. The statutes remain in full effect otherwise.

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ROCKET DEvised FOR STRATOSPHERE FLIGHT



What is said to be the first successful test of a stratosphere rocket motor is shown in progress at Kirtland, Ohio, where Ernest Loebell, German scientist, is building a rocket that he hopes will travel 15 miles into the stratosphere, carrying no passenger but scientific instruments that will make records automatically. Loebell is at right above, while his assistant, Robert Hayes, is at left.

The Washington Spotlight

(By the Associated Press)
House passed bill to raise \$470,000,000 annually in liquor taxes.

President Roosevelt announced he would ask congress to guarantee principal as well as interest of farm and home loan bonds.

Hugh S. Johnson planned to call in nearly 200 code authorities next month for corrections and revisions.

The president disclosed plans for a permanent public works program to follow emergency projects.

Senator Thomas, inflation leader, postponed drafting of a monetary program in the senate to await presidential action.

Secretary Henry Morgenthau, Jr., announced a campaign to collect \$300,000,000 in delinquent taxes, during the next 18 months.

REBELS ATTACKED UPON WIDE FRONT

SHANGHAI, Jan. 4. (AP)—(Saturday)—Nationalist government infantry along the south Chekiang border attacked Fukien province rebels over a wide front today, said reports from Nanking and Hangchow.

FOOCHOW, Fukien Province, Jan. 5. (AP)—Fukien revolutionary leaders massed all their available troops in the northern part of the province today in anticipation of a counter movement by Nanking nationalist forces.

Civilian leaders of the rebellion, meanwhile, were apparently losing the enthusiasm they exhibited a month ago, when they launched a "people's independent government" opposed to the Nanking regime, because of failure of other factions to join the revolt, as anticipated.

Oregon Briefs

SALVAGE IS DOUBTFUL
THE DALLES, Jan. 5. (AP)—Steamer *Heracles* turned over on its side today after striking a submerged rock and sinking in the Columbia river here earlier in the day. The crew of 12 escaped uninjured and not even wet, Captain Lynn Logan reported.

Those who saw the packet on its side expressed little hope of salvaging either the boat or the cargo from the swollen stream. The up-river cargo included 203 barrels of oil and two tons of paint. Rivermen picked up boxes and equipment that floated down the river.

The *Umatilla*, wrecked in the same vicinity last summer, was later raised, repaired and returned to service.

ELIMINATE ONE STATION
WASHINGTON, Jan. 5. (AP)—A breakdown of the budget for agriculture experiment stations showed today that one Oregon station at Hermiston had been eliminated and three others considerably reduced.

For the Pendleton station \$5500 was cut from the budget, eliminating research activities in dry land farming. The budget provided \$2470 for research crops and diseases.

Provisions for \$5000 for agriculture engineering at the Agri-ford station were removed, leaving a budget of \$22,400 for the bureau of entomology and \$2843 for the bureau of plant industry. The budget for the More sta-

ADMINISTRATOR TO BE SELECTED SOON

General Creed Hammond is Latest Name Heard in Lobby Conjecture

PORTLAND, Ore., Jan. 5. (AP)—Appointment of a state liquor administrator was believed imminent with the state liquor commission unofficially understood to have narrowed their considerations today to four candidates.

The commission continued interviews and deliberations, but did not find time to give attention to the question of setting up permanent headquarters. Chairman George H. McMoran reiterated that the matter had been scarcely considered as yet.

He found time to praise the work of his associates.

"I am particularly impressed with the sincerity of my two associates on the commission," McMoran stated. "I have never before seen more earnest work than that being done by them on the liquor question. For myself, I have never been so earnest on any duty before."

Commission members would not reveal any favored candidates. (Turn to Page 2, Col. 4)

Ex-Manager of Loan Office is Arrested Here

R. E. Gheer, until recent months manager of the State Loan company here, was in the county jail last night, charged with larceny by embezzlement of funds from the State Loan company.

Complaint against Gheer was made by C. E. Bonfeldt, from the Loan headquarters office in Portland, and charges embezzlement of \$53 last June 27.

Ball was set at \$1,000. Gheer will probably be taken before Justice of the Peace Miller Hayden this morning or Monday to enter plea.

River Vessel Capsizes Experiment Funds Cut Fugitive Found Insane Counterfeiter is Held

tion was practically unchanged at \$5385.

LEBANON MAN HELD
PORTLAND, Jan. 5. (AP)—Clarence Boggie, 41, was recommended to the state hospital for insane in circuit court here today, after adjudged insane by Dr. Robert P. Smith and Dr. J. F. Calbraith. Boggie was arrested here as a fugitive from the county jail and held for questioning regarding a Spokane, Wash., murder case.

The complaint against Boggie was signed by his father, Ed L. Boggie of Lebanon, Ore.

Boggie had served in the state hospital before, being sent there while serving a sentence in the Oregon penitentiary for bank robbery at Lebanon, testimony at the hearing today related.

ROSS PLEADS GUILTY
DENVER, Jan. 5. (AP)—Raymond E. Ross of Milton, Ore., pleaded guilty to passing counterfeit coins before U. S. Commissioner Leo J. Crowley today.

Crowley ordered Ross placed in the county jail when he was unable to make \$1500 bond and ordered the release of his wife on her personal recognizance, in order that she might care for her four children.

World News at a Glance

(By the Associated Press)
Domestic:
WASHINGTON—House approved \$470,000,000 liquor tax bill by vote of 385 to 5.

WASHINGTON—Roosevelt may ask congress to guarantee \$4,000,000,000 principal of farm and home loan bonds.

WASHINGTON—Treasury plans drive to collect \$300,000,000 in delinquent taxes in next 18 months.

PHILADELPHIA—Chairman Weir of national steel corporation pledged unqualified support to recovery program.

WASHINGTON—Administrator Johnson to call in nearly 200 code authorities for revisions and corrections.

CHICAGO—18,000 dairy farmers supplying Chicago with milk vote to strike Saturday.

FOREIGN:
PARIS—Overthrow of cabinet threatened by \$40,000,000 pawnshop scandal.

NEVERS, France—Evelyn G. Frost, St. Louis society woman, burned to death in plane after crash.

GENEVA—United States leads world-wide improvement in employment, international labor office reports.

ANTHEM ORIGINAL BRINGS BIG PRICE

NEW YORK, Jan. 5. (AP)—Francis Scott Key's original manuscript of "The Star Spangled Banner" changed hands twice today within thirty minutes.

Dr. A. S. W. Rosenbach, noted Philadelphia bibliophile, bought it at public auction today for \$24,000.

"It's priceless," he said, "and cheap only in price."

Immediately after the sale Dr. Rosenbach walked from the auction rooms to his office where he sold the three items to the Walters gallery of Baltimore, represented by its trustee, Philip B. Perlman, a lawyer.

The city of Baltimore lost the previous manuscript for only thirty minutes, too, for the original sale was an action ordered by the estate of the late Henry Walter of Baltimore.

With the manuscript, which is on a sheet of ordinary note paper, went the first printed form of the anthem and a portrait of Judge Joseph H. Nicholson, of Baltimore, who was responsible for its publication. Both these items went back to the Maryland city through the Walters gallery sale.

City Ownership League Changes Name Slightly

Changing its name from Salem Municipal Ownership league to Utah Public Ownership league was only one of the pieces of re-organization business carried through by that body last night at the chamber of commerce rooms. A constitution and by-laws were accepted and F. P. Reddaway was elected treasurer. Reddaway with the previously elected president, Douglas McKay, Vice President F. M. Gregory and Secretary Fred J. Toomey, Jr., will serve on the board of directors. A. M. Church, H. E. Barker and Roy R. Howitt were elected to the directorate at last night's meeting.

The group voted to affiliate with the Public Ownership League of America and approved an active membership campaign to be underway soon.

HOUSE ADOPTS LIQUOR TAXING BILL SPEEDILY

Only Five Dissenting Votes Heard; Senate Will Act Early Next Week

Over 30 Amendments Urged, One For Stamp Plan Is Given Approval

WASHINGTON, Jan. 5. (AP)—Quick and almost unanimous acquiescence was given by the house today to the \$470,000,000 liquor tax bill winnowed by its ways and means committee from the recommendations of the president's committee that had studied the problem.

First bill to be acted upon at this assembly, the measure was passed and sent to the senate by the vote of 385 to 5, with one member voting present.

Early action next week by the senate was forecast by democratic leaders in view of the administration's desire to get it finally enacted as quickly as possible in order to benefit from the \$2 a gallon rate on distilled spirits, now taxed \$1.10.

To speed the measure, Chairman Harrison called a meeting of the finance committee for Monday. Indications were that the tax would be held at about the same figure approved by the house.

More than 30 amendments were offered to the liquor, wine and beer rates in the house, but all were defeated by the powerful democratic majority. An amendment by Chairman Doughton (D-NC) of the ways and means committee and approved by the treasury, creating a stamp system to show that the tax has been paid, was adopted without opposition.

Otherwise, the measure was passed as reported by the ways and means committee, but not (Turn to Page 2, Col. 1)

MANY ENROLL FOR CWS CLASSES HERE

A registration of 88 persons was checked up last night in the first three of the Civil Works Service classes to open in the Salem high school building, and this in spite of the fact that lateness of arrangements made publicity difficult. At least six others are expected to open Monday night if approval of the plans for them can be obtained in time.

T. T. MacKenzie, vocational education instructor in charge of CWS classes here said last night. All classes are scheduled to meet from 7 to 9 p. m. on Mondays, Wednesdays and Thursdays and will be offered in one-month units. Present plans call for a new and continuing unit to be organized in February.

Among subjects offered last night mining proved most popular with a registration of 49 students; salesmanship attracted 27 and landscaping 21. Registration will be held open at least through Monday night's session of these classes for any interested young people or adults.

There has been popular demand for several subjects which cannot be offered now because neither adequate equipment nor sufficient funds are available. Included on this list are cooking, diesel engineering, typing, farm mechanics and advanced accounting.

Cooperation of local professional groups and individuals is being solicited in selecting instructors and laying out courses of study.

Late Sports

PORTLAND, Ore., Jan. 5. (AP)—The Portland Buckaroos continued their strong hold on second place in the northwest hockey league tonight by defeating the Vancouver Lions, 4 to 2, in a rousing battle.

SAN FRANCISCO, Jan. 5. (AP)—On the short end of the score for more than half the game, the University of California Bears forged ahead with a closing rally to swamp the University of Utah 43 to 32 here tonight.

SAN FRANCISCO, Jan. 5. (AP)—The fast breaking offense and deadly basket shooting of the Utah State Agricultural college basketball team proved too much for Stanford university's slower fire here tonight and the Aggies scored and shot their way to a 46 to 36 victory.

WEST PALM BEACH, Fla., Jan. 5. (AP)—Rain for the second straight night caused postponement tonight of the Maxie Rosenbloom-Bob Godwin light heavyweight non-title match here. The bout was postponed until next Thursday night.

Utility Czar's Power To be Tested in Suit Filed by Phone Firm

Salary and Budget Reductions Ordered by Thomas Protested; Constitution is Cited, Also Interstate Angle

PORTLAND, Ore., Jan. 5. (AP)—A suit to restrain operation of salary and budget reductions ordered by Oregon Utilities Commissioner C. M. Thomas was filed in federal district court here today by the Pacific Telephone and Telegraph company.

Commissioner Thomas' order of December 30, 1932, lowered 1934 budget items for upper bracket salaries of the company's Oregon officers and struck from the budget a contract holding company payment to the American Telephone & Telegraph company.

Coincident with the order the Oregon commissioner also recommended like reductions for upper bracket officials of the company in San Francisco and Seattle and elimination of the payment of holding company fees to the American Telephone and Telegraph company.

The company's complaint cited constitutional grounds for the issuance of a restraining order and contended that the commissioner was attempting to confer upon himself the power of regulating the utility's affairs, of substituting (Turn to Page 2, Col. 5)

FRANCE AGOG OVER PAWNSHOP SCANDAL

Government May be Tangled In Case; Stavisky Has Mysterious "Pull"

PARIS, Jan. 5. (AP)—The fleeing Serge Stavisky, whose monumental pawnshop scandal threatens trouble for the government, was disclosed today as a mysteriously powerful person.

Premier Camille Chautemps, sensing the danger to his government as a result of the collapse of the Bayonne pawnshop and the estimated loss of \$40,000,000 to investors through its alleged bogus bonds, summoned Albert Dalimier, colonial minister, and demanded a clear statement of his connection with the affair.

Lobbies of the chamber of deputies seethed with rumors that "Handsome Alex" Stavisky held a card as inspector in the French secret service.

His acquaintance with cabinet (Turn to Page 2, Col. 2)

CHECK DAMS BREAK BUT NO DYNAMITING

LOS ANGELES, Jan. 5. (AP)—Indications were found by investigators today that the breaking of check dams—small flood control structures effective in ordinary storms—has resulted in the sudden loosening of clogged-up debris and boulders, probably caused most of the havoc wrought by the disastrous New Year's eve flood around Los Angeles.

Finding no basis for rumors that a dam had been dynamited in the hills back of the main flood area Sunday night, the investigators reported late today that every check dam for four miles up Pickens and Earl canyons had been broken by flood waters.

The investigation was made by Captain Norris Stensland of the sheriff's office and county flood control engineers.

Stensland expressed belief that some of the repeated torrents of water that almost deluged Los Angeles Monday night, when the Glendale levee was caused also by huge piles of debris breaking loose and releasing dammed-up water behind.

Salem to Insist Offices Of Liquor Board be Here

Vigorous protest will be filed by the Salem chamber of commerce and other organizations here if any attempt is made by the state liquor commission to establish its principal office elsewhere, it was indicated Friday after reports that the commission entertained such an idea were carried in "The Statesman" this morning.

Section four of the liquor control act provides specifically that the "principal office" of the commission shall be located in the city of Salem. Attorneys Friday ventured the opinion that location of the principal office of the commission in any other part of the state would be in violation of the law.

Those attorneys referred to a precedent established in 1924 when the circuit court issued a writ of mandamus against the state banking department ordering its removal from Portland to Salem. This suit was filed by George

CALL DAIRY STRIKE IN CHICAGO REGION

Flow Into City to be Cut Off 90 Per Cent Today Association Claims

SALEM, Wis., Jan. 6. (AP)—(Saturday)—The first violence attributed to the Chicago milk strike was reported to have occurred at midnight last night when a group of 35 pickets halted a truck load of cream and two truck loads of milk and dumped the whole consignment. The shipment was being made from Lyons, Wis., to Chicago.

CHICAGO, Jan. 5. (AP)—Leaders of 18,000 organized dairy farmers within a 100 mile radius of Chicago tonight called a strike effective immediately in support of demands for higher prices.

They said the strike would cut tomorrow's flow of milk into Chicago by 90 per cent and that it would be continued "until we get a fair price for our product." (Turn to Page 2, Col. 1)

REMODELING CITY HALL IS PLANNED

Mayor Douglas McKay said yesterday he would ask local architects immediately to make tentative plans for remodeling and improvement of the city hall here, CWA funds providing the money. The architects will be asked to serve on a contingent fee basis.

The mayor indicated the city hall needed extensive changes, having served since 1896 almost without any improvements being added. Hugh Rogers, city engineer, said the walls of the structure were in good shape and adequate to carry any interior remodeling plan determined upon.

There was some talk between the mayor and the engineer favoring the improvement of the third floor and the addition of a fourth floor.

To date, CWA allots only 20 per cent of a project funds for materials. Any larger percentage of total cost going to materials, would have to be provided from city funds.

Five Indictments Brought by Jury; 3 Remain Secret

The grand jury, reporting here late Friday, returned two indictments which were made public and three which were not publicized, awaiting arrest of the indicted persons.

Edgar R. King, Salem youth, whose car struck Seth Williams at Church street, December 20, was indicted for reckless driving.

W. J. Carter and William H. Stivers were indicted for uttering a forged instrument. The latter was a check for \$30 drawn on Ladd & Bush October 5, 1932, and signed W. J. Davis.

CURB ON RIVER WANDERINGS IS PROJECT HERE

Revetment on Polk Side is Proposed by Chamber; Need Said Urgent

New Channel Threatened by Willamette; Docks Here To Suffer as Result

William F. Ellis, president of the chamber of commerce, yesterday announced that the chamber has taken up the matter of river revetment opposite Salem and will call for a report from a local committee on changing conditions of the channel preparatory to asking the channel preparatory to asking the cooperation of the government army engineers in protecting the present channel.

Conditions observed at the time of and following the last flood waters are responsible for this move. A move to get the government engineers interested in river revetment at this point was taken up after a flood some years ago, but was not pushed.

In the move now initiated, President Ellis has appointed Paul B. Wallace, County Engineer Hedda Swart and Senator C. K. Spaulding to prepare a report and Mayor Douglas McKay has appointed Sam H. Burkes, chairman of the council public utility committee, to serve on the committee as a representative of the city.

Adding further support to the plea for revetment, the chamber will, with the report in hand, ask for the cooperation of both the Polk and Marion county courts and the city of Salem in submitting petitions to the engineers for the improvement.

Within the past four or five decades, the river channel has done considerable caving, particularly cutting down Water street along the east side of the Salem river front.

The present situation threatens especially the buildings in the vicinity of the Mellow Moon dance hall and the territory at the Polk county end of the bridge.

Hedda Swart declared following the recent flood which brought the Willamette to 21 feet, that it was apparent the river is making ready to cut a new channel, swinging over until the main flow will be where the Mellow Moon dance pavilion now rests and under the approach to the bridge joining the two counties.

If such reality should come, the present docking site here would be badly hampered, and probably hit out of commission when the river is extremely low. Swart has, over a period of years, made a considerable study of the river channel and its restlessness here. Spaulding and Wallace both also have kept an eye on the river conditions.

No estimate of how much work will be necessary, should the federal engineers see necessity of the project, will be available until the committee makes a thorough report.

Since the floods of late December, several of the buildings in the flood area along the Polk side of the river across from Salem have come under plans for moving to a more secure ground, according to word this week from West Salem.

CONTROL BILL HAS FURTHER BATTLES

OLYMPIA, Wash., Jan. 5. (AP)—The army of house supporters of the Steele liquor control bill today again held the fort against liberalizing amendments as the battle of the heard a close.

Mustering 67 of the 95 votes, the majority organization defeated an amendment to allow the sale by the glass of mixed drinks of 23 per cent alcoholic content in hotels, restaurants and clubs with meals, and voted down a proposal to eliminate the provision for the permit system from the measure.

The main change adopted was one to increase the cost of the permit from 25 to 50 cents a year.

When the house adjourned late in the day the supporters of the bill drafted by Governor Martin's state advisory liquor commission faced only one more major battle—that of deciding the setting up of the state liquor control board to regulate the sale of liquor by state retail stores.

Yankees Release Pennock, Sewell

NEW YORK, Jan. 5. (AP)—The New York Yankees formally confirmed today the unconditional release of Herb Pennock, veteran pitcher with a 21-year big league service record, but softened similar notice to Jolie Sewell, veteran infielder, by announcing his re-engagement as a non-playing coach for 1934.