



THE WEATHER Unsettled with occasional rain and snow today and Wednesday; Max. "emp. Monday 43, Min. 34, river 3 feet, rain .25 inch.

No. 294

**EIGHTY-FOURTH YEAR** 

Salem, Oregon, Tuesday Morning, March 5, 1935

Chief Figures

## **Revamping of Oregon Government Proposed** in Martin's New Bill

**30-Page Measure Has** Backing of 31 of State Solons

Concentrates Powers In Chief's Hands; May be Rushed

With adjournment of the legislature just around the corner. Governor Martin's legislative leaders yesterday tossed into the senate a 30-page bill providing for the most extensive re-organiration of state government ever proposed in Oregon. It will be Senate Bill 584.

The measure, being rushed through the state printing office last night, bears the names of 14 senators and 17 representatives. and its sponsors freely predicted that the bill could be adopted within a week by the t vo houses. The re-organization measure. while not termed a "cabinet form" of governmental adminis-

tration, is modeled very closely after the cabinet setup of other states. Six New Departments

## Would Be Created Its salient provisions are:

Setting up of six new departments of state government, each named by directors whose authorized salaries range from \$6,-000 to \$7500 each.

WASHINGTON - President Roosevelt advocates maintenance of adequate merchant marine under outright subsidy plan. WASHINGTON-Supreme court slated to review controversial Frazier-Lemke mortgage moratorium law.

World News at

(By the Associated Press)

WASHINGTON - Advocates of

bonus and inflation open drives in

Domestic:

congress.

Glance

STURGIS, S. D. - Desperado captured after killing one, wounding three in shooting way out of police net WASHINGTON - Senate post-

office committee postpones action on Huey Long's proposed investigation of postmaster general as Farley denies charges. SAN FRANCISCO - Federal ourt holds administration's agri-

cultural adjustment act gives no authority for federal regulation of intra-state milk producers. Foreign: ATHENS - Government troops core slashing victory over rebels

in Macedonia. LEIPZIG, Germany - Hjalmar Schacht urges several year moratorium of interest payments for

German private debts. LONDON-Great Britain points finger at Germany's increased armaments as she adds \$19,750,000 to army budget.

Relegation of the work of pres- claim soviet experiments have es- To make this advancement possient state commissions and boards | tablished possibility of flying | ble, the 9-B students selected on rocket planes 30 miles above the basis of (1) achievement



Expense Saved; Portion of 9-B Group Will Enter High in September

Sweeping readjustments entailed in the administrative system of Salem's public schools by the directors' recent decision to end midyear entrance and promotions were outlined last night by Superintendent Silas Gaiser. They will include promotion of some pupils, retarding of others, changes in the entrance age for first graders, and elimination of the divisions of school year groups

The changes in the system will ultimately benefit all pupils, save confusion at midvear, reduce office work and effect savings in teacher expense, Gaiser said. It is planned to concentrate on completing these changes during the present semester in order that the new plan may be fully under way by the time the new school year opens next fall.

**Junior High Group** 

At Parrish and Leslie junior high schools the present 9-B classes, consisting of pupils who finished the eighth grade last semester, will be classified so that the better students will be able to enter the senior high school with the present 9-A group next fall.

will not have to compete with

Requirements of students to be

"accelerated" will be worked out

by department heads and teach-

Adjustments on a similar ba-

sis will be made within the jun-

for high schools for students in

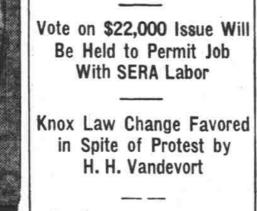
the present 7-B and 8-B groups.

than 35 boys and girls under this

"acceleration" program would en-

Gaiser estimated that not less

ers by March 14, Gaiser said.



FOR APRIL

play of forensics that was more intense than usual, three major pieces of business were pushed through at last night's city council meetings:

said.

1. A special election was called for April 12 to vote on issuing \$22,000 worth of drainage bonds as part of the city's share in the cost of the proposed B and D street storm sewerage system. 2. The council went on record 13 to 1 in favor of House Bill 451, now in the legislature, which

would amend the Knox law to specify that cities shall have the right to license, tax and regulate he sale of beer and wine. 3. The bill for \$100 dues and

\$150 legislative assessment rendered by the League of Oregon Cities was compromised at a total of \$175. Would Provide Relief From Flood Trouble The bond issue, introduced by

Alderman Cuyler Van Patten, would provide relief from the flooding of sanitary sewers which has annually caused widespread complaint in East Salem, Van Patten said. Some \$13,000 needed TVA had no right to compete in addition to the \$22,000 from with private concerns in the sale of the bonds as the city's of electricity. In another share in the project would be se-

25th and Walker streets as orig-

inally contemplated. The west-

Be Made up by

The two days of SERA work

lost by men and women on the re-

SERA Workers

street funds now on hand.



val front also was reported. A terrific aerial bombardment was Upside-Down Stomach Case reported to have set the flagship of the rebellious Greek fleet Gets Attention; Held aflame late today and the government unleashed fresh forces "Precarious" Now to stamp out civil war in Mace-

Virtually all Alyce's digestive

organs were up in her chest where

her left lung should be. The lung,

too, was there, collapsed under

Stomach, intestines, large and

small, spleen and appendix were

kle he sprained recently.

the pressure.

donia and Crete. Five planes which left with their bomb racks loaded to capacity for a raid on Souda bay, rebel base in Crete, returned to down" stomach was righted in an report they made two direct hits on the 9,450-ton cruiser Averoff,

Government success on the na-

pride of the Greek navy. Already severely battered, the Averoff was struck in the stern by the 250-pound high explosive ing physicians described her conmissiles. Flames rose high in the dition as satisfactory. They said sky, the fliers said. she was sleeping and that her pulse was 130, about normal.



**Boards Through Tithing is** Answer; Van Winkle Says \*\*\* **Governor Can't Change** Full Restoration Upon Low

Salaries, 10 Per Cent on Higher Ones But Cost Not Above Last Biennium

FALL RIVER, Mass., March 5 The indignation of Governor Charles H. Martin over proposed (Tuesday)-(AP)-Ten year old Alsalary increases cast its spell on yce Jane McHenry, whose "upside the joint ways and means committee last night, a majority of operation Monday, spent an units members retracting their forcomfortable night and her surmer stand and agreeing to markgeon early this morning described edly lower salaries for staty her condition as "precarious." workers in 1935-1936. Late Monday afternoon, attend

After considering numerous amendments, the committee finally agreed:

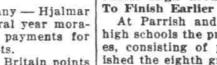
1. To restore all salaries of \$100 or less to the 1931-1933 scale.

2. To restore all salaries above that point, one-tenth of the amount they were reduced for 1933-1934.

The committee then proceeded to recapture fully as much money for the general fund as the sal-



into A and B classes.



MOSCOW - Russian scientists

more advanced pupils.



Nearly smothered under a dis-

strictly advisory functions. Appointments of all directors earth.

by the governor and through them, the appointment of 22 division supervisors, at salaries left for determination to the department directors.

Addition of three major duties to the work of the secretary of state whose organization is to be called the department of state and whose salary is to be increased to \$7000 a year.

Removal of all duties from the state treasurer except the handling of state funds and a membership on the state board of control which will continue to have charge of the state institutions. Abolition of the state highway

commission and placing of complete control of the department of highways with a director. Governor Martin accompanied

the bill with a special message to the legislature.

## **Extensive** Changes **Denied** in Message

Denying that any extensive session.

changes were asked, the executive declared that his proposed measure "affects only functions under the direct appointive power of the governor." He said, "Under our present cumbersome and inflexible system whereby so much administrative authority is vested in innumerable boards and commissions, the governor loses direct contact and central control over the administration of most of the important duties after " such appointments are made."

The governor declared activities of the majority of boards nus drive. and commissions would be continued in "their proper advisory capacity." He added that the "spending power of the various boards and commissions and o"1er state agencies would be restricted and the authority to commit the state to expense materialury. ly reduced."

We have too many high-salaried officials and commissions supervising or doing work that should be done by deputies and other subc dinates," the governor continued. "By transferring

(Turn to Page 10, Col. 1)



PORTLAND, Ore., March 4 .-(AP)-Two Portland policemen accused of taking articles from a pharmacy were suspended today pending a hearing before a board

of commanding officers. Police Inspector Leon V. Jenkins and Captain J. J. Keegan, chief of detectives, ordered the suspension of Patrolmen M. E.

Nelson and R. C. Moulton. Informed by two newsboys that

the door was open early Friday, the patrolmen investigated, helping themselves to cigarettes and candy and later calling the proprietor, Edward S. Fletcher, Jenk- there was a clear view of the track ins said he was informed by for a mile. George Campau, 16, one of the newsboys.

NO DAMAGE FOUND Jenkins said Campau refused

tests, (2) teachers' judgment and LAUSANNE, Switzerland-De-(3) past records, will take extra tective guards 11-year old probwork this semester and be grouped together on entering the senable future king of Siam at school. for high school in order that they

INFLATION DRIVES COME IN BUNCHES

**Bonus Argument Centers on** Currency; Townsend and Lemke Plans Press

of expanding the currency than

All the witnesses advocated en-

certificates.

fronts.

ter senior high school ahead of the usual time next fall and "if WASHINGTON, March 4-(AP)the senior high can accommodate The irrepressible issues of inflathem, the number may be subtion and payment of the soldiers' stantially higher." bonus were woven at least tempor-

In all cases of readjustments arily together tonight as advoof classes consent of the parents cates of both courses drove into will be asked before action is their first major campaign of the taken, the superintendent emphasized.

A day of bonus hearings before B-group pupils of the present the house ways and means comsemester who are not advanced mittee evoked more testimony ex-(Turn to Page 10, Col. 5)

pounding the disputed desirability Cleaning Works was devoted to the straight-out question of cashing the service Ordered to Give

Back Eight Jobs actment of the Patman bill to pay the veterans with newly issued currency-more than two billions of it-and included individuals PORTLAND, Ore., March 4. heretofore identified with infla-P)-The regional labor board totionary moves rather than the boday ordered the Portland clean-

ing works to restore jobs and give Smartly groomed officials the American Legion awaited back pay for time lost to eight their opportunity-coming tomorworkers in a dispute with the company over union activities. row-to support the Vinson bill, The regional office report said which makes no provision for

raising the necessary money, the cleaning plant discharged two leaving that problem to the treasemployes for asserted union activities and six others struck.

Inflationary moves appeared, charging the company intimidated also, on two other congressional employes regarding union activities. The laundry and dry clean-

Representative Lemke (R-ND) ing workers' union, affiliated with the American Federation of announced he would file a peti-(Turn to page 10, col. 4) labor, was involved in the case.

Train Kills Eugene Man

reversal of New Deal policies he rendered an adverse decision against the NRA.

Homer S. Cummings, below,

will direct the government's

defense of the \$200,000,000

Tennessee Valley Authority's

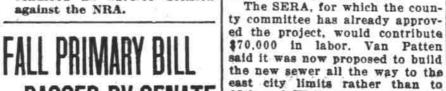
rights in the projected appeal

of the decision rendered by

Federal Judge William I.

Grubb of Birmingham, Ala.

Judge Grubb ruled that the



cured

ern terminus would be at Fifth and Church streets. The bonds would bear not more Zimmerman Brands it "Raw **Deal**" Favoring Special

PASSED BY SENAT

Interests; Vote 23-7

With Senator Zimmerman branding the new deal a "dirty deal" in putting over the change deal" in putting over the change in date for the direct primary and Lost Time May

Senator Burke failing in an effort to alter the new date from September to August, the Erwin bill changing the direct primary date and calling for nominations of delegates to national conventions

by state conventions was passed in the senate Monday afternoon by the decisive vote of 23 to 7.

merman.

ief last week, while federal funds were withheld, will be made up Negative votes were cast by Burke, Carney, Fisher, McCor- to them within a short time, it nack, Staples, Walker and Zimwas announced at relief headquarters, 357 North High street yes-

It was Senator Zimmerman who terday. The staff in the office of carried the brunt of the argument D. G. Metcalf, SERA placement against the measure shouting that office, set immediately at work it was a "big boys's measure, a preparing extra work assignments bankers' measure, a big corporafor the more than 500 men and tion measure, an international women who were called off their bankers' measure" which would jobs Friday and Saturday. give the independent candidate if

The many workers who called he were poor, no chance. there yesterday for last week's He declared that similar bills pay checks or for new assignnever had a Chinaman's chance in ments unanimously expressed satprevious legislatures controlled by isfaction with the situation and (Turn to Page 10, Col. 4) there was virtually no complaint



PORTLAND, Ore., March 4.-P)-Technical knockouts were sprinkled generously in the first

Second of the administration's relief bills went through the sen- round of the preliminaries of the ate late yesterday and will be Pacific northwest amateur fight signed by Governor Martin today. tryouts here tonight to pick fight-The bill provides an appropria- ers for the national amateur tion of \$1,000,000 to be used for championship at St. Louis.

old-age pensions, provided the Both Jim Miller of Oregon State federal government appropriates and George Heodoratos of Washsufficient funds to match the ag- ington State, heavyweights, were gregate amount the counties of idle tonight by defaults, and will meet in the feature battle tomorrow night.

Henry Neuman, 147, Salem, scored a technical knockout in the second round over Fred Hale, 47, Portland.

AMES, Ia., March 4.-(AP)-A hampionship Iowa state basket. ball team wrote a blazing finish to a successful season here tonight and brought the big six basketball title to the cyclone campus by defeating Kansas State in a hard fought battle 39 to 31.

> PORTLAND, Ore., March 4 .-P)-Walter Tinkit Achiu downed Barnacle Bill Watkins in a wrestling match here tonight after the two survived a battle royal

from special sewer and Secret Society Affiliation a change in plans of the operation Ended, Group Restored **Activity Privilege** 

"Several students"-the exact number was not revealed - are men

reinstated to the privileges of They were born in the wrong participating in student activities place. There might not be room at Salem high school after having enough for them in the abdomen. been barred on account of membut if the change could be made bership in secret societies, Superslowly the abdomen would adjust. intendent Silas Gaiser announced The appendix, however, was up

than 41/2 per cent interest and late yesterday. near the heart level instead of mature in not more than 20 years. Their reinstatement, he said, is down near her right hip bone. To It was pointed out by Van Patbecause of the fact that they ten and Mayor V. E. Kuhn that placed upon file early in the year had to be made in a single operathis bond issue was not to be conwritten statements of complete tion. (Turn to Page 10, Col. 3)

severance of connections with the clubs". Since that time they have **BEAVER GUARDS TO** been on probation and "apparently in good faith kept themselves away from connections with these societies," he explained. PLAY TITLE GAMES

A majority of the students to whom the right to hold student offices is being restored are girls. Included among them, he pointed

CORVALLIS, Ore., March 4. out, are "some leaders who are P)-Oregon state's two regular helping out by presenting written evidence that they are dropping guards who have been on the intheir (secret society) affiliajured list for more than a week, tions."

will be back in the lineup when "The school board feels that if the Beavers meet University of students have made an honest ef-Southern California here Friday fort, they should be restored to and Saturday in the Pacific coast student leadership and be given conference championship series. Dr. R. L. Bosworth, team phythe opportunity to have their fel-(Turn to Page 10, Col. 7) sician, announced today that Mose

## Patman Scheme Is Decried Here

State's hopes for the series as the Sentiment against payment of Beavers have had to depend largethe so-ealled soldiers' bonus unly on defense for success this seader the Patman greenback plan son. Lyman's return also strengpervaded the Capital Post No. 9, thens the offense, as he is the American Legion meeting at Fra- highest scoring guard on the ternal temple last night. The gensquad.

eral opinion of several impromtu speakers on the subject was, that

SPOKANE SELECTED the Vincent plan of paying the PORTLAND, Ore., March 4 .veterans with money backed by (AP)-In a spirited contest, Spobonds or other "sound" means kane, Wash., was chosen today was the preferable one, according over Bellingham, Wash., for the to Dr. Verden E. Hockett, com- 1935 meeting place of B'nai mander. No business of import- B'rith lodges of the Pacific north-

ance was transacted. west.

Cabinet Praises Roosevelt at Halfway Point of Term

WASHINGTON, March 4 .- (AP)-1 Not until nightfall did he ob-Silent himself, but with every serve the anniversary itself. member of his cabinet praising dinner to which members of his the results of the new deal, Pres- cabinet and several close friends ident Roosevelt looked today into were invited had been arranged. third white house year that It was given in the Mayflower ho holds questions of great moment | tel which housed the presidential family two years ago before it to his political future.

The overcast skies and the chill moved to the white house. in the air were strangely remin-Secretary Perkins said 2.550 000 men and women had returned iscent of that day two years ago when the President stood on the to employment in private indussteps of the capitol to respond tries and that payrolls were \$80,as Chief Justice Hughes adminis- 700,000 larger each week than tered the oath. they were in March, 1933. She

Instead of preparing to meet said labor department figures banking debacle and threatened showed \$10,000 men working on economic collapse, however, today public works construction, 1,680,found Mr. Roosevelt sending a 000 at emergency works, 400,000 merchant marine subsidy message in conservation work, 145,000 on close its doors. Under arrest to congress and endeavoring to state roads and 12,000 on RFC straighten out a congressional projects. tangle over his four billion dol-

in the chest. It was the appendix that forced ary increases will demand It stiffened the 1933-1934 tithafter the chest was opened. Dr. ing law by making the rate tea Philemon E. Truesdale, chief surper cent on self-sustaining funds geon in the operation, had exup to \$100,000 and three per pected to let the organs move cent on all moneys received slowly and gently down from the above that point. Only exempchest to the almost empty abdo-

tions from the tithing law will be the industrial accident commission and the state highway department.

Savings Last Biennium Go Into General Fund

It then provided that all the savings in salaries by independent boards and commissions, between the 1935-1936 schedule save her life the whole change and the 1931-1932 schedule, would go to the general fund of the state. Only exemptions to this ruling will be the higher educational activities and the state game commission which already owes the general fund

\$47,000. In the last blennium the independent boards and commissions were subjected to the salary cuts but the savings were retained in their own special funds.

The ways and means committee acted after receiving word through Senator Dean Walker that Attorney-General Van Winkle had ruled orally that the governor, under his budget control power, had no right to raise or lower salaries. Senator Strayer contended the opinion was wrong. The opinion served, however, to Lyman's foot infection had imblock a ways and means proposal proved and that Bob Bergstrom that a lump sum increase be given now is little troubled with the anfor salaries to each department Their return bolsters Oregon with the governor empowered to adjust payments to workers as he

saw fit. A quartet of committee members, Senators Strayer and Hess and Representatives Jones and Hill, stayed with the committee's former proposal of a 50 per cent restoration of the salary cuts. When that proposal was voted down, they moved a 25 per cent restoration. That also failed, eight committee members voting no. Senator Wheeler made the motion for the ten per cent restoration. Representative Semon made the motion that all payments up to \$100 a month he restored in full. The committee received a shock when Representative Walface appeared before the body and re-

(Turn to Page 10, Col. 2)

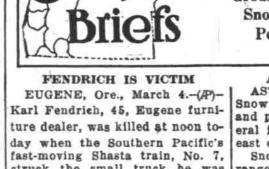


SAN FRANCISCO, 'farch 4 .-P)-Three attacks on cleaning es-

tablishments today resulted in the arrests of six men and injury to a woman in San Francisco's cleaning and dyeing industry's seige on firms refusing to charge code prices.

Injured was Olga Blanton, a nurse, cut by flying glass as she stood inside one of the "independent" places that refused to were Ted Roditsky, 21; William O'Hara, 20; Milton Evans, 31;

On in Umatilla of six contestants. VANCOUVER, Wash., March 4. Secretary Wallace said the Mershal Hockede, 28; Emile Racigarettes offered by one of the from which figures in the com--(P)-The tanker Brandywine pilation were missing. Pascual Costillo and Mickey lar relief program-a tangle farm picture was much brighter bin, 27, and Charles Mallory, 33. officers but took a camera, statwhich grounded on a sand bar in PENDLETON, Ore., March 4.- Maguire divided falls in a prelim-P-Spring wheat seeding is on in inary middleweight bout. Which political wiseacres predict-than two years ago. Surpluses Demonstrations were started have been cleared away by a com-by workmen after 1400 plants ing, "I could use this," and there The total expenditure for penthe Columbia river near here to- sions in Oregon, exclusive of Mal- (AP)-Spring wheat seeding is on in was no objection from the offi- day, was floated at high tide heur county, was \$646,393. The earnest in the Umatilla county. ing shadows upon 1936 and its bination of farm measures and employing 10,000 persons were presidential election. drought, he said, and a gradual closed in protest against price John J. Haleu, 16, was with shortly after 5 p. m. McMINNVILLE, Ore., March 4. presidential election. Besides the farmers who plan-Congress was rebellious on oth-er matters, too, and the soothsay-ers also forecast that his skill in added, had increased from \$4.-object of all three attacks. The The survey also showed that 35 others found winter cold dam-others found winter cold dam-Campau who went home and to The ship was inbound from Los \$10.65 a person. bed but soon arose and reported Angeles via Seattle when it went the incidents. Campau said he aground. There was no indication counties answering queries have aged seeds planted previously ence champion, nevertheless finhas divergent elements also 370,000,000 in 1932 to \$5,262,- nurse was a customer in one of saw \$20 in the safe, but it was the tanker was damaged. The ves- budgeted \$969,240 for pensions and new planting is necessary. ished its season firmly in second reported missing when Fletcher sel is operated by the Sunset Pa- in 1935, or an increase of nearly Effects of January's cold spell place with a 36 to 30 win over would reflect itself in the nation's 000,000 in 1933 and \$6,163,000,- the places when rocks were 000 in 1934. thrown through windows. cific Oil company. arrived. 50 per cent over 1934. did not show up until recently. [Linfield college here tonight. history.



regon

driving. The accident occurred at a rossing five miles north of here.

The truck was dragged half a mile before the train stopped. Witnesses said Fendrich apparently did not see or hear the train. The truck was struck just as it started across the track, although

ASTORIA TO TOLEDO ASTORIA, Ore., March 4 .- (AP)-Snow fell in flurries here today and piled up to the depth of several inches in the coastal ranges

east of here. Snow was general in the Coast struck the small truck he was range as far south as Toledo, it was reput.ed.

Motorists complained that snow freezing on windshields made driving precarious on the lower Columbia river highway.

STATE COST \$646,898 EUGENE, Ore., March 4 .- (AP)-The League of Oregon Cities today reported that 75.5 per cent,

or 7077 of 9377 persons who applied for old-age pensions in Ore gon in 1934, received funds. Malheur was the only county

**Grounded Tanker Floated** Snow Falls in Coast Area Pension Statistics Given

Oregon and the state set aside for pensions in the next two years. The senate has already ap-

proved a bill which increases appropriations from state liquor revenues from \$3,000,000 to \$5,-500.000, the moneys going to aid

the federal government in its work relief program in the state. The final relief measure comes

up in the senate today. It sets

of unemployable persons, The old-age pension plan went through the upper assembly with-

out dissenting vote. Spring Planting

aside \$1,000,000 from the general funds of the state to be used in aiding the 36 counties take care