

BOARD INVITES OFFERS, SITES

Location on Heights South Favored by Martin, He Hints at Meeting

(Continued from Page 1) but saw no reason for inviting the need of making decisions on questions on which they have no authority.

While discussing capitol sites, the board heard that raising of the old statehouse would be completed Saturday. The state has made \$6000 in cash in selling junk from the old building and salvaged thousands of dollars worth of materials which have gone to state institutions, Secretary Fry said.

The legislature will be called into special session in October. Martin indicated as he appointed two men to represent him at the second national convention on labor legislation, called by Secretary of Labor Perkins for Asheville, N. C., October 4 and 5. Champseg Proposal Referred to Miller

A proposal to place Champseg park under the state highway commission was referred to Milton Miller of Portland, with the suggestion that the plan be submitted to the legislature. This action was taken after a committee, headed by Miller, had requested funds for landscaping the park. Fry reported that all WPA projects, including improvements at various state institutions, were progressing.

GOVERNOR MARTIN FACES NEW GRIEF

(Continued from Page 1) large majority of the tags had been issued to as many different motorists, that few motorists had been guilty of repeated offenses against the parking regulations.

The municipal court has not stated a fixed policy as to penalties for violators of parking rules who fail to appear in court of their own accord but discussion at city council police committee sessions has indicated that when there is no valid excuse for non-appearance motorists may find themselves facing a heavier fine than if they had taken the tags into court as soon as they received them. The usual fine is \$1.

Judge Jones yesterday stated that the procedure decided upon called for a great deal of extra work in both the police and the recorder's offices but that it was decided upon because it was the legal method.

JOHNSON GAINS ON WHITE IN CONTEST

JACKSON, Miss., Aug. 28.—(AP)—Paul B. Johnson, trailing Hugh L. White in the race for the governorship of Mississippi, pulled up within striking distance of the lead as returns mounted today.

With 204,298 votes tabulated by the Associated Press at 1 o'clock from 1,196 precincts of 1,433, the count stood: White 102,546; Johnson 100,562.

The Call Board

- ELSINORE Today—Clark Gable, Jean Harlow, Wallace Beery in "China Seas"; Shorts, Cartoon, Comedy, News, Friday—Double bill: Gigantic Spectacle, "She"; John Wayne in "Westward-He". HOLLYWOOD Today—Jean Arthur and Victor Jory in "Party Wire"; Friday—Double feature: Conway Tearle, Boots Malloy, Jory, Hardie Albright in "Sing Sing Nights"; Second feature, Jack Holt, Mona Barrie, Jackie Searl in "Unwelcome Stranger". CAPITOL Today—Double bill, George Brent in "Right to Live"; Allen Dinehart in "Dance Girl Dance". Thursday—Double bill: Paul Robeson in "Sanders of the River"; and Joe E. Brown in "Very Honorable Guy". STATE Today—Claudette Colbert in "Private Worlds"; First run Mickey Mouse in color, "Mickey's Garden." Saturday—Tom Tyler in "The Terror of the Plains".

School District Has \$35,000 in Cash, Announced

Salem school district would pay only 4 per cent interest on its warrants if it had any outstanding. But it has no such warrants and, in fact, has \$35,000 cash on hand. This was the word of Clerk W. H. Burghardt at last night's board meeting.

LEROY ROUNDS OUT DOZEN 'ELIGIBLES'

HOLLYWOOD, Aug. 27.—(AP)—Max West named the 12th eligible bachelor in the movie colony today—but she had to include Baby Leroy in the list to get an even dozen.

"They're hard to find," she said, "because if they're very eligible, they don't stay bachelors." Nevertheless, the blonde movie star compiled the list of those she considered most attractive. It included: Cesare Romero, Lyle Talbot, Ivan Ledebef, Jack Oakie, Randolph Scott, Nelson Eddy, James Dunn, Gene Raymond, Henry Wilcox, Whitney De Rham, Lee Tracy.

The list revealed a wide variety of types, with blondes and brunettes, tall men and short men, about equal in number. What's more the so-called "romantic" type did not predominate, with two comedians, Jack Oakie and LeRoy, on the roster.

She said she was personally acquainted with only a few of the men she named, and was judging, in some cases, from the mannerisms she saw them display on the screen. "That means I may be wrong," she smiled, "because a good director can do a lot for a man."

"Anyway," she said, "what do you mean—'eligible' bachelors. Any guy that's a bachelor is eligible."

DECISION UP TODAY ON BANKING OFFICE

(Continued from Page 1) oppose Governor Martin if he should oppose Mr. Schramm's reappointment. Snell and Holman each have another candidate for the position if Governor Martin chooses not to support Schramm.

Two Salem Men Pass Exam for Army Entrance

Two Salem men and one from Albany have passed final examinations for army entrance and will be sent to various posts for the terms of their enlistment, according to Lee B. Mabie, local recruiting sergeant.

Fire at Pioneer Finally Quelled

PIONEER, Aug. 27.—(Special)—A timber fire which broke out on the Andy Madison place caused much excitement in the community before it was brought under control late this afternoon. Mr. Madison had gone into Salem with a load of wood when the flames were discovered. Under the leadership of Fire Warden Walker, a group of neighbors were successful in extinguishing the fire.

HERE FOR FAIR

Five California residents arrived here yesterday to visit at the J. L. Cutler residence, 2270 Maple avenue, and attend the Oregon state fair next week. They are Mrs. Nellie Scott, Los Angeles; Mrs. Marie Shoulders and daughters, Elsie and Paulette, Santa Rosa, and Blanche Robelar, Ukiah.

SPEED GRIND FAILS

BONNEVILLE SALT FLATS, Utah, Aug. 28.—(Wednesday)—A broken connecting rod of a family oil line defeated an attempt today to better the 134.8 miles per hour speed of John Cobb of London for a 24 hour automobile endurance record.

BEE'S STING FATAL

CLOVERDALE, B. C., Aug. 27.—(AP)—A bee's sting, blamed by a physician today for the death of Tetter Holley, 42, a farm laborer, who died within five minutes after being stung on the R. Cambray farm near here.

Obituary

Vandevort At a local hospital, August 27, Henry H. Vandevort, Residence 435 N. Winter street. Survived by widow, Emma, of Salem. Funeral announcements later by Clough-Barrick company.

FUNDS IN SIGHT FOR BIG TASKS

Money to Start on Social Security Probable But May Lack Portion

(Continued from Page 1) states are entitled to grants for old age pensions.

These studies so far were described as largely superficial. The states named off-hand and subject to a later review by the board were Arkansas, Rhode Island, Vermont, Connecticut, Missouri, Illinois, Florida, Delaware, New York and California.

J. E. Pope, head of the National Old Age Pension association, said a statement congress would render a service to the country by resigning in a body and that Senator Long should lead the movement.

"These birds draw their \$10,000 salaries, but by some hook or crook allow defeat of the purpose of the old humane law they passed and smiled blandly in assuring the world they are 'for old age pensions,' he said.

ITALY IS PREPARED FOR LENGTHY WAR

(Continued from Page 1) expect to have to support a prolonged campaign in East Africa.

They believed that if war comes between Italy and Ethiopia, it will be a question of one gigantic assault, followed by possible guerrilla engagements during occupation of the empire.

Italy has a gold reserve of approximately \$1,000,000,000 lira, which has fluctuated only slightly, due to government control. A little less than 1,000,000,000 lire have been spent for Italy's East African campaign.

PARIS, Aug. 27.—(AP)—Premier Pierre Laval, in the rooms where, seven years ago today, the Kellogg-Brand pact "outlawing war" was signed, tried today to put a new face on events in Africa.

He sought to avert conflict by finding a new definition for what is happening in East Africa which would be acceptable alike to Italy, Britain and the League of Nations.

The British say it is "war." The Italians called it "colonial enterprise."

(If it is war, the British have said they will consider it in violation of the covenant of the League of Nations and therefore ground for the exercise of sanctions, or league-sponsored measures designed to hinder or punish Italy. If it can be considered an armed penetration of Ethiopia which seeks only to insure a safety of borders for the League of Nations and Italian who desire to settle in Ethiopia, Laval is of the opinion it need not embroil Europe and cause the League of Nations to lose faith through failure to solve the Italo-Ethiopian problem by peaceful means.)

HOUSING LOANS IN OREGON NUMEROUS

Modernization loans totalling \$33,951 with a total value of \$127,280,038 have been insured by the Federal Housing Administration, according to a letter received by Sheldon F. Sackett, Marion county FHA chairman, from W. D. Flanders, director of the field division.

The Federal Housing Administration has selected for appraisal mortgages totalling \$143,395,801 and has accepted for insurance \$66,620,613 in mortgages.

An extensive program for the fall months, placing greater emphasis on new construction and the refinancing of existing mortgages is being prepared. It is estimated that the first Better Housing Committee was appointed little more than a year ago such committees have been organized in over 7200 communities and over 4600 of these communities have organized house-to-house canvasses to educate the public on the provisions of the Housing Act and to encourage needed repairs and improvements. These canvassers have made 10,865,473 calls and have reported 2,032,112 different jobs of a total value of \$515,926,518.

Home Owned Theater Hollywood Today & Thursday Love whispered its secrets to a listening world over the Party Wire JEAN ARTHUR VICTOR JORY Added—Comedy, News and Cartoon Comedy

Herman Naegeli Anxious to Get Back to Oregon

SILVERTON, Aug. 27. The first train west after harvest is completed is none too early to suit Herman Naegeli, who went east early in the summer to superintend the harvest on his farm there. Mr. Naegeli has written Mrs. Naegeli that he fails to understand how they could have lived there as long as they did.

In referring to the crops about Fairdale, North Dakota, Mr. Naegeli writes that soft wheat and barley are producing good harvests but the hard wheat crop was completely spoiled by rust.

M'NARY TO REACH OREGON THURSDAY

Will Rest For Full Month; Visitors Welcome But Business Banned

Senator Charles L. McNary will be back home early tomorrow, arriving in Portland at 7:30 a. m. on the Empire Builder from Chicago and motoring home to Fircone immediately upon arrival.

His office announced again yesterday that the month of September had been set aside for the senator as a time for complete rest from business. Heavy duties in an eight months' session of congress necessitate such release from official duties. In October the senator will resume his official work.

His office also clarified a previous statement regarding visitors to his home. The senator will welcome all visitors, it was said, with or without invitation, the proviso being that they come to visit about other things than official business.

Governor Charles H. Martin was expected, however, to see the senator shortly after his arrival to discuss the pending state capitol project. Expedition of this matter before PWA is considered such an urgent matter that it cannot wait for many more weeks.

Senator McNary has taken the lead in presenting Oregon's case forcefully to PWA authorities at Washington.

For a number of weeks Mrs. McNary has been at home at Fircone with their baby, Charlotte. By returning here Mrs. McNary and the infant avoided the intense summer heat of Washington.

ROOSEVELT SIGNS NEUTRALITY BILL

WASHINGTON, Aug. 27.—(AP)—A mandatory law embodying a policy intended to safeguard the United States against war today received the approval of President Roosevelt.

The Pittman-Reynolds proposal direct the president to proclaim a mandatory embargo on arms to belligerents in event of a declaration of war between two foreign powers.

Under a last-minute compromise, the arms ban and a provision making it unlawful for American ships to carry arms or implement of war to any port of belligerent countries or to a neutral port for trans-shipment to a belligerent would expire February 29, 1936.

But after that date these provisions would remain in force. A licensing system for the manufacture and export of arms and munitions under the supervision of a board of cabinet officers.

Discretionary authority for the president to restrict or close the territorial waters or ports of the United States to belligerent submarines, to prohibit American citizens from traveling on ships of warring nations except at their own risk unless in flight from a country at war, and to require bond of any vessel suspected to be about to carry men or supplies to a belligerent ship at sea.

GIRL WILL NOT DEFEND TRUST

Elaine Hunt Will Waive All Right to Income Under Estate, Declares

(Continued from Page 1) the assets of the Steeves estate which had an estimated value of \$125,000 in addition to the private trust. The trustees were not allowed to sell securities in the trust, under its terms, until the securities reached at least 97 1/2 per cent of their par value.

Attorneys for Mrs. Steeves could not be reached late last night but it was presumed that Miss Hunt's decision would provide the means for the circuit court declaring her position sound and relieving the \$150,000 in par value of securities from the \$100 a month lifetime claim of Miss Hunt.

AMERICAN PROTEST SPURNED BY SOVIET

MOSCOW, Aug. 27.—(AP)—Soviet Russia firmly "rejected" today the United States' sharp protest against activities of the communist internationale.

Moscow denied it had violated a promise not to interfere in the internal affairs of the United States when recognition was extended in 1933.

Standing firm on the argument it has put forth on previous occasions, the soviet government said it "cannot assume and has never assumed any obligations regarding the communist internationale."

The answer to the American protest was contained in a note N. Krestinsky, under-commissioner for foreign affairs, handed William C. Bullitt, the United States ambassador, early this afternoon.

He acted for Maxim Litvinoff, commissar for foreign affairs who is on vacation in Czechoslovakia. The statement in Bullitt's note charging "flagrant violation" of the soviet union's obligations "does not follow from the obligations assumed mutually by both parties," Krestinsky said, "in view of which I cannot accept your protest and am compelled to reject it."

LANE COUNTY FIRES PARTLY CONTROLLED

EUGENE, Ore., Aug. 27.—(AP)—Lane county forests continued to blaze in two widely separated areas tonight, but state fire wardens reported the fire fighters were gaining control of the flames which were encouraged by high temperatures and low humidity.

More than 200 CCC and civilian fire fighters had formed fire lines around the two blazes north of Blackley near the Sluslaw highway which had destroyed a house and barn and 600 acres of timber land.

A light breeze aided the flames in the spot fire near Star which was being fought by CCC crews from the Fall Creek camp. The eastern fringe of the burn on the slope of Hawley mountain was spreading but flames on the west had died down.

YOUTH SAVES GIRL AND THEN DROWNS

KELSO, Wash., Aug. 27.—(AP)—While rescuing two girls from a sand bar in the Cowlitz river, James McMillan, 16, of Kelso, drowned near here tonight.

McMillan and a companion, Leslie Allen, 15, had swum to the sand bar and were returning the girls to the bank when McMillan sank.

Firemen searched the river for two hours without finding his body and then abandoned the hunt until daylight.

Allen said he and McMillan swam to the bar to bring back the girls, Marcelline Dupras, 13, and Virginia Dunston, 14, who were exhausted from swimming the channel. After reaching the bank with the Dupras girl, Allen turned back to help McMillan and saw him sinking as Virginia waded ashore.

ALARM IS FALSE

Two fire trucks were dispatched to the junction of Broadway, Hixk and Liberty streets at 6:40 o'clock last night in answer to an alarm. Firemen found the fire was started purposely, to burn rubbish, and was doing no damage.

WOLFE CAR STOLEN

Ward Wolfe, 1520 North Capitol street, notified city police last night that his automobile, a sedan bearing Oregon license 144-008, had been stolen from Liberty street near the army.

Authorize Snell To Arrange for Session Housing

Secretary of State Snell was authorized yesterday by the board of control to negotiate for housing facilities for the ongoing special session of the legislature. Governor Martin indicated that the special session would probably be convened some time in October.

Two proposals were submitted to the board. One involved the state armory in conjunction with a part of the Marion hotel and the other the Elks temple. Rental on the hotel space was fixed at \$25 per day, plus the regular price for sleeping rooms which would be used by committee members.

Officials reported that most of the legislative supplies already had been purchased and that prices for chairs and desks were now being considered.

SPEEDING SCHOOL PROJECT PLANNED

(Continued from Page 1) plans could be submitted to the latest deadline, September 3. The date was not set last night for the necessary \$600,000 district bond election because all legal work in connection with the call had not been completed.

The directors will meet at 3 p. m. today to confer with Paul T. Jackson, former Klamath Falls school superintendent, and now a PWA official, and expect to meet C. C. Hockley, Oregon PWA engineer, on his announced visit here Friday to speed up the state applications to PWA.

New Senior High Arrangement Talked Plans for the proposed new senior high school building located north of Olinger field and facing on 14th street provide tentatively for an auditorium seating 2500 persons, suitable for civic gatherings, 20 stories high, the building would be approximately 400 feet long and accommodate 1800 to 2000 students. The present senior high buildings might be retained for commercial and shop students.

The directors accepted the resignation of Verneia Herron as senior high school sewing instructor but deferred election of a successor pending investigation of the qualifications of a local applicant, urged by Directors E. A. Bradford and Percy R. Cupper.

The 1935-36 school calendar, adopted last night, calls for classes to open September 16 and close next June 12. Spring vacation would coincide with the state basketball tournament.

ELKS TO HOST MEETING

The Elks club is sponsoring an Irish singing contest Saturday, August 31, at the club matinee. The winner of this contest will receive a phonograph record of his voice.

Any vocalists who would like to enter this competition are advised to be at the Elsinore Friday afternoon at 4:30 o'clock.

MOST OF STATE IN HEAT WAVE'S GRIP

PORTLAND, Ore., Aug. 27.—(AP)—Generally higher temperatures and lower humidity further added to Oregon's fire hazard today. The state's two largest conflagrations were reported fairly well under control tonight, but new outbreaks in widely-scattered districts attested to the general danger.

Reinforcements moved into Benton county in western Oregon today had partially halted a 400-acre blaze which State Forest Inspector J. R. Nealy said was of incendiary origin. Another fire in Benton county earlier in the day had necessitated a split-up of fire-fighting forces.

Higher temperatures sent thousands to bathing beaches and seashore resorts today. Portland's maximum was 95, one degree higher than yesterday. In southern Oregon, Grants Pass recorded 96, Medford 94 and Roseburg 97. Eastern Oregon also shared in the heat, LaGrande reported 88.

The majority of logging camps in the western part of the state remained closed due to the fire hazard. Forests in 10 counties are closed to entry.

Hunter to Make Home in Eugene, Word at Denver

DENVER, Colo., Aug. 27.—(AP)—Dr. Frederick H. Hunter, chancellor-elect of the Oregon system of higher education, plans to arrive at Eugene, Ore., September 1 to make his home, it was learned here today.

Dr. Hunter, his former secretary said, is now vacationing at Lake Louise, Canada.

The educator recently resigned his position as chancellor of Oregon university to accept the Oregon post offered him last spring by the Oregon state board of higher education.

ELSONORE Today and Thursday

Flaming Fury of the Tropics! CLARK GABLE JEAN HARLOW WALLACE BEERY 'China Seas' Extra Special! Bing Crosby, Mary Pickford, Ted Flio Rito and Others

"Star Nite at the Grove" All Color

INDUSTRIAL GROUP FORMED IN OREGON

Organization For Orderly Relations With Labor Visioned at Meet

PORTLAND, Ore., Aug. 27.—(AP)—The Industrial Relations association of Oregon, having as its credo fairness to employer and employee, was formed here today at a meeting of 150 Portland business and industrial executives.

Principal speaker was E. R. Perry, general manager of the Merchants and Manufacturers' association of Los Angeles.

Articles of incorporation for the group were filed at Salem by Horace E. Mecklem, who presided at the meeting as temporary president, John H. Smith and E. A. Neupert.

Mecklem explained that Perry had been "borrowed" from Los Angeles to help perfect the Oregon organization.

The "code of ethics" adopted by the group recognized "the right to strike and also the 'right-to-work,'" placed the group on record for the payment of "a liberal wage for honest service," declared opposition to "the exploitation of labor in every form," pledged the organization to "a fair investigation of grievances presented by any worker, whether union or non-union," stressed the asserted right of collective bargaining, and expressed the belief that "it is the right of every man to work and it is his unquestioned privilege to employ his labor without any hindrance or coercion."

The keynote of the meeting was declared to have been struck by Franklin T. Griffith, president of the Portland Electric Power company, who said:

"The world's under any circumstances be a party to an organization like this unless it was distinctly understood it would recognize fully, frankly and wholeheartedly the rights of labor."

"It is necessary that the labor racketeer be eliminated. But labor must be confident that we're not harboring the employer racketeer ourselves. I am hopeful that we may inspire labor leaders with principles equally as high and fair as ours. We can and should become a more unified, more central labor council."

Perry urged business men to "keep wages up" and said that such a policy is generally beneficial to everyone because of the increased buying power it provides.

Perry charged the "new deal" was causing a large number of employers' troubles, and urged the Portland group to remember that "at least one-half of the responsibility of our business is to labor."

"By all means give labor a chance to express itself. But labor has far more votes than you, and if you refuse to listen to it there's always the ballot box. Give those votes leadership."

He declared that unless employers in general temper their attitude toward labor and give more consideration to the human element in their relationships, the employers would be wiped out within five years.

Chairman Mecklem, after revealing that the organization was the outgrowth of a private session held by 30 business men last week, said:

"We shall not be a militant group. We believe there is a common ground upon which labor and capital can meet. On the other hand, it certain labor lions persist in following radical leadership and interfering with our efforts to adjust disputes amicably, we, also, shall resort to militant tactics."

A board of 15 directors is to be chosen at the next meeting, and they in turn will elect a permanent president, Mecklem said.

RADIO VETERAN DIES

HOLLYWOOD, Calif., Aug. 27.—(AP)—Tom Murray, 60, pioneer radio singer and "Hill Billy" organizer, died today at his home in North Hollywood. He is survived by his widow and three children.

CAPITOL 500 15c Seats

LAST TIME TODAY 'Right to Live' with George Brent 'Dance Girl Dance'

TOMORROW — FRIDAY — SATURDAY — 2 GREAT FEATURES —

THREE WHITE MEN HELD A WARCRAZED NATIVE EMPIRE AT BAY! ...The amazing story of how they ruled by the force of their wills alone. EDGAR WALLACE'S Thriller with PAUL ROBESON LESLIE BANKS NINA MAE MCKINNEY —And 2nd Big Hit— JOE E. BROWN IN DAMON RUNYON'S LAFF YARN "A Very Honorable Guy"

STATE THEATRE IT STARTS TODAY! "I WANT HELP!" I understand the natural instincts all men and women hide even from themselves. But how can I help myself? "CLAUDETTE COLBERT in PRIVATE WORLDS" A Four Star Story with a Star for Every Role! with CHARLES BOYER-JOAN BENNETT HELEN VINSON- JOEL MCCRERA Directed by Gregory La Cava - A Walter Wanger Production - A Paramount Release