Little Merchants Statesman carrier boys must pay for the paper they deliver to you; prompt payment on your part aids them in their small business enterprise.



The Weather **Unsettled** with rain today and Wednesday; moderate temperature; Max. Temp. Monday 47, Min. 39, river -.2 foot, rain .01 inch, southerly wind.



Liggett was returning to his apartment tonight after a grocery shopping tour. In the rear seat were his wife, Edith, and his ten-year-old daughter, Marda.

He drove into the alley in

at Large After Two Years' Digging

Others Traced, Capture Expected; Ingenious Plot Is Revealed

WALLA WALLA, Wash., Dec. 9 -(AP)-Arrest in a beer parlor tonight of the sixth of the long-term convicts who escaped early today through a tunnel under the wall of the Washington state penitentiary left only two of the fugitives at large.

Harvey Scott, serving 7 to 15 years for robbery, was captured by a prison guard as he drank a glass of beer.

Elmer Johnson, former deputy sheriff, who led the party which captured four convicts at Page this afternoon, left with a new posse to seek John Weaver, 27, and Herbert Jackson, 20, both serving terms for robbery, the remaining fugitives. Whereabouts of Others Suspected

Johnson said he thought he knew where they were and expected to capture them. They were reported seen 60 miles north of here. They commandeered a telephone operator's car at gun point early today. He said the four captured in a group today had wooden guns.

truck he tried to steal. The four country and surrendered without a struggle.

today and PWA officials at Portwho were captured later were lost land Wednesday, making way for in the semi-desert Snake river an early start on the two projects. Members of the contracting firm will be in Salem today to

The escape was not discovered meet their subcontractors, all of by prison authorities until break- whom will be local men. The day **Garden Club Is Taking** board a members of the building firm The men probably used knives stated that they could start work and other utensils to dig the 45- within less than a week after the contracts were signed. They declared they would use Salem latwo years. The dirt was carried bor with the possible exception of

Day in Vicinity

Lighting Contest mishap in Alberta today. Fifty-six . The Marion county grand jury voyage of the China Clipper. Bob writes: "The Clipper a bob writes: "The The blast was the second mine

shaft at the Kent coal mine, near investigation of the case of Dan ed with the first load from the Two New Districts Added; Edmonton, while a surface fire Kellaher, ex-state parole officer, mainland November 20 and nas jured. was destroying the hoist, putting who was bound over to the jury given a grand welcome." The out-Edmonton, while a surface fire Kellaher, ex-state parole officer, mainland November 23 and was believed to be seriously in-

between 6 and 7 o'clock.

foot tunnel, a job Warden J. M. McCauley said had taken them back into the cell house in cans, pockets and other containers, and sent down a sewer. **Tunneling Job Is**

Race With Time

The tunneling job was a race with time, Warden McCaulley to permit contracts for this prosaid, for the fact that the prisoners were receiving their meals in their cells while the dining room was being overhauled facilitated the escape. The work on the din-ing room will be completed within a few weeks.

Working with infinite patience Durning, Johnson, Thompson and Miles had cut a hole 8 by 15 inches in the cell floor, near the foot of one of the bunks. A steel dent Roosevelt and the American inlay in the floor apparently had farm bureau federation shook been cut with hacksaw blades. hands today on the new deal's They also had made civilian agricultural program. clothes, which they kept hidden in the tunnel during their long ed for measures to restore rural project.

Apparently they fled as soon as they got outside the walls, for camouflage that end of the tun- Edward A. O'Neal,

that a long piece of garden hose. which had been missing for to the digger, who placed an end of the hose in his mouth. One for farm ballots. man worked at a time.

The investigation revealed, the warden said, that the convicts had been working on the tunnel two years instead of one as was first believed.

Grange Argument

The Oregon state grange, through its executive committee, yesterday filed with the state department here arguments against three measures to be referrd to th voters at the special election January 31.

The arguments will be printed in the voters' pamphlet. One argument urges referendum of the law providing compulsory student fees for all persons attending Oregon's higher educational institutions.

Another seeks defeat of the sales tax law and third opposes the measure changing the time of holding the primary election from May to September.

Showdown on War or **Peace Expected Next** Two Days, French View

(By the Associated Press) A screen of silence in Rome surrounded the "showdown" Monday in the Italo-Ethiopian war.

Governor Martin, Secretary of Premier Mussolini in a brief State Snell and State Treasurer for next season. He said only address to the senate did not Holman all agreed that Oregon 1600 acres had thus far been ica, Calif., special representative a carpenter's square in his shop

a foreman. Rush Changes in Senior High Plans

Revised plans for changes agreed upon in the senior high building should be ready in time ject to be signed Wednesday,

(Turn to Page 2, Col. 1) F. R. Shake Hands

CHICAGO, Dec. 9-(AP)-Presi-

His recital of triumphs claim-

purchasing power-frequently in-Each morning they had cover- terrupted by cheers from the esed the hole with a cement-cover- timated 19,000 persons attracted ed board, which matched the cell to the opening session of the fedfloor, and placed a stand over it. eration's 17th annual convention -was capped by pledges of support for Roosevelt farm policies no attempt had been made to from the organization's president,

In international amphitheatre Warden McCauley said he at the stockyards, capitol of the learned through investigation corn belt which has been looked on as one of the chief battlefields of the 1936 campaign, the presimonths, was used to furnish air dent delivered what many observers regarded as his opening bid

Then from Chicago, accompanied by Postmaster General James A. Farley, he proceeded to South Bend, Ind., where he pointed to America's traditional religious liberty as a guide for all nations the Kuyuan district, east of Kaland was honored with a degree gan.

of doctor of laws by Notre Dame university. In his Chicago speech, the pre- students, who shouled against the sident admitted "some mistakes" autonomy movement in north Hits 3 Measures in the general recovery program China and demanded mobilization but declared that economic sitely of the army and nave for war with but declared that economic vital- of the army and navy for war with ity was returning.

Active Part Now night shift as the blast occurred. Due to increased interest shown

f Lethbridge. in the Christmas illumination contest sponsored by the Salem miners at the pithead said. More Ad club and the Salem Garden than 200 anxious men, women and club, two new districts have been

added to the city-wide contest. The new division of the districts follows: District 1, west of Commercial street and south of State; Section of HOLC district 2, south of State between

Commercial and Winter streets: district 3, south of State and east of Winter; district 4, north of State and east of 14th; district 5 north of State between 14th and Winter: district 6, north of State and west of Winter.

WASHINGTON, Dec. 9 .- (AP)-Judging of the illumination en-In two emphatic opinions, the suries has been divided into two preme court today handed to classifications for each district. congress and the administration large two-story homes and smallnew warning against encroacher bungalow type homes with a ment upon rights reserved to the first prize to be awarded for each states by the constitution.

classification in each district. Justice Cardozo, classed among There will also be a grand prize the court's liberals, reported the awarded for the best illuminated unanimous belief of the tribunal ome in the entire city making a that a section of the home ownotal of 13 prizes to be awarded. ers' loan act of 1933 could not The donation of the two addiinterpreted as authorizing he ional prizes was made possible state building and loan associathrough the cooperation of the tions to acquire federal charters (Turn to Page 2, Col. 3)

against a state's wishes. Justice Roberts read a 6 to 3 decision that the federal government could not impose a special

Fighting Is Begun tax on liquor manufacturers and In Northern China dealers who operated in states which remained dry following re-

PEIPING, Dec. 10 .- (Tuesday)-A)-Fighting between Manchoukuoan forces and the Chahar peace preservation corps in southeastern hahar province was reported tolay by Chinese sources.

holders approved the move;



Oregon Products Get Call In State Purchases, Ruled one. was issued yesterday to E. Coffey. who will build it at 840 finance government farmers who participated south 25th street.

Japan.

Oregon products for use of the , be in force in Washington and in State of Oregon-irrespective of California. The board listened to a proposdifferential in price-was deal by L. L. Laws of the state

creed by the board of control yes- flax department who outlined a terday as a policy hereafter to new basis for the purchase of govern that body in its purchase flax. He said it was unsatisfacof supplies. Heretofore the state has bought Oregon products, only processed and sold. He suggested where the differential in price

was not more than five per cent | tract with three-fourths of the eshigher for Oregon goods. The decision came after a group of stationers had come before the board and protested the purchase of supplies in Chicago, although it was shown that

prices quoted here were 23 to 25 per cent higher. Will "Buy Oregon" if **Prices** Competitive

Laws reported difficulty in signing up sufficient flax acreage

clines.

from justice court here under side of the envelope carried the The victims of the Coalhurst charge of offering to accept a mishap were just going on the bribe.

The charge grew out of a document introduced by Ralph Moody, Coalhurst is 10 miles northwest deputy attorney-general, before Governor Martin when the latter "They walked right into death," was considering a proposed par-

don for L. A. Banks of Medford. children gathered there, awaiting Lengthy Document (Turn to Page 2, Col. 6) To Be Shown First

The document purported to show that Banks had agreed to pay Kellaher \$50,000 if he would secure a pardon for him. District Attorney Trindle, who will han-**Declared Invalid** dle the presentation of the case of the grand jury, said he would

> start his investigation by presenting the alleged contract to the jurors; Trindle's office has worked for

months preparing its case. Banks, a former newspaper editor and publisher at Medford, shot and killed George W. Prescott, Jackson county police offi-

cer, during the ballot theft-controversy in Jackson county.

AAA Validity Is Up Before Court

WASHINGTON, Dec. 9-(AP)-The

new deal entrusted its farm-aid policies today to a questioning supreme court which heard their constitutionality gravely defended and vigorously challenged.

Interrogation from the bench in the drama-filled setting quickly still have a chance to place among the winners. aroused conjecture of a possible division among the nine justices

on the vital AAA issue. The palatial courtroom packed with distinguished onlookers heard justices generally regarded as "conservatives" make inquiries so pointed as almost to convey an

impression of skepticism. Offsetting this were interrogations by so-called "liberal" justices that at times seemed to help

Solicitor - General Stanley Reed bring out the strength of the government's case.

uilding was undertaken here last week according to building inspection office records at the city hall. The week's 13th permit for erection of a house, a \$1000 finance government payments to farmers who participate in crop

> **Alibi Is Claimed** For Lebanon Man

witnesses" in the superior court street. first degree murder trial of Clarence Boggie, formerly of Lebanon, Ore., supported today his claim of being in Portland on the day Moretz Peterson, 82, was slain in Spokane.

The murder date was June 26, 1933, and J. Frank Sutherland, who had been associated with Boggie in logging operations, said the accused man dined with him at his Portland home that day. Nathan Enkelis, Portland pawn-

broker, testified that Boggie Frank A. Arbuckle, of Santa Mon- bought an overcoat, slippers and Other Raids Likely **Moody Indicates**

special stamp impression for the flight. Winners of Final **Round Announced**

the mainland, on the first return

Bob writes: "The Clipper arriv-

Bridge Tourney Scores of Series to Be Revealed **Tomorrow**, Stated

ley was taken to the hospital by the Salem ambulance service. Winners of the eighth and final A small girl, believed to be Marsession of the regular competitive tha Jepson, about 10, of Dallas, essions of the Elks - Statesman received painful cuts and bruises bridge tournament were announcabout the knees and left side when ed last night by George Ketchum, she was hit by a car driven by Vivdirector. The play-off will be next Monday night. The winners last ian F. Carr, route three, on a

West Salem street shortly after 5 night were: p. m. She had been reported to North and south, high: Harold police as lost. Hauk, Tom Drynan; second high: Henry Dirks, 61-year-old Prat-George Waale, W. H. Quinn. East um resident who was injured in a and west, high: Mrs. Max Gunter, train-auto crash here Saturday af-Mrs. L. L. McCarty; second high: ternoon, was believed out of dan-Mrs. Ed Baker, Mrs. Oliver Locke, tied with Carl Armstrong and Earl ger at Salem General hospital last Fisher. Door prizes were won by night. No definite indication had been found that he had received a Harold Houk and Elmo McMilfractured skull. Other injuries

consisted of severe lacerations Winners for six out of the eight about the head and face. His wife, essions will be announced in Wednesday's Statesman, Ketchum Lydia D. Dirks, 54, was able to leave the hospital Sunday mornsaid. The players' scores in their ing. highest six games are added to-

gether to determine the winners, he explained. By this method a Willamette Gridman of player who might have had a low score in one or two games would **1907 Dies in Veterans'**

Hospital at Portland

Exonerate Officer in PORTLAND, Ore., Dec. 9-(AP) -Dr. George E. Low, \$0, of

Fatal Highway Accident

Grants Pass, died in the Veter-OREGON CITY, Ore., Dec. 9ans hospital here today. He practiced as a physician in Grants (AP)-A coroners jury exonerated State Patrolman W. A. Lewis of Pass for th past four years and blame in the accident which repreviously was located at Cosulted in the death of B. A. quille.

Hoag, 71, of Meldrum. Hoag was Dr. Lowe was a star on the struck by the trooper's car as he, Willamette university grid team was walking across the high- of 1907. He is survived by the widow and a daughter.



Arraignment of ten local men, said yesterday he would continue charged with gambling, has been his investigations and intimated other raids might be in prospect. set for tomorrow at 2 p. m. be-

Justice Overton set the bail for fore Justice of the Peace Overton each man at \$500 and only three at Woodburn. The men were arrested at 3 o'clock Sunday mornwere at liberty last night. Corey, Dickerson and Umento provided ing in a sudden raid on the home SPOKANE, Dec. 9 .- (P)-"Alibi of Karl Corey, 580 South 16th money to go free late yesterday. Arresting officers obtained

The raid was conducted by six more than \$200 in cash. Corey state police officers led by Cap- last night denied that the money was found on a table, as had been tain Walter Lansing. Armed with a search warrant signed by C. A. reported, saying officers took the money from men in the house. Warren, special investigator for the state police department, the Dickerson said the men were playpolicemen broke into Corey's home and arrested the players. ing "hearts and bridge" when the officers came in and intimated that the arrest had been made Men arrested included Corey, George W. Rice, E. L. Reaney, O. illegally since the warrant was given by Justice Overton on a Umento, a Japanese, Ino Martin legal holiday and since officers Krohonen, Ira Jones, James W. Dixon, George E. Dickerson, Walhad broken into the house withlace A. Ralph, Jack Sherman. out warning.

Police intimated the raid a Corey's houce was intended to bring to light a connection be-

R. C. Varley, 55, of 844 South rear of his apartment and halted Commercial street, suffered a his car. Across the alley, headed fracture of the upper right arm in the other direction, was anand a slight scalp wound at 6:42 other car, lights burning and mop. m. when he was hit by an autor running. tomobile driven by C. M. Madsen,

Liggett stepped from the machine, his arms full of groceries. Three shots rang out in quick succession, apparently from the other car.

hospital that Varley's condition Wife Recognized was not serious. The investigating **One**, She Declares officer said Varley was walking

Two pedestrians were struck by

automobiles here and in West Sa-

lem early last night but neither

445 Court street, in the 800 block

on South Commercial, police re-

ported. The attending physician

announced later at Salem General

He fell and the groceries tumacross the street in mid-block bled from his arms. Mrs. Ligwhen the Madsen machine knockgett leaped from the car and ran ed him a distance of 10 feet. Varto his side. For a moment his daughter was stunned. Then she screamed.

'Don't, Daddy, don't." The other car raced down the alley, turning at the corner.

Mrs. Liggett told police she got only a glimpse of the assailants: but that she was sure she recognized one, and thought she recognized the other. As far as she could see, she said, there were only two men in the car.

'Hotel' to Reopen **Today Says Minto**

The doors to Hotel de Minto, which for nearly four years were the gates to a place to sleep and eat, for transient men, will swing open again today, Chief of Police Frank A. Minto announced last night. The first meal will be served at the dinner hour.

The "hotel" pantry was stocked yesterday with meat, bread and several other staples but still lacking in an adequate supply of the potatoes, carrots and onions so necessary for "flophouse" stew. Chief Minto requested that persons willing to donate vegetables should telephone police headquarters. Supplies will be called

for within the city limits. Regulations will be more lenient under the resumption of police management of Hotel de Minto than they were under the federal transient relief administration but the "patrons" will still be required to pay for their bed and meals by sawing wood or cleaning house. The translent station will be open all night to accommodate the many late arriv-als from freight train and high-way: under the transient relief administration's supervision, it was closed at 10 o'clock each night.



way. Directly in question was the validity of processing taxes, imposed upon companies processing basic agricultural commodities, to

The 23 permits taken out last weak for all kinds of construction

and repairs had a total value of \$17,275. Of this sum \$14,990 was for new construction, \$2185 for alterations and \$100 for repairs. Permits for new houses were

Nearly \$15,000 worth of home

issued as follows: W. Hillman, eight \$1000 G. tory to set the flax price so far ottages, 701 to 715 North Cotahead of the time the flax was W. A. Cladek, \$2250 house age: at 1650 North 18th; C. Townsend, the board have a varying con-\$2500 house at 1545 D; Walter Wiens, \$500 house at 540 South; timated price of flax paid the Mary Pfeifer, \$600 house at 1025 farmer at the time of delivery of North 16th; E. Coffey, \$1000 his crop and the balance paid

house at 840 South 25th. when the market price had been determined. In event the farmer wanted a sure price, the state Portland or Cleveland would set a price low enough to

protect it against market de-**Gets Townsend Session**

PORTLAND, Dec. 9. - (AP) -

tions against a state supreme court ruling that failure to obtain state permission barred them from obtaining federal charters-even though their stock-The advices said the clash ocurred when a Manchoukuoan detachment of 1000 troops invaded

peal of prohibition. The HOLC case involved an appeal by three Wisconsin associa-

mention directly a new Anglo-French proposal for peace, French proposal for peace, French proposal for peace, French proposal for peace, French proposal for by the state al-of the national Townsend head-isometime in the summer of 1933." The state alleges Boggie ey-general, who had been leading tween gambling games, allegedly French proposal for peace, French officials said they ex- were competitive and provided the state penitentiary had an- an interview today either Port- stole the items from Peterson's the gambling investigations in played there, and a downtown 3 'til Christmas Marion county, supervised the "ring" of gambling. pected the next two days to de- it was shown the goods desired nounced it was desirous of con- land or Cleveland will be host at home. raid although he did not accom-pany police to Corey's home. He (Turn to Page 2, Col. 2) termine whether peace will re- could be produced in Oregon. tracting for 3000 acres of plant- the next national Townsend con-The defense opened its case to-A similar policy was said to ing. place the war in Africa. vention. day.