EIGHTY-FIFTH YEAR

Salem, Oregon, Tuesday Morning, March 3, 1936

Price 3c; Newsstands 5c

#### No. 293

# Five Councilmen to Handle Water Program

# Self Defense Story Is Told By John Kyle

Battle in Dark, Demands of Unknown Visitor Related to Jury

Drinking Recalled; Case is Nearing Close in Circuit Court

Waiving constitutional rights, John Kyle took the stand here yesterday as the major defense witness in overcoming the state's first-degree murder charges against the thin, pecunious Broadacres farmer who admitted he killed his "best friend."

Stubbornly resisting efforts of the state to break down his story of self-defense for the shooting of Hugh Jean Sloan, Kyle waivered only slightly in declaring to the jury in Judge L. H. McMahan's crowded courtroom that "I didn't know it was Jean.

Until neighbors had been called in, Kyle declared, he did not know whom he had shot early on the morning following a New Year's celebration in Salem. Memory not Clear

Cn Some of Events Kyle amitted, under penetrating cross-examination, that his memory had not been clear on some events of the fateful night when he was first questioned by officers. In conflict with testimony of Farley Mogan, state policeman. and Joe Smith, neighbor at Broadacres. Kyle denied he had rearanged the covers on the bed for some time that he would seek where Sloan died. Once under vig. some important state office. or us questioning he spoke of "turning to the bed where Jean was" only to explain to the jury that he did not know it was his neighbor there and that he used the reference in the light of later

The state contends Kyle shot Sloan, knew he did so, rearanged the dead man's position on the bed, then went for "help." A blood soaked handkerchief under Sloan's mouth, found by police, was not put there by Kyle, the defendant declared, as the district attorney sought to break down his story.

Kyle declared he had been sound asleep when he was awakened by someone choking him and saying "Come across, you ----." "Quit choking me; I'll give you

anything I've got," Kyle asserted he answered. He then reached for his gun, and allegedly while Sloan's hands were on his throat, pired. fired the fatal shots. Defense Expected

To Wind up Today Paul Burris, defense council, will put his final witnesses on the at the governor's urging. stand today. The bulk of their testimony will be to show that Sloan was subject to fits of intoxication, and that he was frequently violent when drunk. Kyle finished his story late yesterday.

In his direct story to the jury, Kyle said Jean Sloan had come to his house in the morning, that the two had mixed some Tom and Jerries to drink and estimated that they consumed two ints of liquor. Sloan left, reappearing at about 1:30 to go with Kyle to the said it had been assured Mr. Ruhl

On cross examination, District Nine members comprise the board Attorney Trindle demanded to of higher education. Willard know where Kyle got the liquor, but objection of the defense at- Ruhl's appointment is for a ninetorney on this was sustained and year term. the question was unanswered. Several Drinks are

Recalled by Kyle Kyle's story went ahead to tell of their start for Salem, of the breakdown of Sloan's car and return to get Kyle's machine; of day Baker's postoffice receipts in Sloan's producing whiskey after February exceeded those of any Liljeqvist said. The sea-lion arthey left Woodburn and of each man taking two drinks before tory. arriving at Salem. After the fights he said, the two ate at a Chinese place, then went back to Woodburn, stopped at Broadacres at Jone's stor, where Sloan and Kyle drank a glass of beer, and then went on to Kyle's place, reaching there sometime between 8:30 and 9:30 o'clock. He described their entry to the house, and said they sat down an drank some whiskey. estimated at a half pint, or what Kyle said with a smile said "must (Turn to Page 10, Col. 1)

#### Salem Is Omitted In Gas Price Cut

SAN FRANCISCO, March 2 .-(AP)-Standard Oil company announced cuts of % cent to 3 cents in gasoline prices at various points in Pacific territory today. The reductions were made to meet competition, the company said in an official statement announcing the new prices would be

Some of the cuts include: Premium and regular grades, Medford, Portland, Walla Walla, Tama, Seattle, Spokane and Ketchikan 2 1/2 cents.

Third grade - down 21/2 cents at Medford, Portland, Walla Cooperating, Word Walla, Tacoma, Seattle and Spo-

# Two More Burglaries Solved in Confession As Staples Sentenced

Store Robbery Three Years Ago, Theft of Church Collection Money Admitted; Youth Waives Indictment, Gets One - Year Term

IGHT was shed on at least two burglaries which had previously never been solved when Arthur Arley Staples, 22, 1145 Hoyt street, admitted at the county jail last night that he had been implicated three years ago in the robbery of the 20th Century store, then on High street, and in the theft of a collection from the St. Joseph's Cath-

Burke to Run For

Treasurer's Post

Yamhill Senator to Enter

Fight Against Former

Ally, Rufus Holman

State Senator W. E. Burke of

Newberg yesterday announced his

candidacy for the position of state

treasurer. In seeking this office,

he will oppose Rufus Holman, in-

cumbent, in the state republican

It had been predicted for sev-

eral days that the Yambill county

senator, recognized as a liberal,

would seek the office of state

treasurer, which carries with it a

position on the state board of

control, and it had been known

Ruhl Appointed,

**Education Board** 

Robert W. Ruhl, editor of the

Medford Mail-Tribune, yesterday

was named to the state board of

higher education, succeeding Leif

Ruhl, a supporter of Governor

Martin in the campaign of 1934,

was said to be reluctant to take

the position but to have consented

He is a graduate of Harvard

university. He came to Medford

in 1911 and has been continuously

in newspaper work since that

time. In 1934 he won the Pulitzer

prize for his editorial fight against

the Good Government league in

Jackson county where civic disor-

der had resulted from the inflam-

Ruhl has been in California the

last week but the governor's office

would accept the appointment.

Marks of Albany is chairman.

P. O. Sets Record

BAKER, Ore., March 2 .- (AP)-

matory writings of L. A. Banks.

primaries.

Staples admitted his guilt after extended questioning by Sheriff A. C. Burk, his deputies, and representatives of the district attor-

Earlier in the day Staples had pleaded guilty to theft of six women's wrist watches from the Jewel Box, 173 North Liberty street, in a brazen robbery here shortly before midnight Saturday. Waiving indictment, he stood

sentence before Judge L. H. Mc-Mahan and was ordered to serve (Turn to Page 10, Col. 1)

# Debit Checks Are **Highest Since '30**

Almost Equal to Total of 1929; Good Business Here Reflected

Debit checks on the three Same banking institutions during Mott Excoriates Senator Burke, an advocate of lem banking institutions during public ownership, had long been a February hit the highest mark supporter of Holman, but broke since the record year of 1930 and fell less than \$56,000 short of the with the state treasurer several boom year of 1929, according to months ago. He has favored the figures released yesterday through Townsend old age pension plan the Salem chamber of commerce. and when Dr. F. E. Townsend The figures almost doubled Febspoke in this state last summer, ruary, 1933. he appeared with him on the plat-

The announcement came just three years after banking activity in Salem had been paralyzed by the state and then the nation-wide moratorium on banking activities. Then not a bank was open for business in the city, payrolls were met in currency or with uncashable checks and the city waited for word from Washington on the method of bank reopenings.

The bank clearings for February, this year, totaled \$10,444,-241, which is \$886,320 above the \$9,557,921 for the debit check total a year ago. The debit checks for February, 1930, total \$11,-012,424 and for the corresponding Industrial Recovery, month in 1929, \$10,496,829. (Turn to Page 10, Col. 8)

# 'Finegan' Cavorts

MARSHFIELD, Ore., March 2. (AP)-The land-going sea-lion captured in the middle of a grain field south of Portland last week, apparently is alive and thriving, Attorney L. A. Liljeqvist said

Liljeqvist said he was told by keepers at the sea-lion cave on the Oregon Coast highway, that the mammal, commonly known as 'Mrs. Finegan," arrived there Saturday. The sea-lion was freed by a state game commission crew at Nelscott, 75 miles north of the caves, earlier in the week.

"Mrs. Finegan" was recognized by rope marks and an injured Postmaster Sanford Adler said to- eye, incurred when she was shot by a fisherman at Oregon City, previous month in the unit's his- rived in Portland by way of the

## Progress in Raising Funds To Aid Mill City Reported

scriptions to preferred and com- into operation by May 1. Yestermon stock in the Mill City Lum- day bricking in of the boilers at ber company were lined up here the mill began. The first floor of yesterday in the first day's can- the mill has already been contion in the Mill City community. plant, With the help of chamber of commerce members, five men from Mill City, divided into two teams, solicited a sizeable portion of the business community in their first day of work. The drive to sell \$5000 in stock will be continued

"We were well pleased by the first day's response," J. F. Potter, who will be manager of the new mill, said late yesterday. "We

One thousand dollars in sub- | get the new mill constructed and vass of Salem business men for structed and all the construction

pany is cooperating with the new company in getting started, Potter reported. Timber at \$2 a thousand is a favorable buy, he said, especially with the Hammond company furnishing the railroad getting into the timber as well as 25 cars and an engine.

Salem purchasers of stock have an option to purchase either preferred or common stock. Most of Second Death Noted in New Gang Flareup

DeMory, Half-Brother of McGurn, Assassinated in Billiard Room

Method Duplicated When Holdup is Announced, **Guns Bark Chorus** 

CHICAGO, March 2-(AP)-Anthony DeMory, 24, a half-brother of machine gun Jack McGurn, was assassinated in a pool room tonight by three gunmen whose methods resembled those of the bowling alley killers of McGurn. DeMory, who used the name

Anthony Gebardi (McGurn's real name was Vincent Gebardi) was singled out of four men in a card game. He stood with the others at the masked gunmen's command, witnesses said, and was shot four times.

Two bullets struck him in the arm, one in the head, one near the heart. An hour later, without having regained complete consciousness, he died in a hospital. Same Device Used As in McGurn Case

His assailants announcing a "stickup," employed the same device used by the killers of Mc-Gurn, once the chief terrorist of Al Capone's late mob. McGurn was felled by bullets in a bowling alley early Feb. 15, an hour after the anniversary of the St. Valen-(Turn to Page 10, Col. 2)

# F. R. Brain Trust

Professors Kept Recovery Still Around Corner, Avers Over Radio

WASHINGTON, March 2 .- (AP) A "weird crowd of professors and sub-professors" were charged tonight by Representative Mott (R.-Ore.) with keeping industrial recovery and farm solvency "just where they were when the new deal came into power."

The president and his "brain trust" Mott asserted, "have substituted executive dictatorship for representative government and regard the constitution merely as a necessary evil.'

Agriculture are Problems

Broadcasting system) under the auspices of the national republican congressional committee, Mott from traveling from state to state, said two major problems-indus-At Sea-Lion Cave said two major problems—industrial recovery and the destiny of agriculture—faced the Roosevelt agriculture-faced the Roosevelt administration at the outset. The NRA was the solution to the first and the AAA to the sec-

ond, he said. "But with the NRA held in-(Turn to Page 10, Col. 3)

#### **Baldock Named to Survey Committee**

SALT LAKE CITY, March 2 .-(AP)-A committee of highway planning standards of the Western cials was appointed today by Preston G. Peterson, president. Members include:

K. C. Wright, chief engineer of the Utah highway commission; T. S. O'Connell, Arizona; Lacey Murrow, Washington; Charles D. Vail, Colorado; R. H. Baldock, Oregon state highway engineer. The committee will investigate uniform practices in highway planning surveys and will report to the association convention at

#### Postal Receipts Gain in February

Phoenix, Ariz., April 29 and 30.

Postal receipts, one recognized business index, scored a sizeable support of the new milling opera- lumber obtained for the entire gain again here last month, Postmaster H. R. Crawford announced last night. February, 1936, receipts totaled \$19,349.34 as against \$16,399.78 for the same month last year.

The increase to date this year amounts to \$9000, Crawford said. \$500 in Gold Coin Found

In Basement, St. Helens

ST. HELENS, Ore., March 2 .think the mill's operations is going to be of decided benefit to Sa-been to the preferred stock which earthed \$500 in 320 gold coins lem. Naturally the people of our is at a six per cent, cumulative, di- and \$680 in gold certificates in

#### Anti-Burglar Device Okeh; **Errors Human**

HOLLYWOOD, Calif., March 2-(P)-Two Phoenix, Ariz., bankers visited a branch of the Bank of America here just before closing time today to examine a newly - installed device to make the bank "holdup proof,"

"You press a button and all the money in the tellers' cages slides down into the vault which is closed auto-matically and the time lock set for 30 minutes," Robert L. Gordon, district Bank of America vice president, ex-plained to his guests.

At this moment three robbers, two of them carrying machine guns, entered, lined up Gordon, his guests, 30 customers and 14 employes against the walls, scooped up \$6,100 and escaped. Semebody remembered to

## Hearing Delayed, Vacation of Park

press the button about the

time the robbers left.

Seaplane Base Here, WPA Project Proposal Put Before Aldermen

The scheduled hearing on the racation of a portion of Willson park for use by the state as land for the new capitol was postponed by the city council last night when it was discovered that insufficient notice of the hearing had been possible. The hearing was deferred until the night of April 6. A "communications night" apeared to be in effect at last night's meeting from the variety of requests received.

From the national aeronautical chamber of commerce came a suggestion that the city construct a seaplane base as a WPA project. A seaplane landing float would cost \$3166, or a marine railway storage base \$25,569, the chamber's letter stated. The letter was jokingly referred to the water construction committee. Cigarette Sample

Distribution Protected To the utilities committee the council referred a letter from the

Salem Women's council of churches protesting the recent distribution of sample cigarettes by telegraph messenger. The council branded this type of tobacco advertising "an affront to decency." The police committee was asked to study a resolution suggested by

Commissioner Ralph C. Clyde of Portland condemning Los Angeles authorities for turning back from the California state lines "people In a radio address (Columbia lacking in worldly wealth and victims of the depression." Seasonal laborers are wrongly being kept Clyde charged In another letter, the Salem

Business Men's league requested the council to grant the Dollar stage lines an extension of time in using the street in front of a local hotel as a loading zone. This letter and a similar one from the stage company were referred to the police committee. Other council actions were

Fire zone of block boun od by 13th, 14th, State and Court streets changed from No. 2 to No. 3 making building regulations less stringent; school board authorized to use wood lath, contrary to the association of state highway offi- building code, in the new senior high school building on condition the first floor and corridors be of concrete construction; granted Mrs. C. G. Waln \$25 damages for injuries sustained in fall on a defective sidewalk.

> Approved sanitary sewer for north side of Chemeketa street be-(Turn to Page 10, Col. 2)

# Late Sports

VANCOUVER, B. C., March 2.outplayed the Vancouver Lions 3-2 here tonight to move into fourth place in the northwestern nockey league standings.

PORTLAND, March 2 .- (AP)-Ernie Piluso, 165-pound Portlander, tossed Jack Lipscomb, 164, Indianapolis, in 2:03 with a body slam tonight to win the one-fall main event of a mat card here.

TACOMA, March 2.-(A)-Chief Little Wolf, 218, of Trinidad, Colo., and Paul Boesch, 220, of Brooklyn, wrestled eight rounds to a draw here tonight. Each took

SAN FRANCISCO, March 2 .-(AP)-Art Sykes of Chicago and Joe Bauer of Cleveland, heavyweights, fought 10 rounds to a draw here tonight in a bout so uninteresting

Hammond Company
Cooperating, Word
Potter reported that 48-hour a week shifts are being worked to

Scribed in cash and \$10,000 in intaken at the instance of Henry
taken at the instance of Henry
taken at the instance of Henry
born. Mill City considers the mill
proposition so sound it is willing
to make its stock second in claim
(Turn to Page 10, Col. 8)

Committee from its own membership to push construction of the
new waterworks met with the approval of the water commission.

Who said his relative confided the
location of the former heavyweight champion, Max, scored a four-round delocation of the money just before
taken at the instance of Henry
Morrell, brother of the decessery.

Since neither the city nor the
water department has adequate
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# **Elevators Are** Idle, Gotham's **Tall Buildings**

Mayor Declares State of Emergency; Necessary Trips Will Be Made

Many Other Centers are Afflicted With Labor Trouble, Revealed

(By the Associated Press) Strikes afflicted more than half dozen cities of the nation last night, the most spectacular a walkout of New York building employes which crippled residential and business skyscrapers in many parts of the metropolis.

was issued by Mayor Fiorello H. LaGuardia of New York as the strike stopped elevators, curtailed telephone service and heat in the affected buildings. Under the declared "state of emergency" the health department was called upon by the

A deadlock in negotiations to end the two weeks' old walkout (Turn to Page 10, Col. 3)

# Fifteen Killed in Railroad Tragedy

Runaway Tender Collides With Locomotive Near Revelstoke, B. C.

REVELSTOKE, B. C., March 2. -(A)-Fifteen men were killed today by a runaway locomotive tender on the Canadian Pacific main line east of here, crushed to death in a collision between the tender and the derailed locomotive in a snow cut.

The men, who had been clearing snow slides from the tracks, were working near Downie, 26 miles from here. They were caught between 15 - foot snow - banked walls. Some were in the engine

All railway service east was tied up. The slide came down yesterday, about 100 yards long and 15 feet

Work gangs cut through it, railway officials said, and then attempted to put the derailed engine back on the tracks. The tender was uncoupled and started back to Illecillewaet, attached by cables to an auxiliary crane. A mile up the heavy grade, an-

other slide was heard. The engineer halted the locomotive and the tender pulled loose, breaking the cable and starting backward down the grade. It crashed into Over the weekend, a chinook

wind caused upwards of 100 slides along the line.

Feeding of Birds Added Expense of Cold Period

The recent cold weather placed more than the burden of increased fuel consumption of Salem taxpayers, it was revealed last night when the council voted the monthly statement of accounts and current expenses. The statement showed that \$1 had been spent by the parks departsquirrels while snow and ice covered the ground. The food con- Townsend plan and managed cursisted of corn.

#### 'Most Eligible' Bachelor Falls

Mrs. McCaulley

A proclamation of emergency

mayor to see that heat was supplied and necessary elevator trips made in buildings higher than six

#### Richard Mellon America's most eligible bachelor," Richard K. Mellon, Pittsburgh banker - nephew of Andrew Mellon and one of the richest young men in America, was eliminated from the "leap

**Fund For Armory** Promised, Report

ear competition" when his en-

Additional Grant Looming For Similar Projects, Legion Informed

President Roosevelt has promised to have additional funds provided for armory projects such as has been proposed for Salem, Brigadier General Thomas E. Rilea of the national guard told members of Capital Post No. 9, American Legion, last night in reporting on his recent trip to Washington, D. C. Present armory funds, however, have become so bound by restrictions that construction of a new armory here, for example, is impossible until new money is made available, he

The post has gone "over the top" in its membership drive with 468 veterans now paid up for 1936, Adjutant William Bliven announced. The quota for the year is 600. Membership stars, for obtaining ten or more members, were presented by O. E. "Mose" Palmateer to Herman Brown, W. A. Merriott, C. K. Logan, George Averett, R. H. Bassett, Hans Hofstetter, Irl S. McSherry, William Bliven, Jerrold Owen, J. H. Brady, George Edwards, Dr. V. E. Hock-

ett and R. D. Woodrow. First prize in the "big mo-(Turn to Page 10, Col. 2)

Coomes Candidate

PORTLAND, Ore., March 2 .-(AP)-J. A. Coomes of Trail announced today he will be an independent candidate for Oregon ment to feed the Willson park congressman from the first district. He said he advocated the

### **Construction Committee to** Be Selected by Kuhn Today

Mayor V. E. Kuhn not later than | commission commented. "All we cilmen who with himself will constitute the water construction last night, he said after the meet- It's all right with us."

Two aldermen were considered certain to be named by the mayor, Brazier S. Small, who took the lead in designating the North Santiam river as the city's "mountain" supply, and E. B. Perrine. Alderman Merrill D. Ohling was believed likely to be a third appointee. The mayor will serve as chairman. Water Commission

today will appoint the four coun- want is to get some action. If the committee created by the council job, that is the way it should be. The construction committee as

created last night has wide powers, City Attorney Paul R. Hendricks declared. He believed this committee would have full authority to order necessary engineering work done and to call for bids on units of the big water project. Excavation for the new 12,000, 000 gallon reservoir, estimated to cost approximately \$30,000, will require three months time, engineers for the water commission The council's designation of a have estimated. Removal of 42,-

# Authorize Use Of Bond Funds For Reservoir

Taxpayer League Request for Further Test of Wells is Filed

Committee for Handling Project Essential, Members Decide

HOW COUNCIL ACTED ON WATER PROBLEMS Created five-man committee to initiate and supervise reservoir and pipeline construction.
Authorized use of \$46,308 in bond fund for reservoir excavation, engineering, right of

way and water rights, Filed Salem Taxpayers' league petition urging further investigation of wells.

Salem's city council last night forged ahead with its plans to obtain a "permanent mountain water supply" from the North Santiam river by authorizing the appointment of a five-man "water construction committee" of aldermen headed by the mayer and by turning over to this committee \$46,303 remaining in the water bond fund.

tee was authorized by an eral vote but a standing vote, as fellows, was required on the Alderman Brazier C. Small's motion to turn the \$46,303 over to the committee:

Creation of the special commit-

Aye-Armprist, Goodman, Ohling, Olinger, Perrine, Small, Wieder and Young

No-Daue, Fuhrer, Minto and gagement to Mrs. Constance Mc-Caulley, New York widow, was Williams. Absent, Evans and O'Hara. Taxpayer League Request is Filed

> Without comment the council shoved aside via the "received and placed on file" route a petition from the Taxpayers' League of Salem which urged that the city attempt first to secure a water supply from wells.

> The league petition, signed by Frank W. Durbin, president, and Carl T. Pope, secretary, declared that Frank Knowles, geologist, had held that it was possible to obtain a sufficient quantity of water for the city's needs from the test drilling site near Turner and asserted that this source would cost \$500,000 less than the North Santiam supply.

Mayor Kuhn was designated chairman of the water construction committee, in a resolution introduced by Alderman Merrill D. Ohling, and directed to mame four other councilmen to serve with him. The resolution provided that the Salem water commission should serve with this special committee in an advisory ca-

Council Required to Take Responsibility "From a very exhaustive study

pacity.

of the charter by the city attorney, it appears that in spite of what we might want to do the council must shoulder the responsibility of constructing the new water system," Alderman Small, the only speaker on the resolution, explained. "It is felt that if a committee can be appointed to work in harmony with the water commission, we can carry on this work almost as effectively as the water commission itself.

The council appropriated for the special committee's use the \$46,303 remaining unspent from the \$1,100,000 raised by sale of water bonds last summer for four

1. To proceed with excavation for the new reservoir on Fairmount hill, at Rural avenue and

2. To employ engineers as may be necessary. 3. To designate and recommend property to be purchased for pipe line and filtration plant right of

4. To secure and protect the water rights for the city on the North Santiam river. The council last night did not eceive the proposed ordinance to

#### (Turn to Page 10, Col. 4) Tuna Fish Is **Current Topic** For Recipes

Tuna fish, the current Round Table topic, is as versatile as chicken when it comes to different ways in which it may be prepared. Cold or bot, alone or combined with other fish or vegetables, tuna fish is always good and always on hand.

Send in as many recipes as you like this week to The Statesman but be sure t each the Thursday noon, Cash prizes totaling \$2 are awarded