

The American Legion invites everybody in the middle Willamette valley to celebrate the Fourth of July at the Fairgrounds here.

Fair today and Thursday without important change in temperature; Max. Temp. Tuesday 84, Min. 47, river 1.3 feet, southerly wind.

Nearly All Stayton Island Bought by City

Easement Obtained; Cost is Well Below Original Estimates

COMPLETED purchase of 240 acres of Stayton island as site for Salem's new water supply source was announced yesterday at the city water department. The land cost the city \$2286.13 aside from a small amount for recording fees, or less than one-half the \$5,000 sum originally estimated.

Acquisition of this land will enable the water department engineers to begin the Stayton island underground filter development as soon as the city council sells the \$1,000,000 water bond issue, on which bids are to be received next Monday night.

Hop Dealing Here Is at Standstill

Hop dealing was at a standstill yesterday as growers and dealers watched the continued development of the downy mildew attack. Offers of 20 cents for second grade 1935 hops were being refused by the growers.

Reports continued to come in of more yards which are complete failures, on the basis of these new reports top estimates for the new harvest were being cut from 50,000 to 40,000 with some hop men declaring that not over 30,000 bales would be picked this year.

Reports from California indicated that a 75 per cent production for 1936 would be top with the possibility that the harvest might go less. Some three year contracts were being written at around the 20 cent figure.

Inland Lumbering Halted by Strike

SPokane, June 30. (AP) - Strikes paralyzed camp operations throughout the vast north central Idaho timber country today, and ominous outlook was heard in eastern Washington.

Blum Regime Again Wins Vote of Confidence Upon Dissolution of Leagues

PARIS, June 30. (AP) - France's new Leftist people's front government won another vote of confidence in the chamber of deputies tonight after hours of bitter debate in which Rightists and Leftists exchanged threats and charges.

Socialists Plan Convention Here; Union Party to File

A Socialist assembly for the nomination of independent socialist candidates for president of the United States and state and district offices, has been called for Salem, Sunday, July 12.

Morgan's Illness Held Not Serious

WEST MANCHESTER, Mass., June 30. (AP) - J. Pierpont Morgan, world famous financier, was carried in an ambulance and then in a stretcher, police authorities said tonight, to a special railroad car here which immediately left for Boston and New York.

Discover Body Of Young Man Beneath Train

Unknown Taken to Local Hospital But is Dead on Arriving There

Youth Seen for Several Days But Apparently Not Local Resident

The body of a blond, smooth-shaven but otherwise unkempt young man was found beneath an Oregon Electric tank car on the mainline between Mission and Bellevue streets shortly before 11 o'clock last night.

Police and the coroner's office were unable to establish the man's identity. The only person known to have seen him before the accident was Floyd Myers, taxi driver.

"I saw him going up and down the street here for two or three days," Myers reported from the Salem Taxi office on State street. Notice Light Spot Alongside Tracks

J. M. Billrey, Newberg, the freight conductor, and Paul Brady, 1994 North Summer street, Brakeman, said they did not see the man on the tracks but noticed a light spot alongside the tracks. The "spot" proved to be a pair of ragged blankets.

Rail Retirement Act Partly Valid

WASHINGTON, June 30. (AP) - Sections of the 1935 railroad retirement act were declared valid today in a formal decree issued by Justice Jennings Bailey of the District of Columbia federal court to "clarify" his opinion handed down Friday.

Government lawyers had interpreted that opinion to mean that both the retirement act and its companion tax measure were unconstitutional, since it declared that the two laws were "inseparable parts of a whole."

Flax Funds Drive Will Start Today

PORTLAND, Ore., June 30. (AP) - A drive to raise \$12,000 to aid three flax retting and scutching plant cooperatives in the Willamette valley will start tomorrow.

Wilkins Ship Safe

OSLO, Norway, June 30. (AP) - Sir Hubert Wilkins' veteran polar exploration motorship Wyatt Earp, for which a search was ordered last night by President Roosevelt, today was reported safe.

Ex-Sailor Held On Spy Charge



Charged with conspiring to furnish the Japanese government with information concerning the United States navy, Harry Thompson, above, was held in jail at Los Angeles awaiting trial. He was formerly in the navy.

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Penney Firm Will Remodel Building

Changes in Front Will Be Made, Ten Feet Added, Interior Changed

An expenditure of \$10,000 is announced by J. C. Penney company for the modernization of its storeroom at 160 North Liberty street. The work will start immediately after the Fourth and will be completed in about sixty days.

Pick Handle Used On Family; 2 Die

OGDEN, Utah, June 30. (AP) - A merciless clubber attacked an entire household today—slaying a middle-aged couple outright with a pick handle and gravely wounding two women relatives.

Elderly Woman Hurt

MEDFORD, Ore., June 30. (AP) - An ancient automobile driven by John Frye, 87, Central Point, struck a 78-year-old Mrs. Marie Bennett, 78, at an intersection in the business district here late today. Her condition is not critical.

Election Gets Under Way on Chief of NEA

Spokane's School Leader and Eastern Man in President Race

Social Racketeers Prey on Youth, Declared by U. of C. Head

PORTLAND, June 30. (AP) - Robert G. Sprout, president of the University of California, charged tonight that the youth of America "are being mercifully exploited" by the social racketeers who tell them that America is not the fair land of hope and opportunity that, always and everywhere, it has been picture d to be.

His address before the 74th annual convention of the national education association climaxed a day of multitudinous sessions which saw Orville C. Pratt, superintendent of schools, Spokane, and William H. Holmes, Mount Vernon, N. Y., nominated for the presidency of the organization.

In a ringing answer to a talk on "youth's appeal," the California educator declared "I cannot be sure that youth is making an appeal, even though I hear the clamor of a multitude of voices claiming to speak in youth's name."

To open, Dr. Sprout said, "Portraits of youth are conjured up, not by persons who see in truth, but by persons who see in fantasy." (Turn to Page 10, Col. 1)

Building Records For City Broken

First Half of Year Well Over Million Mark; June Big Month

New building records came into existence as June closed here last night. Here they are: City building permits for the first six months of 1936 reached the \$1,220,233.45 mark, in company with the previous high, \$641,845, recorded in 1929.

Three hundred eighty permits were issued in the half-year period as against last year's number, the previous top, 359. June brought \$66,411 worth of permits, of which \$56,200 was for new construction, more than in any June since 1929.

The 93 permits taken out last month established a new June mark; June, 1933, had held the record, with 64 permits, and no (Turn to Page 10, Col. 6)

Pick Handle Used On Family; 2 Die

OGDEN, Utah, June 30. (AP) - A merciless clubber attacked an entire household today—slaying a middle-aged couple outright with a pick handle and gravely wounding two women relatives.

Zioncheck Denied Passage on Plane

CHICAGO, June 30. (AP) - Congressman Marion A. Zioncheck's plans to switch from train to plane here on his trip home to Seattle, Wash., went awry tonight when Northwest Airlines declined to take him as a passenger.

After considerable discussion over the refusal of the congressman leaped into a squad car and was sped to the Union station to board a train. F. J. Bixler, division traffic manager for the airline, said the inconvenience to Zioncheck was caused purely by the problem of excess weight in the ship. Bixler said the plane load weighed 2,013 pounds, but was limited by regulations to 1,995. Because of the volume of mail and baggage, Bixler said, it was found necessary to assign one seat in the ship to "operations."

Drought Situation is Severe; Quick Relief Promised by Hopkins

Income of Farmers in Five States Virtually Wiped Out for This Year; Extensive Program of Work Mapped by WPA Director

ST. PAUL, June 30. (AP) - An extensive relief program, to aid farmers in five states whose income has been virtually destroyed by drought, was in process for formulation here today at a conference of officials representing state and national governments.

Harry Hopkins, head of the works progress administration, said he hoped to have final details of the program worked out and ready to be put into operation in a few days in the affected states—North and South Dakota, Montana, Wyoming and Minnesota.

"We will discuss the question of WPA projects, the number of people to be put to work and the final details of the program," Hopkins said. "We will get action, quickly and promptly." Projects to be included in the (Turn to Page 10, Col. 2)

Demurrer Argued In Kellahe Case

Briefs Are Ordered; Lack of Power to Release Prisoners Cited

At conclusion of arguments yesterday before Judge L. H. McMahon on demurrer to indictment against Dan Kellahe, former parole officers accused of agreeing to accept a bribe, the court offered briefs filed, and the defense brief is expected to be ready in 10 or 12 days.

George Mowry and John Murphy, Portland attorneys, appeared for Kellahe, who was present for the arguments. Mowry contended that the indictment did not set up any crime and that Kellahe was not an officer and had no authority under the law to parole a prisoner. The defense argued that since Kellahe had no legal power by which he could have any part in releasing prisoners, he (Turn to Page 10, Col. 8)

Farley-Roosevelt Parley Is Slated

WASHINGTON, June 30. (AP) - President Farley would resign, he would confer with Postmaster General James A. Farley Thursday and indicated they would discuss the question of Farley's resignation from the cabinet.

Asked at his press conference whether Farley would resign, he devoted his full time to the chairmanship of the national and New York state Democratic committees, Mr. Roosevelt said he would have nothing to say until after the Thursday conference.

When he was asked about the reports Farley would resign, Marvin H. McIntyre, one of the president's secretaries, said today: "All I know is that Jim said at Philadelphia he was not going to take any action until he talked to the boss."

During the day the decision of Gov. Herbert H. Lehman of New York to seek reelection was cheered by Democrats as leaders and workers of all parties buckled down to the campaign war ahead. Both friends and foes of Mr. Roosevelt conceded that Lehman's name on the ballot might go far toward aiding the Democratic party in striving to carry New York state.

Military Training Petition Is Filed

Sufficient Names Handed In; Initiative Bills Deadline Thursday

Completed petitions for the proposed initiative measure prohibiting compulsory military training in Oregon's higher educational institutions, were filed in the state department Tuesday afternoon.

The petitions contained 17,934 signatures and were sponsored by the Oregon committee for peace and freedom. The law requires only 16,371 signatures.

A group of students presented the petitions at the state department. The time for filing completed petitions for initiative measures and constitutional amendments to go on the ballot at the November election expires at 5 p. m. Thursday.

Three Others Are Assured of Place. Other measures and amendments for which completed petitions previously were filed follow:

Tax limitation amendment fixing a new tax base for the Portland school districts.

Measure prohibiting legislation that would prevent truthful advertising.

Measure prohibiting the use of fishing traps and gear on the Columbia river and tributaries.

Measure providing a flat tax of \$10 on real property up to an assessment of \$2500 will be filed today.

Preliminary petitions for 23 measures and amendments were filed but it was not expected that more than seven or eight of them would be completed.

Mize Found Dead In Camp Ground

A. W. Mize, about 75, was found dead yesterday morning on the Riverside camp grounds in West Salem, where he set up camp about a month ago.

Mize had been in ill health and unable to work for some time, and Coroner Henkle of Dallas held the death due to natural causes, according to Deputy Sheriff Walter Gerth of West Salem.

Mize had lived in Marion county for many years and was well known as an early school teacher, especially in the Liberty district where he taught for many years.

Years ago he was a democratic candidate for county school superintendent in this county. Mize's wife and a son are deceased, but a daughter is said to be living but had not been located last night. The body is at the Henkle and Bollman funeral home in Dallas, with arrangements for burial pending contact with the relatives.

725 Patronize Swim Pools; Water Gets Highest Grade

Yesterday was not the hottest day of the year but it brought out the boys and girls, and their elders, too, to the two city playground swimming pool in record numbers, Vernon Gilmore, superintendent of recreation, announced last night. New seasonal marks for pool attendance were established at both Olinger and Leslie fields.

Seven hundred twenty-five swimmers were counted during the day at Olinger and 490 at Leslie. The increased popularity of the pools was accompanied by Gilmore's further announcement that the state board of health had given both tanks the highest sanitary rating made for outdoor swimming facilities. Gilmore was advised yesterday by Dr. Frederick Stricker, state health officer, that samples of water from both pools tested grade "A." Last season, before the new filters were

Negus Heckled As He Accuses League Chiefs

Eight Italian News Men Arrested After Riot; II Duce Incensed

Selassie Tells Assembly It Deserted Cause of Smaller Nations

GENEVA, June 30. (AP) - Riotous scenes of cursing and fighting in the galleries shattered the dignity of the League of Nations assembly tonight when black-robed Haile Selassie told the world's peace-makers, "You deserted us to Italy."

Police were called in to restore order after a chorus of heckling boos and curses greeted the emperor without an empire when he rose to make a final, dramatic plea for aid.

Curses shouted; Italians Blamed. It was almost 10 minutes before police restored order and the emperor without an empire when he rose to make a final, dramatic plea for aid.

"God and history will remember your judgment!" Persons alleged to be fascists started the tumult, shouting curses at the Negus in Italian, French and Spanish. Fighting broke out when league attaches tried to restore order. Only when police came and ousted the hecklers was calm restored.

Officials of the League of Nations announced late tonight they would cancel press cards of Italians as a result of the demonstration against the emperor.

At midnight police announced eight Italian newspapermen who were dragged from the assembly hall were placed formally under arrest on charges of "creating a scandal during the assembly session of the League of Nations and for outrage toward representative government accredited to the Swiss confederation."

Mussolini Angry. Withdrawal Threat. Police said those arrested would spend the night in jail and be held for the disposition of the federal prosecutor at Berne.

There were unconfirmed reports Premier Mussolini, angered at the privilege of speech and courtesies extended to the Negus, might withdraw Italy from the league.

When the demonstration in the galleries was quelled by police, Haile Selassie said what he had to say, calmly and fully. "I could not believe that 52 nations—among them the most powerful in world—could be defeated by a single aggressor," he said sorrowfully.

The emperor warned smaller members: "In this struggle I have been fighting a coalition of all small countries against the greed of a powerful invader."

Landon Will Win, Ekwall Tells Him

ESTES PARK, Colo., June 30. (AP) - Governor Alf M. Landon of Kansas was assured by Representative William A. Ekwall (R., Ore.) today that the "Republicans have a mighty fine chance to capture the election this fall."

Ekwall, en route home to Portland by automobile, told reporters after his visit with Republican presidential nominee, that "Landon has tremendous appeal to the garden variety of mill run vote."

Ekwall said he invited the governor to make a campaign trip through the west and added that he thought "he would win thousands of personal friends if he'll just let the people see him."

The Portland Republican predicted that Oregon would "go back into the republican ranks" this fall.

Cupid Does Well, June Just Ended

CHICAGO, June 30. (AP) - Dan Cupid took time out tonight to tally up his June marksmanship record and triumphantly announced it was "just about perfect."

Reports from marriage license clerks in a dozen or more of the nation's largest cities pronounced the waning month of romance the busiest in years, setting a new high record for applications in such scattered places as Los Angeles, Indianapolis, the national capital, Cleveland and probably Chicago.

The bonus, better business with increased employment, and leap year, were given assists in various centers.