

State to Open Case at Dallas

9 Farmers, a Bookkeeper and two Housewives to Hear Argument

(Continued from Page 1)

mouth farmer's wife, was chosen as alternate juror.

Hayter questioned all veniremen for the prosecution, Spaulding and Ralph Moody, special prosecutor appointed by Governor Martin to assist in labor vandalism cases, merely observing.

At 4:30 p.m., a half hour before court adjourned for the day, both sides accepted the jury, but Pollin Beaver, juror No. 6, rose and told the court he did not think he could be a fair juror.

After conferring with Judge Walker an attorneys for both sides in the judge's chamber, Beaver changed his mind.

"In view of the importance of this case, I have decided to keep the jury together throughout the trial," Judge Walker said to the jurors.

"You may go home tonight to get your things, but after you report at 10 a.m. tomorrow you will not be permitted to become separated."

He admonished them not to listen to any discussion of the case, asking them to report to him any attempts made to influence them. He said he would charge any person who attempted to influence a juror with contempt of court.

Defense attorneys rejected several prospective jurors because they knew John Frisen, owner of the West Salem box factory, one of the two burned mills.

Hayter objected when Robinson asked a juror if he would be prejudiced against Rosser because he is held in lieu of \$100,000 bail, Robinson asserting "many" men charged with the same crime are out on \$100,000 bail. Judge Walker upheld the objection.

The following veniremen were excused today when defense attorneys challenged them for having opinions about the case: William H. McDaniel, Jr., Dallas farmer; M. M. Walton, Dallas electrician; Lloyd Bottenberg, Dallas farmer; Clarence Merrick, West Salem farmer; Peter Quiring, Dallas farmer; Ross A. Simpson, Dallas farmer, and Glen

Hadley, Monmouth laborer. J. H. Harland, Rickreall farmer who said he "naturally favors the underdog" and would "lean toward" Rosser, was excused when challenged by the state.

The following were excused when challenged by the defense without cause: Merton C. Bissell, Dallas farmer; Joseph G. Hiebert, Dallas farmer; Irene Seeley, Independence farmer's wife; Fern Bales, Dallas housewife, and Abraham Buhler, Dallas farmer. The defense exercised only five of its six peremptory challenges.

The three prospective jurors dismissed without cause by the state were John Bailey, Dallas farmer; John J. Stockwell, Dallas farm laborer; and Robert D. Brockway, Dallas salesman.

Robinson said today he had no objection against Oscar Hayter serving as deputy under Spaulding, that his objection made at the opening of the trial was directed solely against Moody. The court overruled the protest against Moody.

Over \$3,800,000 Goes to Jobless

335,000 Checks Given out for Average Amount of \$11.60 per Check

Distribution of jobless insurance to Oregon's covered unemployed now exceeds \$3,800,000, officials of the state unemployment compensation commission declared yesterday. Approximately 335,000 checks have been issued for an average of \$11.60 per check.

The commission has handled 73,102 original claims, of which 306 were for workers now living here who acquired their benefit rights in other states. Their claim: are cared for under a reciprocal agreement by benefit paying states to protect interests of multi-state workers covered by the law.

61,003 Claims Allowed

Claims allowed benefits total \$1,003,264.85 and 3693 have not been determined, principally due to missing wage and separation reports.

A few eligible claimants now are receiving their 22nd checks. This is due to periods of unemployment being interrupted by partial employment.

Benefit rights for the current year have been exhausted by 18,621 claimants, an average of one in four who have filed since pay-

Finished Product Deemed Solution

MacNaughton Says Labor's Gains Are Permanent; View Optimistic

Keeping Oregon's farm and forest products in the state until they are manufactured into the ultimate commodities is the answer to this state's economic problems, E. B. MacNaughton, president of the First National bank of Portland, declared in an address at the Salem Rotary club luncheon Wednesday noon.

Timber and agriculture amount to 86 per cent of Oregon's production, MacNaughton pointed out; lumber amounts to 33.5 per cent, but is 66 per cent of the manufacturing total and accounts for 63 per cent of the state's payroll. In 1935, the state shipped out goods valued at \$199,000,000 but shipped in goods valued at \$193,000,000. The trouble with Oregon's economy is that most of the goods shipped out were raw materials, while the imports were manufactured goods. In other words Oregon has been exploiting its natural resources to keep up the trade balance.

Exports Dwindle

Exports shipped out of the United States from Oregon averaged \$70,000,000 annually from 1910 to 1934. This figure dropped to \$15,000,000 in 1933. The nation's change from debtor to creditor nation, rather than the reciprocal trade agreement negotiated by Secretary Hull, is principally to blame, MacNaughton said. He declared he admired Hull's efforts to restore international trade balance.

The conditions for recovery are at hand, the speaker said, but fear engendered by "too much information" is holding it back. He blamed alarmist newspaper columnists for much of the existing fear.

Discussing labor problems, MacNaughton said fear was also a factor there—the fear of loss of employment now that workers have become so far removed from ownership. In the reversal that came with the Wagner act, irresponsible leaders seized control of the movement, but understanding is gradually being achieved on both sides. The speaker said there would be no return to old conditions, and counseled a study of "human engineering" to solve these problems.

Doherty to Reply To Legion Critic

NEW YORK, June 29.—(AP)—A night-gathering of the National Education association came to an abrupt close at Madison Square Garden tonight when its president refused permission to Daniel Doherty, National American Legion commander, to address the delegates and guests.

Doherty had sought permission to answer NEA criticism of the legion which arose from an article published in the Columbia university bulletin stating that the legion controlled or attempted to control the activities of the NEA.

The commander, who said he had obtained the right to make his address from Willard Givens, NEA executive secretary, after being referred to Givens by Miss Caroline S. Woodruff, president, this afternoon, said he would give his speech before the convention tomorrow morning.

Sand Observed in Water at Capitol

While water in the state office building had fully cleared up, that in the new capitol yesterday carried black sand that at one point was heavy enough to retard the flow. Source of the sand, which was not considered as indicating a dangerous water condition, was undetermined.

Possibility that the sand had got into the city system during the laying of the 12th street trunk main was admitted by Water Manager Cuyler VanPatten but he said at the same time that no sand had been reported in the water except at the capitol and last week in the office building.

Frigid Foundation Lets Down House

ALAMO, Tex., June 28.—(AP)—Bruce Adkins, house-mover, put an ice foundation under a large building he moved to a new location here.

It melted, just as he planned, and let the building down gently on its permanent foundation after he removed supporting jack-screws.

Capitol Fete Will Have Long Parade

Rosarians and Territorial Days Group to Take Part, Planned

(Continued from page 1)

Reports are expected today as to whether or not drum corps will be sent by The Dalles and Klamath Falls to compete in the marching and playing contest to be conducted under the Sweetland field lights Saturday night to close the Cherrian-planned celebration.

Frank Branch Riley, Portland lecturer who will describe the new capitol to Salem and radio audiences Saturday afternoon, spent over two hours yesterday looking over the building from basement to roof of the dome.

"I never saw anything like it before," the widely-traveled speaker commented. "It's magnificent."

All former as well as present Cherrians were invited and urged by King Bing Hill yesterday to march in Saturday's parade and attend the exercises in front of the capitol. Inactive members will march in civilian clothes behind the active uniformed drill unit. Hill estimated there were 200 on the inactive and 76 on the active list representing membership since the Cherrians organized in 1913.

Legionnaires Are Urged to March

Arthur Johnson, acting commander of Capitol Post No. 9, American Legion, yesterday called on all legionnaires to march in the celebration parade.

The drum corps contest will bring the largest assembly of drum and bugle organizations in the state outside of department American Legion department conventions. Hill predicted. Cash prizes of \$75 for first place, \$50 for second and \$25 for third are being offered.

Requested to provide a public address service for the capitol program, the Standard Oil company sent to San Francisco for an announcer car. Hill reported. Cars already in the northwest were dated up elsewhere for the weekend.

Moving Into new Capitol to Start

Moving days will begin at the new state capitol next Tuesday or Wednesday, Secretary of State Earl Snell announced yesterday.

The state department began outlining moving plans after it received a letter from the PWA authorizing occupancy of the new building.

State officials to be housed in the new structure include the governor, secretary of state, state treasurer, state purchasing agent, state budget director and probably one or two other smaller state units.

Miller Services Scheduled Today

STAYTON—Funeral for Mrs. Melena Miller, 85, who died Wednesday morning at 6 o'clock at the home of her son, Earl W. Miller, will be held Thursday at 2 p.m. from the Weddle chapel, with Rev. Don Huckabee officiating. Interment will be in Lone Oak cemetery.

Mrs. Miller was born at Patriot, Ind., July 22, 1852, and was married to Thomas W. Miller. She has been a resident of Stayton two and one-half years. Survivors include two sons, Earl of Stayton and another living near Vancouver, Wash.

Dr. C. A. Walker To Head Hospital

Appointment of Dr. C. A. Walker as chief surgeon and manager of Southern Pacific's hospital department, effective July 1, was announced today by local representatives of the railroad.

Dr. Walker will succeed Dr. W. B. Coffey, who is retiring after more than 42 years service with the company, having headed the hospital department for the past 12 years.

Nude 3-Year old Stops City Cars

LANCASTER, Pa., June 29.—(AP)—A nude little boy, almost glistening against the dark stone of a downtown church just about stopped traffic today. The traffic noise frightened the three-year-old, and he crouched, like a terrified cherubim, on a ledge. Finally, the sexton took him back to his nursery that he had left for a stroll. The boy was the preacher's son.

Boasts His Diving; Dives and Drowns

KEY WEST, Fla., June 29.—(AP)—Fifty-one-year-old Harry Perez, retired light-house service engineer, boasted before a group of boy swimmers of his ability to star under water.

As they watched, he dived. Several minutes later his body rose through the water. An ambulance crew pronounced him dead.

Condemnation Is Argued in Court

Constitutionality Issues Raised by Defense in Case of Patton

Attorneys for Edith Louise Patton and Luella M. Charlton yesterday attacked constitutionality of the statute under which the state capitol reconstruction commission is attempting to condemn the Patton property at Court and Summer streets. They referred in particular to a section in the act denying the allowance of attorney's fees in certain instances as being in violation of the constitutional provision that owners shall be justly compensated for property taken by the state.

After hearing the arguments of the defense counsel, Custer E. Ross and John H. Carson, and of J. M. Devers, assistant attorney general, Circuit Judge L. H. McMahon took the question under advisement.

Order Is Argued

The attorneys also discussed the question of which of the three pending condemnation actions should go to trial first but reached no agreement. The state, pointing out that bids are to be opened today for the revamping of Court and Summer streets in front of the capitol, urged trial first of the Patton case, which was the first filed.

Defense counsel wanted the suit against Alice B. Frizzell taken before the jury first and contended it was the first at issue. The third case is against Mary Boesch and others.

Judge McMahon has scheduled the condemnation cases to go to trial beginning next Thursday. Attorneys estimate the three cases will take up seven days' time.

Mary E. Gilson Rites Set Today

DALLAS—Mrs. Mary Elizabeth Gilson passed away at her home here Monday morning from a heart attack. She had been in ill health for sometime, but became seriously ill about two months ago.

Mrs. Gilson was born in Springfield, O., December 25, 1853. From there she moved to Indiana where she was married in 1871. They then moved to Kansas, coming to Oregon in 1874, and settling near McMinnville. In 1900 they moved to Dallas where they have since resided with the exception of one year spent at Hopewell. Mr. Gilson died in 1912.

Seven children survive: Carey

Gilson of Perrydale; Will Gilson of McMinnville; Clarence Gilson of Hoskins; Mrs. Mary Robinson of Amity; Mrs. Jennie Guthrie, Mrs. Maude Cameron, and Jack Gilson, all of Salem.

She is also survived by a number of grandchildren and great-grandchildren.

Funeral services will be held at the First Methodist church here, of which she was a mem-

ber, at 1 o'clock Thursday afternoon with Rev. J. A. Linn officiating. Interment will be at the South Yamhill cemetery. Funeral arrangements are in charge of Henkle and Bollman.

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Make any other needed improvements—repoint, add extra closets, heating system or other changes.

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MEN'S AND YOUNG MEN'S

SUITS

NOW - Highest Priced Suits in the Store

REGROUPED INTO LOWER PRICED SALE LOTS SO AS TO FILL SIZES AND GIVE MUCH GREATER VALUES, TO FORCE THE DISPOSAL FOR THESE LAST DAYS

\$12.85 FOR A FINE ALL WOOL SUIT

Single and Double Breasted. A good choice of patterns and shades.

Lot 2 Values to \$34.50

Many of These Suits with 2 Pairs of Pants

Finest All-Wool Fabrics, Hand Tailoring and Styling. Worsteds, Gaberdines, Quad Twists, Serges, Oxfords.

\$23.85 All Sizes - All Styles Choice of the Store—In 2 Lots

\$17.85 Genuine Poplin - Gaberdine Washable Fabric - White, cool, smart. \$15.00 Value at

\$7.95 Choice of the Store, values 16.50, now at

SPORT COATS \$1.49 Smart New Flyweight Snap Brims HATS \$2.00 Smart New Dalton Afters \$5.00 value at

Forced to Sell Salem Store 456 State St.

Sale Ends Next "Saturday Night"

Please NOTE

After next Saturday night this store will be independently Oregon-owned. The new owners have retained the services of Milton Josephson as manager. Reorganization plans will be announced to the public next week.

SPORT SHIRTS Values to \$1.50, choice of lot 50c

SLACKS Pleated & Plain Flannel & Worsteds, Patterns and solid colors. Reg. to 5.00 2.85

Washable Slacks Smart solid colors and patterns. Also in dresslin. Values to 3.95 1.49

Gaberdine Slacks Our Finest New Gaberdine Slacks. Reg. 7.50, now 4.95

SHIRTS Broadcloths, Percales, Madras, Patterns, Stripes. Values to \$1.95 Broken Sizes to clear at 95c

SPORTSMEN'S WEAR For Hunters, Fishermen - Hirsch-Wels Jackets and Pants, water-proofed wool. Regular 6.95, the garment at 4.95

Most Wanted Accessories Reg. 50c Fancy Summer Sox .23c Reg. to 2.95 Wool Sweaters at 1.65 Reg. 7.50 Gaberdine Slacks .495

Everything in the store marked down at sale prices in plain figures. Shop early for first choice while sizes are complete.

10th Anniversary Sale CONTINUES FULL FORCE

2 FOR 1 SALE

Begins Friday Morning, July 1, 9 A. M.

- ON -

500 Wash Frocks
50 Wrap Arounds and Uniforms
29 Summer Silk Dresses
27 Spring Silk Dresses
69 Children's and Missy Dresses
20 Cotton Formals, sizes 12 to 20
47 Voile and Dimity Dresses
Sizes 14 to 46

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