Oregon' Best News Stories Of '38 Are Topped by 'Goon' Investigations and Strikes

Two Elections With Republican Comebacks; Fires, Floods and Storms; Completion of new Capitol Also Get Spotlight

Oregon's Ten Outstanding News Stories of 1938

Labor terrorism investigation. 2. Governor Martin's defeat in primary and strong swing to republicanism in general elections.

3. Al E. Rosser convicted.

4. Strikes and jurisdictional disputes.
5. Pilot Rock flash flood.

6. Bonneville dam sealock dedication; first deep-water ship 7. Varney-Gueffroy deaths in Mount Hood climbing acci-

Ledford murder conviction at St. Helens. 9. Weather-floods, forest fires, worst shipping tie-up in

10. Completion and occupation of new state capital building.

Exit of Score

Faint Signals Are Heard

by Rescuers; Throngs

Watch Near Entry

(Continued from page 1)

The mine cage was coming up

every few minutes, bringing out

rescue workers made ill by gas

Elisworth Graves, of Fosedale,

one of the rescue workers, came

up choking and vomiting after

five hours of fighting the fire and

"The fire is in bad shape but

they're finally getting some water

on it. We tapped on the telephone

line to the men and got an an-

swer that they were all OK. Down

there your head just feels like

someone was pounding on it and

Graves is a miner employed in

the mine and has a brother, Jim,

Harry Dunlap, a Clinton fire

43, among the imprisoned men.

described the situation inside like

"It's all just a lot of fire with

Dunlap said the rescue workers

from the men and out of the mine

trapped miners reported the air

around them was still good, Ells-

worth Graves said. They also re-

in order to conserve oxygen.

Wheeler Writes

Death Confession

(Continued from page 1)

He said afterward he took

freight train to Seattle and re-

turned to his old apartment at

2405 Third avenue, where he

spent December 14. "Then I

bummed my way to Vancouver.

Wash., where I stayed about a

week," he told officers. He said

he remained at Salvation Army

headquarters in Vancouver two

nights, during which time anoth-

er man occupying the same room

was arrested by Vancouver police.

he said, and immediately

"hitched" a southbound Osegon

Electric train to Harrisburg, Ore.

He said he spent Tuesday night

there "as a guest of the police de-

partment. I went into the station

to bum them for a two-bit meal ticket. The chief put me to work

cleaning up grass and thistles. He gave me a meal and let me clean

up and sleep in the jail."
Wednesday he went to Eugene.

Oily Track Halts

Traffic Over SP

EUGENE, Ore., Dec. 31 - (P) -

The locomotive of a Southern Pacific passenger train Friday

night raised a head of hot oil

which leaked out of a tender

valve and sprayed the rails for

seven miles on both sides of the

summit between Cascade Summit

The offending engine lost no

traction inasmuch as it doused the rails with off behind its own

Two passenger trains stalled on

scrub the rails.

and Oak Ridge.

He came to Portland Monday.

was discovered.

a continual roar and rattle."

then you get awful sick."

and smoke.

BY THE ASSOCIATED PRESS Infant 1939 will have a struggle providing Oregon news stories Fire Cuts off with as far-reaching effects or as varied an appearance as those tough old 1938 whistled up.

The major story, strongly af fecting primary and general elections, was the state-wide drive against labor terrorism. It continued for months, seeing more than 100 men taken into custody. Nearly 50 men were convicted, including Al E. Rosser, former secretary of the Oregon joint council of A. F. L. Teamsters' unions. Rosser was sentenced to 12 years in the state penitentiary for complicity in the burning of the West Salem box factory. Fiery Governor Loses

The primary elections saw fiery Governor Charles H. Martin, retired army major-general and moving spirit in the anti-racketeer campaign, defeated by Henry L. reported: Hess, democratic attorney and lumberman from La Grande.

The changing tenor of Oregon thought and the influence of the labor racketeer drive were in turn reflected in the general election when Charles A. Sprague, staunch republican and publisher of The Salem Statesman, ran up an overwhelming majority over Hess to win the governorship, Walter Pierce, congressman from Eastern Oregon, was the only major elective official in the state to withstand the swing away from the

Many Strikes Felt Strikes, which saw a bitter jurisdictional struggle between the A. F. L. and C. I. O. for con- had succeeded in getting air into trol of the Portland sawmill in- circulation in the mine so as to dustry, were highlighted by the draw the gas and smoke away walk-out of Portland printers which left the Oregon metropolis without a newspaper for five days -five days of rumors and public

Other stories which interested or shocked the state, and occasionally the nation, included the flash flood which inundated Pilot Rock, with a loss of more than \$100,000 on June 23, dedication f the Bonneville sealocks and the voyage of the Charles L. Wheeler, Jr., through two mountain ranges to the Dalles on July 9; conviction of Mrs. Agnes Joan Ledford at St. Helens on April 30 for the poison slaying of her two step-daughters; final completion and official occupation of the new \$2,-500,000 capital building on October 1; weather, always interest-ing, with its disastrous floods in the Willamette valley and on Sauvies island, its forest fires which raged through southewestern Oregon, and its tie-up of ship-ping at the mouth of the Columbia in a gale on December 1, and the death in a blizzard on Mount Hood of Roy Varney on March 28. It wasn't until the next day that Russell Gueffroy, 29, Vancouver, a second climber, was His body was found, frozen, in a second search.

Cummings Vacates His Post Monday

(Continued from page 1) you, and know what you have done for them, will understand what I

Replying, the president praised the "magnificent" manner in which Cummings had conducted the justice department since the inception of the Roosevelt administration and said he was reserving "the right to call you back for frequent consultation and ad-

"I can only envy you the com-parative freedom from very heavy duties which lies ahead of you," he wrote Cummings.

Persons who say the president has no intention of seeking a third term regarded this statement as an indication that he would enjoy returning to private

Valsetz Man Has bad Accident; Hurts Minor drivers. But the drive wheels of

VALSETZ - Alfred L. Jones, ineffectually after sand supplies VALSETZ — Alfred L. Jones, mill employe here who left for Portland Friday with a companion, escaped serious injury when his car turned over several times on the Falls City-Dalles road. A broken at earing knuckle was blamed for the accident.

The trains ran onto sidings, section crews were summoned and the rails were de-oiled, Railroad officials said it was the first delay to their knowledge from such a mishap.

Enjoy Real Comfort Burn All Best No Ask Briquots TRANSFER CO.
PHONE 7778 'Love Slugging' Case Nazi Issue





Paul Joseph Goebbels' beating as man, came out of the mine and a "love thief" by friends of the husband of Lida Barova, glam-Through the tapped signals, the suffering from grippe, but acthe number 3 nazi was carried to the nursing home after being ported killing three mine mules severely beaten by associates of Gustav Froelich, German actor and husband of the lovely Lida. Froelich at present is in a nazi concentration camp, held by or-der of Goebbels, London ad-vices said. Lida is pictured above as seen in a recent Ger-

First Family Has throat or tieing a rope around her neck. He did not recall covering her up with sacks and soil in the **Quiet New Year's** shallow grave in which the body.

President and Mrs. Roosevelt's quiet reception of the new year contrasted tonight with gay celebrations throughout the capital. The White House program called for a movie after dinner and a family gathering at midnight in the president's studio. The youngest Roosevelt son, John, and his bride, Anne; Dr. and Mrs. G. B. Eusterman of Rochester, Minn., and the Eusterman chil-

dren arrived today to attend. The capital's famous 'New Year's day reception, traditional for years at the White House, has een abandoned by President Rooseyelt, along with the huge breakfast usually given afterward by the secretary of state at the Pan-American Union.

Bellingham, Wash. Claims First Babe

BELLINGHAM, Wash., Jan. 1 (Sunday)-(P)-This western Washington city laid claim today to having the first baby born in 1939 on the west coast. St. Joseph's hospital attaches mountain sidings today while im-patient trainmen, watches in and Mrs. Donald Francis St. Mary hands, watched section crews at three seconds past midnight.

> No first 1939 baby was reported by Salem hospitals this morning. Final old year infant was a girl born to Mrs. Floyd Corbin, 2164 Maple, at 8:07 p. m.

Five Greet Year In City Bastille

Five saw the new year ushered in from the cells of the city jail, or perhaps that's doubtful.

Arrested and charged with drunkenness before midnight were: J. H. Cloyd, P. Hogan, Joe Lewis, and two boys from the Chemawa Indian school, being held for authorities there, Melvin Lorenz and Andrew Foster.



SAFFRON & KLINE, PROPRIETORS

Books Are Moved Into New Library

Second Building of State Capitol Group Ready for Occupancy

(Continued from page 1) til books were stored in the basement, where dampness sometimes caused their deterioration, and in the attics. Has Added Services

Although hampered by lack of space, the library, under the direction of Miss Harriett Long. orous Czech star of German has continued to add to its func-movies, may lead to a break between the nazi propagands min- zens of the state. One of its ister and Chancellor Hitler, ad- most fruitful activities is its vices from London stated re- reading courses, whereby the licently. Reports in Germany brary will prescribe courses of persisted that Goebbels, below, reading in subjects ranging as has been confined to a hospital, widely as beekeeping to short story writing and then provide cording to London newspapers the books on a regular schedule.

In its new quarters, long sought by the library staff, the floor a model school library room in pine trim, a travelling library room, a mending room, shipping room and stacks. The department of education will also be located on this floor. Entire Second Floor

Occupied by Library The second floor will be en t.rely occupied by the library, The main lobby and the public catalogue room will be paneled in oak. The General and Oregon reference rooms, running through two floors in height, will also be oak paneled with rubber tile floors, ornamental plaster and ceilings. The Oregon room contains special Oregon material and collections.

The map and print room will have special metal cases and furniture. The librarian and board's room will have walls in knotty pine with adoffices and reception iacent rooms. There will be a catalogue room, a desk record room and a research and extension room also on this floor as well as a government room where special reference material for state departments and legislators

The third floor will be occupled by the World War Veterans' state aid commission, the bureau of labor and other offices.

Dr. Glenn Frank Will Be Portland Speaker

PORTLAND, Dec. 31.-(P)-Dr. Glenn Frank, chairman of the republican party's national program committee and former University of Wisconsin president, today accepted an invitation to speak before the Oregon Lincoln day banquet here Monday, Feb. 13.

Rebels Claim New Victories

Important Supply Route From French Border Is Cut. Report

HENDAYE, France (At the Spanish Frontier), Dec. 31.-(P)-Spanish insurgents announced two fresh successes today in the ninth day of their drive against Barce-lona, the government capital. The insurgents, estimated a

more than 100,000 troops, reported they had cut in two places the strategic Lerida-Seo De Urge highway leading to the French border after heavy fighting north-east of the Balaguer bridgehead. Insurgent Generalissimo Francisco Franco's headquarters at Irun also announced the occupa-tion of the village of Cubella seven miles southwest of Artesa and on a main highway leading into that so-called "gateway to

Seek to Isolate Capital The immediate objective of the campaign appeared to be to cut off Barcelona communications with the French frontier.

The insurgents possessed had under heavy artillery fire 31 miles of the vital Lerida-Seo De Urgel route, which is part of the main road from Zaragoza to the frontier town of Puigcerda in the Pyrenees mountains. Loss of the highway would

leave government forces only one main route connecting with France—one which skirts the Mediterranean coast. Forces operating in the Cama-

rasa sector between Balaguer and the crossroads town of Artesa, also cut the highway, border dispatches from the insurgents

Artesa's Fall Said Near Artesa was said to be hard pressed and flanking movements made its fall "only a question of time," an insurgent report said. From Artesa the insurgents would gain a principal route northeast through the Pyrenees to the frontier which is a Barcelona life-line for supplies.

Government dispatches said however, that counter-attacks yesterday against the center of the insurgent army definitely had slowed the offensive.

The government asserted that losses among Franco's crack Aragon and Navarrese troops were unusually heavy, with some units "decimated."

Sub-Stratosphere Plane Is Tested band played in the corridors, and the convicts were allowed to rat-

107-Foot Winged Craft release. Does Its Stuff for Seattle Residents

SEATTLE, Dec. 31 - (AP) - The vorld's first plane designed for flying in the sub-stratosphere, the new Boeing Stratoliner, made a 42-minute first test flight in the rain over this area today and Piperformed "admirably." The big ship, with a wingspread

of 107 feet, three inches, climbed to 4000 feet, the ceiling and limit of visibility from the earth, and cruised between here, Tacoma and Everett. Speed was held down to miles an hour.

Pilot Likes Handling "The control and stability and the way it handled were very nice," Allen said. With him on the hop were Earl

Terguson, co-pilot, Julius Barr, Harry West and Arthur Gaylord. as engineers and osbervers. Boeing officials who watched the take-off, made after a short run on Boeing field, and the land-

ing were satisfied with the performance. The 33-passenger ship, built to fly at altitudes of 20,000 feet, lifted twice from the ground on

taxiing tests yesterday, a day after it left the factory, and was off the ground briefly three times this forenoon in more tests. The test flight was made this afternoon. No more tests are planned until next week. The supercharging equipment for high altitude flights will be installed later.

New Trial Move Lost by Philips

LA GRANDE, Ore., Dec. 31-(AP) Motion for a new trial for Jesse Philips, convicted of second-degree murder two weeks ago, was denied today by Circuit Judge J. W. Knowles.
It was his last official act as

circuit judge. He leaves the bench

Announcement

On January 1st, 1939 STANDLEY & FOLEY, Inc.

Will Change Its Title to

Scellars & Foley, Inc.

We desire to express our appreciation for the patronage and loyalty of our friends over a period of many years. We hope to merit your continued good will and support. You have made this one of Salem's largest agencies. Our constant aim is to give you DEPENDABLE INSURANCE at REASONABLE

Scellars & Foley, Inc. Office Over Ladd & Bush Bank

Russ Spy Suspects Arraigned



Pictured as they were arraigned before Federal Judge Ralph Jenney in Los Angeles recently are Hafis Salich, left, and Mikhail Gorin, Soviet spy suspects arrested on charges of transmitting secret naval intelligence department documents to Russia. Gorin and Salich are also accused of pilfering certain information held by the United States regarding Japanese military plans.-IIN photo.

New Year Gets Noisy Greeting for tonight and Sur in the mountains.

Fight Grimly on While Nazis Hail Gains

(Continued from page 1) went boom-on the down beat. Jostling, horn-tooting tens of thousands jammed Times Square at midnight; night clubs, theatre hotel, said he was "certain" five

tween evening and dawn, about a million merry-makers spent upwards of an estimated \$15,000,-This performance was duplicated, in varying degrees, in cities

and hamlets all over the civilized Up the Hudson river, in the 'big house" at Sing Sing prison, Warden E. Lawes permitted 2762 prisoners to welcome the new year at midnight with cheers, singing and music. The prison band played in the corridors, and tle the cell doors and call out the year when they will be eligible for

Full Gale Warnings up At Mouth of Columbia

PORTLAND, Dec. \$1-(AP)-A full gale may blow in with the new full gale may blow in with the new North Santiam highway east of Elbert Ragidale, Mrs. Lillie Lar-year at the mouth of the Colum- Detroit. They were Lucilie Murkin, John Larkin, Claude Larkin, bia river and along the Washing- phy, instructor in Portland Floyd Larkin and the hosts. Reton coast, the federal weather bu- schools, Donna Gill and George freshments were served at a late lot Edmund T. Allen reported it reau warned today. Whole gale Gentemann, Albany teachers.

warnings were put up at 7 a.m. today. Southeast storm warnings fluttered along the Oregon coast to the south. Rain was forecast for tonight and Sunday, with snow

Italy Calmer, Spaniards Five Persons Die

RUMFORD, Me., Dec. 31-(AP)-Five persons perished tonight in a fire that burned the Falls View hotel to the ground. Sam McLaughlin, clerk in the

and hotels were packed, and be- persons lost their lives as the three-story wooden building was The list of dead furnished by McLaughlin:

Mrs. Vivian Maelis, about 36 wife of Peter Maelis, owner of the 30-room hotel. Their three children, Virginia, Mildred, 10, and Georgia 5.

per Dam who was living at the Firemen from Mexico and Rumford battled the blaze. Damage was estimated unofficially at \$20,-

Albany Teachers Hurt

ALBANY, Dec. 31-(P)-Three school teachers suffered minor in-

of Jesse Applegate. The smaller musals are entirely symbolical and self-explanatory, though it might be mentioned that an actual scene in the Hood River valley is shown in the one exemplifyin; the fruit and grain industries.

In Maine Blaze one for the house chamber, depicting the historic Champoeg scene; and Schwarz the one in the senate chamber, representing the bringing of the news of statehood to Salem.

Historic Art

Now on Walls

Murals Capture Spirit

of Early Oregon and

Correct in Detail

(Continued from page 1)

background of Portland's hills-

yest, they were there too. But the somber-looking Indians on the right are symbolic—remind-ers of the fate that was in store

From the same recond floor

viewpoint we now scan the last

of the large murals, Schwarz's representation of the "Great Wagon Train of 1848." The

scene is the "last encampment,"
some miles above the present
site of Portland. It was a spot
where the travelers rested and
sought information about the
land they had reached. There
is a sort of evening council, such

as was often held as the covered wagon pioneers halted for the

It would have been possible for Schwarz to depict individual

members of this immigrationthere were plenty of portraits at band. But he wanted to repre-

sent 900 people, the ancestors of many present Oregonians; so

he did not include any actual persons. His material was obtain-

ed mostly from the recollections

for the Whitman party. "Great Wagon Train Of 1848" Arrives

Just a final word about the artists; they are unassuming, pleasant; conscientious men who have done painstaking work, with a high regard for Oregon's heritage of history and spirit, who through their outstanding craftsmanship have transferred that spirit to canvas as it has never been done before. What more can we ask?

Russ Rogers, about 45, of Up- Hunting Parties Are Entertained

RICKREALL -- Mr. and Mrs Herman Amos entertained the members of the deer and elk hunting parties and their families at their home Wednesday evening. Moving pictures taken by R. F. In Santiam Car Crash Grolbert during the trips were shown to the group

Present were Mr. and Mrs. Ora Lantz, Frances Lantz, Jean Oake, juries last night when their car Mr. and Mrs. R. F. Grolbert, Patsy crashed into two boulders on the Walker, Jim Groffert, Jess and

E. Phillips Oppenheim

writes of glamorous romance, thrilling adventure and grim, world-shaking intrigue in the highest diplomatic circles



Envoy Extraordinary

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Begins January 12 in The Oregon Statesman