#### FDR's Request For WPA Pared

Group Also Revolts on Civil Service Status for WPA Heads

(Continued from page 1) he contended that was probably all wrong. He suggested the reporter check again.

In his position, the president declared, he had to think not only in terms of dollars but in terms of individual men, women and children-and he felt this was an important factor.

The WPA appropriation which the sub-committee sent to the full committee contained a provision designed to nullify an executive order which members of congress said would otherwise blanket 31,300 administrative employes of the work relief organization into the civil service on February 1.

It provided simply that the appropriation should not be available to compensate the incumbent of any position placed in the civil service after January 10. Civil Service Order Hit by Vandenberg

The civil service order had aroused furious controversy. Citing charges of politics in relief, Senator Vandenberg (R. Mich.) declared that instead of throwing the "gangsters" out, the administration was rewarding them "by life tenure in their rocking chairs." Administration supporters, on the other hand, declared that the order was designed to end politics in relief by making any one who abused his post subject to civil service penalties.

service order, the sub-committee wrote into the bill a requirement that the \$725,000,000 be made to last over the full period to June

Representative Taber, the ranking republican member, announced, however, that when the bill came up for consideration in the house he would propose that only enough money be appropriated to operate the WPA until

"I propose to suggest," he told reporters, "that in the meantime a complete and careful study be made of the situation and a definite program be laid out for the government to follow in providing honest and efficient, non-political relief."

Taber declared he always had opposed WPA money "because I have known always that it has been spent in an incompetent, reckless and inefficient manner. "It has been used," he added. "for political purposes; it has been used to foster communism and class hatred and to help inflame the people against the gov-

The New Yorker favored turn ing control of relief spending back to the states under some system requiring them to match federal

#### Selling of Wines **Presents Problem**

Law Is Abused by Minors in Purchasing Wines **Easily Obtainable** 

Control of fortified wines is one of the most pressing probcontrol commission, according to its annual report filed with Governor Charles ... Sprague

The commission said that this ine when available in half pint asks and easily procured from licensees, was sought by many minors and common drunkards. Abuses Are Reduced

The report indicated that this had been reduced matesince the commission pted a regulation prohibiting the sale of wine in flask-shaped containers containing less than one-fifth of a gallon and placing its sale under the fair trade act whereby the wholesaler could regulate the wholesale price. The commission said it had adopted many other drastic regu-lations since the last legislative

#### Lengthy Petition Supports Gaiser

(Continued from page 1) ter from Dr. Raiph E. Dugdale, superintendent of the Portland schools, praising Superintendent Gaiser personally, as an educator and as presiding officer at the recent Oregon State Teachers asciation convention in that city. Other letters and resolutions favoring him were read from the Sa-lem Ministerial association, the Balem branch, American Associa-tion of University Women; Dr. Henry E. Dixon, Portland, child psychiatrist; the Salem Lions club, Salem chamber of commerce, and Mrs. Clara E. Pomeroy, for-mer grade school teacher here.

#### Appointments by FR Are Endorsed

(Continued from page 1) ciub; Rex Putnam, state superintendent of public instruction;
Louise Palmer Weber; Warren
Erwin and Dr. Erwin; Willis
West; Floyd Bilyeu; Col. C. A.
Robertson; E. G. Neale, county
democratic chairman; Tom Delsell; Rep. Vernon Bull, and others who spoke briefly.

Senator Lyman Rose declared
that Governor O' arles A.

Sprague had revealed, in his
massage to the legislature Monday, come of the progressive
ideas the democratic party has
capouned.

der, Portland attorney, who served as chief clerk of the joint
ways and means committee for
more than 20 years.

Announcement of Abram's appointment was made by Chairman Rennie of the house ways
and means committee.

The Townsend Pension
The Townsend plan, visitor
the legislature in many prev
sessions, came into view a
Tuesday when a memorial,
ing upon the United States
gress to submit the Town
samendment to the United States,
read for the first time. In
ducers of the memorial inch
at its annual meeting Tuesday
Representatives Hiltou. Mi

Introducing new Governor to Oregon's Legislature on Inauguration Day, \* Economy Goal



## Czech Troops

(Continued from page 1) tion were presented by a foreign office official to the Czechoslovak legation in Budapest, the news

The Hungarian foreign office negotiator was quoted as saying, 'In view of the repeated attacks and the fact that regular Czech troops participated it must be assumed that the incidents were a deliberate feature of Czech policy. Should there be another armed assault on Hungarian territory from this quarter, the invasion will not only be repulsed by Hungarian troops but the Hungarian troops will pursue across the demarcation line into Czechoslova-

kia territory." He was quoted by Informacio as adding "Hungary makes this declaration with full appreciation of the facts that its action in such an event not only would delay a restoration of good neighborly relations but would make the situa- only union men could be em tion even more critical."

The Hungarian foreign fofice made no comment on Informaelo's report, but there were no contradictions, official or other-

#### Tax Exempt Gifts Amendment Asked

Senator Lew Wallace will in troduce today a bill removing territorial restrictions from inreritance tax exempt gifts for charitable, benevolent and educational purposes and to include religious institutions.

It was pointed out that activities of the American Red Cross were not confined to any state

Wallace said many gifts to religious, benevolent and charitable institutions have in the past failed of their purpose because hedged about by restrictions which prevented trustees from meeting changed and unseen con-

Only when gifts are without strings can the best results be obtained, Wallace declared.

#### **Crops for Alcohol** Washington Plan

CAPITOL, OLYMPIA, Jan. 10. —(P)—Establishment of an alcohol processing industry in Washington that will enable farmers to market excess crops and waste products is being sought by Rep. Jurie B. Smith (D-King). Smith, liberal democrat leader.

said he would introduce an alcohol blend bill providing that all gasoline used in Washington be blended with 3 percent alcohol processed from all types of agricultural products.

Smith argued this would give farmers an opportunity to sell agricultural surpluses. He said the distilling plants, scattered throughout the state, "would put a lot of people to work."

#### Ways and Means **Employs Abrams**

Col. Carle Abrams, Salem real estate broker and secretary of the state board of control under the Patterson administration. Tuesday was employed as chief clerk of the joint ways and

neans committee.
Abrams succeeds John Schroe der, Portland attorney, who serv-

apoused.

Avery Thompson served as constituent inconstruction accordion numbers by lack accordion numbers by lack accordion numbers by lack accordion numbers by lack accordion numbers and the directorate will be anlack accordion numbers by lack accordion numbers by lack accordion numbers by lack accordion numbers and the directorate will be anlack accordion numbers by lack accordion numbers and otto lack according to locking over obtained an ax, Moloney said to office until the close of the legislic increasingly accure relief crisis by lack according to locking or nours, and lack according to lock

Governor Charles A. Sprague (fourth from left) was introduced to the Oregon state legislature by Robert M. Duncan, president of the senate, as the legislative session opened Monday at Salem. Left to right are Chief Justice John L. Rand of the state supreme court; retiring Governor Charles H. Martin, Senator Duncan, Governor Sprague, Speaker of the House Ernest R. Fatland, Superintendent of Public Instruction Rex Putnam and Labor Commissioner Charles Gram,-Associated Press photo.

Action by Industry Would Become Illegal Under Chapman's Proposal

The closed shop in industry would be made illegal if House Bill No. 2, introduced Tuesday by Representative C. C. Chapman of Multnomah county, becomes law.

Carrying out a statement made to the press before the session convened, Chapman put his closed shop abolition measure into the legislative hopper for early consideration.

The measure would make unlawful "any contract of employment which requires employes to become or to continue members of labor unions in order to secure or return employment." Would Force Hearing

ployed by the employer would have to be presented to the commissioner of labor who would be forced to hold a hearing on the contract. If he determined there was anything in the measure which prevented a worker who was technically qualified to hold a position, from gaining employment due to his labor affiliations, the contract would be declared against public policy and could not be entered into by employer and employes.

#### Pearson Praises **Both Governors**

Confidence that the administration of Governor Charles A Sprague will be an admirable one was expressed by Walter Pearson, newly-appointed state treasurer, in an address at the Salem Kiwanis 'club luncheon Tuesday noon. He predicted. however, that the new governor would face problems which would "turn his hair gray" before the end of his term. Pearson paid tribute to Charles

H. Martin, who retired from the governorship Monday, as "the greatest governor of the state I The Kiwanis club passed a

resolution of confidence in the administration of Silas Gaiser as superintendent of Salem schools. addressed to the school board. Frederick Ely and Brad Collins were introduced as new

#### Murphy Approved By Senate Group

WASHINGTON, Jan. 10 .- (AP)-A the former Michigan governor's C. O. Thomas, Vernonia, attitude toward sit-down strikes. A 15-minute session suffice to accomplish what Washington had expected would be achieved only after lengthy hearings dealing with the governor's role in the automobile troubles.

Senator Logan (D-Ky), chairman of the judiciary subcommit-tee, said no one asked for hearings and that all seemed anxious to give their approval. It was learned that some republican members, realising that senate confirmation was assured, decid-ed to let the issue pass rather than raise it and take a beating.

#### **Townsend Pension** Amendment Is Up

The Townsend plan, visitor to the legislature in many provious ins, came into view again Tuesday when a memorial, call-ing upon the United States con-gress to submit the Townsend amendment to the United States constitution to the 48 states, was read for the first time. Intro-ducers of the memorial included

# ect to civil service penalties. Besides voting to block the civil ervice order, the sub-committee rote into the bill a requirement hat the \$725,000,000 be made to ast over the full period to June Hungary to Regard Any Closed Shop Bill Border Violation as Signal to March Placed in House Introduced

SB 2, by Ellis and Balentine-Eliminating pauper's oath from the old age pension act.

SB 3, by Wallace-Requiring a permit issued by the state game commission to ship or transport game birds or non-game birds, game animals, fur-bearing animals or game fish.

SB 4, by Wallace-Authorizing the game commission to revoke licenses and permits, and to refuse to issue a license to hunt. SB 5, by Wallace-Authorizing the state game commission to is-

sue a certificate of the loss or destruction of a license, which certificate may be used in lieu of such SB 6, by Wallace-To allow angling for catfish at night in certain waters including Siltcoos

Lake (Lane and Douglas coun-The Chapman bill would pro- ties), and Horseshoe Lake and ator Douglas McKay of Marion vide that any contract in which Mission Slough ni Marion county. | county, declared Tuesday. unlawful to fish in Devils lake. Deschutes and Klamath, or in the Deschutes river from headwaters to the First river, or on the Metolius river in Jefferson county and from the mouth of Lake creek downstream to bridge No. 99, in

> SB 8, by Strayer-Eliminating ection in Oregon laws relating to filing fee for aliens in naturalization cases which already is contained in the federal act,

any manner other than with an ar-

HB 1-By Reps. Hilton, Miller, Wiley, Lonergan, Riddle and Greenwood and Senators Childs, Mahoney, Wheeler and Booth-Memorializing congress to submit Townsend amendment.

HB 2, by Chapman-Making unlawful any contract of employment which requires employes to become or continue members of labor unions in order to secure or retain employment.

#### **Gross Income Tax** For Pension, Plea

(Continued from page 1) \$2500 on the assessment rolls" el-

igible for aid. From the remaining 30 cent of the tax, the committee would have the legislature aid the public schools with the provision that at least two-thirds be used as an offset against property taxes now levied for school purposes. The proposal was signed by Theodore G. Nelson, Salem, chair-

man, John S. Marshall and A. G. Anderson of Salem; Mrs. Pearl Burkhalter, Oregon City, secretary; B. G. Skulason, James Logan and J. D. Crockwell, Portland; Arthur Moore and W. I. senate subcommittee approved the Stockholm, Monmouth; Swan Nelnomination of Frank Murphy as son, Dayton; Mrs. Joe Rogers, Inattorney general today without a dependence; J. L. Rolow, Turner; murmur of dissent and without Charles W. Pilkenton, Newberg: propounding a single question on G. H. Ward, Tillamook, and Mrs.

#### Musica Brothers Admit to Charge

NEW YORK, Jan. 10.-(P)-F. conald Coster-Musica's three brothers pleaded guilty in federal court today to charges linking them with the financial trickery he practiced to defraud the Mc-Cesson and Robbins drug firm of an estimated \$11,000,000 in the 12 years he was its president. They were accused of violating the securities act of 1934 in connection with the filing of false financial statements with the New York stock exchange and the securities and exchange commissi

the charge their brother faced when he committed suicide Dec. 16 in his Fairfield, Conn., home, The three who pleaded guilty were George E. Dietrich-Musica, Robert Dietrich-Musica, and George Vernard-Arthur Musica.

Washington Lottery Plan

### Milk Control Battle Looms

Federation of Labor not to Seek Changes in Regulatory Law

(Continued from page 1)

Under a bill introduced by Rep. C. C. Chapman, Portland republican, it would be unlawful for any workers to be forced to join a labor union. The measure would outlaw closed shop provisions in labor contracts.

The house also received a joint memorial asking congress to call a constitutional convention to adopt the Townsend old age pension plan. At the November election, voters asked the legislature to adopt such a memorial.

A bill creating a three-man commission, to handle the details of the Willamette valley project is now being drafted and will be introduced later in the week, Sen-

The bill, being prepared by the attorney general, would give the commission authority to represent the state in negotiations with the federal government, which will bear the targest share of the cost of the project. It also would assist in obtaining land and water clearance for the construction of seven dams.

An appropriation for expenses and mileage expenses also would be asked. Senator McKay indicated that no additional tax levies would be

necessary. Weekend Recess on Thursday Probable

Reports Tuesday indicated that both houses of the state legislature would recess not later than Thursday night until next Monday. Legislators said this long weekend recess would give them ample

time to prepare their bills. Speaker Fatland said he had urged all house committees to meet as soon as possible to organize. He also has sent letters to all state departments asking them to submit their bills and amendments without any unnecessary delay.
Fatland said he was desirous of

completing the work of the session within 40 days. Two vetoed bills of the 1937

legislative session were returned to the senate Tuesday. One of these bills, No. 414, created a sanitary commission for the regulation of stream pollution and sewage disposal. Governor Charles H. Martin said he vetoed this bill for the reason that it

did not cover the discharge of sewage and industrial waste. "This bill, if approved, would place too heavy a burden on municipalities in the construction of sewage disposal plants," Governor Martin's veto message read. The veto was upheld by a unan-

imous vote of the senate. A stream pollution bill embodying the purposes of the legislative act were contained in a law approved by the voters at the gen-The other vetoed bill, No. 278

would have given the clerk of the Multnomah county probate court the same powers as the probate judge, when the latter was ill or absent from his office. No "Must List" Bills Planned by Governor While Governor Charles A

Sprague made an extended list of recommendations for legislation. for the time being he has had prepared no drafts of proposed measures. The preparation of proposed bills will be left mainly to members of the 40th session of the legislature or to department heads who seek amendatory legislation. The proposed changes in school

administration and raising of school funds, Sprague indicated. will be brought to legislature by the state school department. The new governor indicated l had no program of "must" legislation. As a "freshman" in office he said he did not wish to force things through a legislature composed of men and women of long

The executive said yesterday that he had asked heads of vari-ous commissions, including Chair-man Arthur K. McMahan of the

# Of Committee

Ways and Means Body to Try to Keep Expenses Within Budget

Keeping 1939-40 biennium expenses to a minimum will be the self-imposed task of joint ways and means committee, that group agreed at its first meeting of the session held Tuesday.

The committee, faced with a budget prepared by Wallace C. Wharton, budget director in the Martin administration, balanced so far as it goes but subject to question as to adequacy of many of its items, considered three proposals:

1. Whittling down the departmental budgets to take care of other demands that are certain to

2. Re-examination to determine

whether any error was made in the estimate of revenues available 3. Demand for additional revenue if valid requests exceed the funds found available. More Demands Expected

Senator Walker, chairman of the senate ways and means committee, said it was evident that there would be a lot of financial demands in addition to those now listed in the budget. A committee composed of Sen-

ator Jones and Representative

Chapman and Semon was appointed to reexamine the budget and determine whether the revenues listed therein were correct. The necessity of more uniform salaries in state departments and institutions was stressed by Senator Jones. He said the present salary schedule apparently was discriminatory against certain

state workers. 44-Hour Week Affects Walker declared that a numper of salary increases contained in the 1939-40 budget probably were due to the new 44-hour work week. A special committee composed of Senators Stadelman and Dunn and Representative Engdahl was appointed to make a study of salary requests. There an investigation of salary increas- and set no few of the honorable es provided in the budget. Sub-Committees to Work

committee basis, it was decided. ious institutions and departments up that gag about an apple a day will be investigated by sub-com- have carried on a moral war with mittees and not by the entire the first fruit, were a little glum joint ways and means committee. The possibility of changing the end of the fiscal year to June 30

#### Interim Taxation Study Completed

Final Meeting to Be Held This Week and Report Presented Soon

The 1937 legislative interim committee on state and local revenues will hold its final meeting later this week, after which a report will be drafted.

Bert McBain, secretary of the committee, said the report should be on the desks of the legislators not later than next Monday The purpose of the committee

to unearth new sources of revenue. The committee previously has eld three meetings at which various groups were heard. These included members of the county

judges association, municipal of-

ficials and a number of state of-

ficers. At the conclusion of the last meeting McBain indicated that the committee would recommend fused to divulge any of the recommendations, but said there would be no said there. would be no sales tax.

#### **Townsend Confers** On Bill Passage

WASHINGTON, Jan. 10-(AP) Dr. F. E. Townsend conferred today with Senator Clark (D-Idaho) on means of effecting enactment of the revised Townsend old age pension plan as embodied in bill now before congress.

After the conference Clark said e wished to cooperate in every way possible with Dr. Townsend and said he believed the pension plan, which includes a general ransaction tax, the revenues from which would be distributed among the aged of the country, "presents the best program yet offered to keep money in circulation without the government going further into debt."

#### **Ex-Teamster Head** Free at Portland

PORTLAND, Ore., Jan. 10.-(P) Roy Cooper, 48, former vice-president of the local AFL teamiters' union, indicted a year ago on a charge of participation in the bombing of the Club cafe, was sentenced to 328 days in jail and released today. Circuit Judge James P. Staple-

ton pronounced the sentence when District Attorney James Bain informed him Cooper, who pleaded guilty, had served that many days. Cooper was arrested in a state-wide roundup of labor terrorists

Relief Probe Voted

BOISE, Jan. 10.-(P)-The Idaho open at all times.

#### Head Men Sit Down to Eat



Party harmony was the keynote in Washington when democratic chieftains headed by President Roosevelt and Vice President Garner sat down to a \$100-a-plate Jackson day dinner. Here the president and vice-president are exchanging a few quips.

#### Legislative Here and there behind and in Sidelights:

front of the scenes at the 40th legislative assembly.

(Continued from page 1) during this first week when house sessions are glorified by the adjective "skimpy." Mr. Kimberling says that in the wide expanses of eastern Oregon a day's work is a day's. The house apparently hasn't yet been touched by the influences of eastern Oregon culture.

The bright and shiny apples from one of the apple growing counties made their appearances work will be confined largely to on desks of legislators yesterday members to munching. The exschool teachers in the house The committee will operate at (among whom is Marion county's this legislative session on a sub- own John Steelhammer) looked particularly pleased. The doctors, This means that budgets of var- who since some wise guy thought about it.

Tuesday was the 73rd birthday also will be considered by the of Veteran "Bill" Strayer, democratic senator from Baker county. Another brief meeting of the Strayer is beginning and another brief meeting of the sion, having served consistently sion, having served consistently since 1915. Senator Franciscowhich was passed unanimously in which congratulations were offered to the dean of the upper house. "I want to thank you for this resolution" Strayer responded. This year, as in times past, Strayer is a member of the important ways and means commit-

> Those hardy perennials, the ribbing when the Marion county Jackson day dinner, which has something to do with the anniversary of the Battle of New Orleans, was announced. When a member arose to inquire if republicans were invited Speaker Fatland dryly remarked that the announcement said legislators "and I presume that if there is a republican in the house he's invited." (There are 46 by actual count ..

No cigarette smoking allowed in the galleries and no spittoons provided. The speaker said the house had a fine carpet and so have the galleries. Members may smoke but not gallery visitors. George

## **Ex-Governor Busy**

PORTLAND, Jan. 10.-(A)-Charles H. Martin, plain private citizen today on his first day off as governor of Oregon, worked at his desk in his Portland home. He was, he said, busy "sorting and filing a mass of papers that have piled up on me."

The one-time army major-general, now 75 years old, said: "I am perfectly content-I have done my bit. I feel grateful to the people of Oregon. I have no regrets and no bitterness." However, a maid in the Martin

home still wasn't used to the transformation. When she answered the phone today she continued to say: "Gov

#### ernor Martin's residence." Winslow Knocked Down by Vehicle

Frank Winslow, former Salem police patrolman, escaped serious injury when he was struck down at High and Ferry stree tat 9:35 o'clock last night by an automobile driven by Carol L. Capps, route four. He complained of pains in the right leg and arm but refused assistance from the city first aid crew.

Capps, who was not held, did not see Winslow, Patrolman Walter Kestly reported.

### Sprague Invokes Open Door Policy Governor Charles A. Sprague wesday adopted the "open-

Tuesday adopted the "open-door" policy, in the conduct of the executive department. Under the new plan the doors between the governor's reception had beaten her innumerable room and his main office will be times—the latest last night.

Duncan of Stayton is only pipe smoker in the house. When Senator Ballentine of

Klamath objected that eastern Oregon had received no recognition in the erection of the state capitol, incidental to the presentation of a juniper wood gavel to President Duncan of the senate, it amounted virtually to a confession that he had not inspected the board of control room, which is finished in knotty pine. Ballentine pointed out that there were "fish" in the senate carpet and myrtle wood in many parts of the building. His furthe relaim that eastern Oregon legislators put in longer hours on the job than any of the others, drew a retort from Senator Ashby Dickson of Port-

Somehow or other in listing Rep. Hannah Martin's committee assignments in the Tuesday Statesman, her chairmanship was left out. She heads the house committee on health and public morals.

### Said Oldhi Peril

**UCC Office Machines Are** Taxing Fuses, School

Board Is Told Overloaded electric wiring is endangering the old Salem high school building, Clerk W. H. Burghardt warned the school board last night. The unemployment compensation commission. essee of the main floor, has installed so many bookkeeping and other mechanical office machines that "fuses are burning out every day and the fuse boxes are hot,

the clerk declared. The directors took the matter under advisement when the clerk estimated cost of installing heaver wiring at \$350.

Tunnel Plan Renewed Proposal to build a tunnel under the Southern Pacific tracks to give Parrish junior high school pupils a safe means of going to and from Olinger athletic field was renewed by Director Percy A. Cupper in the form of a \$5000 WPA project. The job would cost the district \$2000, he estimated. The buildings and grounds committee was asked to investigate.

The board also took under consideration a report by a fire ex-tinguisher salesman that there were no extinguishers at Bush school and too few at all other schools except Grant. He recommended purchase of 41 extinguishers at cost of \$362.60.

Resignation of Marie D. Smith,

third grade teacher at Bush, who

s taking a position in the Port-

#### and schools, was accepted. **UP Stages Avert** Drivers' Walkout

PORTLAND, Ore., Jan. 10-(P) -Roy F. Shields, company vicepresident and attorney, said today a threatened strike of union employes on Union Pacific stages between here and Salt Lake City had been averted, temporarily at

Negotiations between the company and the Amalgamated Association of Street and Electric Railway and Motor Coach Em-

ployes will resume Thursday in The strike, developing from wage dispute, had been set for

#### Wednesday morning. Nose Is Cut Off Sleeping Husband

PAINESVILLE, O., Jan. 10-(A)—The nose of Rudolph Antos, 60, was chopped off by his wife as he slept today at their farm home on Paradise road, Sheriff James Moloney said. Mrs. Mary Antos, 58, was

quoted as saying her husband