State to Rest Case Tuesday

Defendant Said It Must Have Been His Deputy Witness Declares

(Continued from Page 1)

clerk's office on October 31, 1938, the date since made the basis for Drager's indictment, records showed that $240,288.25 should have been in the treasurer's hands, but that the clerk or his deputies had no means of knowing whether this amount was actually on deposit at the time. Semi-annual reports of the treasurer, he said, were filed with the county clerk, but these again showed only the amount of cash which should have been on hand, but not how much was actually available in county and other banks.

Next on the stand was Warren Richardson, the former deputy's brother, who served in the latter's place for several months during 1922 and 1924, and was employed by Drager as deputy for about a week in 1938.

"We took no cash balance when I was in the office in 1922," he declared in answer to Marsh's questions. "But in 1924 when I tried to strike one I found a shortage of from $6000 to $8000 in the cash accounts.

"I told Mr. Drager of the shortage, and that I couldn't make the warrants paid tally with the actual cash in the various accounts. He said that I must have left something out, but after working for some time I couldn't find any more money, nor, so far as I know, could the treasurer."

In cross examination the defense attorneys brought out an admission from the witness that he had experienced no opposition when he had sought to balance the treasurer's books, and that the treasurer had apparently cooperated in every way.

Defense Attorney Custer Ross also had the witness identify two checks as having been signed by the county treasurer and drawn on county funds, but which had been used to settle his personal accounts. When the checks were issued, he paid the treasurer in cash at once, he testified; and thereafter mailed the checks to a life insurance company in payment of personal premiums.

Robert Amos, state auditor, brought to the stand briefly following Richardson, testified that in August, 1938, he found evidence of a shortage on county books, and at that time spoke of the matter to Richardson and Drager.

"He said that the trial balance was off, but didn't say how long. Drager then asked, 'How about it, York?' and the deputy responded, 'I've been looking for it since the first of the year.'" The witness indicated that this was the burden of the conversation, though he professed forgetfulness of the exact wording.

Final witness for the day was S. W. Starr, audits bureau chief, who testified in a general way as to his supervision of the work of the auditors who dealt directly with county books.

The morning session of the trial saw introduction of the "little black book" referred to in Spears' testimony allegedly containing a near-exact computation of the amount of the shortage over a period of years in handwriting stated to be that of York Richardson, the deputy.

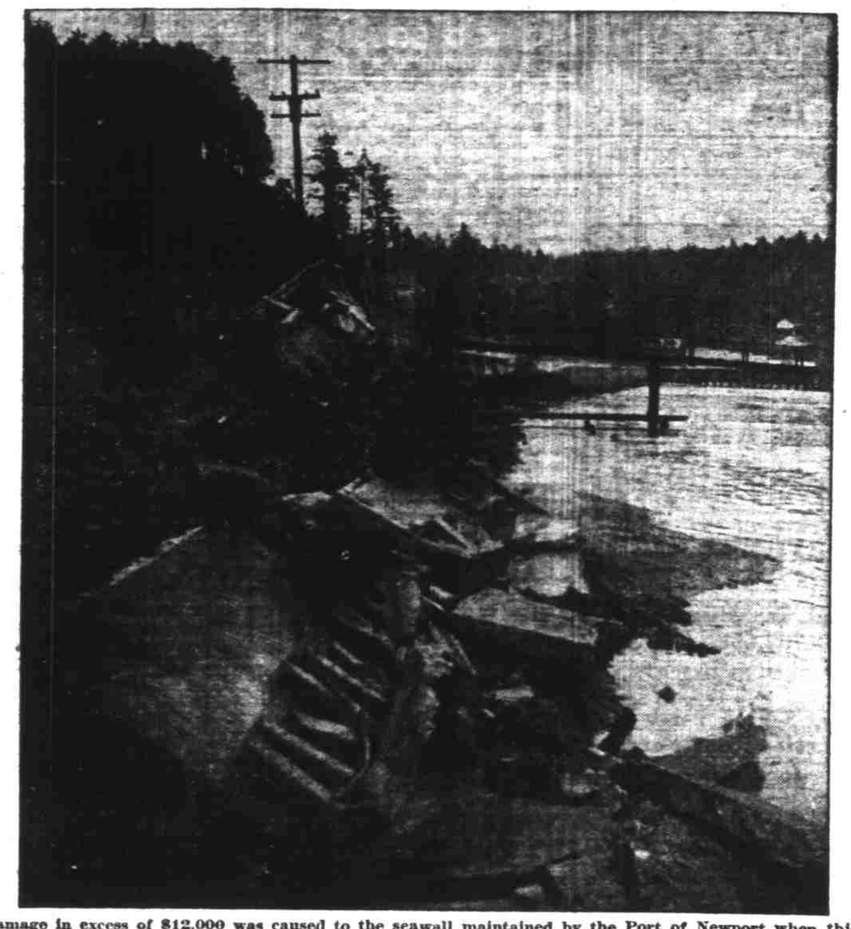
The document, which figured boldly in Richardson's own trial last June, was introduced into evidence on cross examination of Floyd Bowers as a personal record and not as a county archive.

While examining Bowers, the defense sought to show by the auditor's testimony that entries into count ledgers allegedly falsified to cover up growing shortages in the cash balance were in Richardson's, and not Drager's, handwriting. Bowers stated that this was generally true, but that he did not care to qualify as a handwriting expert, and repeated only what had been told him by the defendant or Richardson.

Bowers also said that Richardson had admitted altering vouchers over a period of years, but had always denied changing dates on the back of them. The state has previously sought to show that alleged falsification of the dates on the vouchers was a principal means of concealing the shortage.

During the morning session the jury took advantage of a recess to inspect the treasurer's office in order to have a clearer understanding of the scene of the transactions spoken of in much of the state's testimony.

Pounding Seas Prove Costly at Newport



Damage in excess of $12,000 was caused to the seawall maintained by the Port of Newport when this section was demolished by Tuesday's storm. The road fill was later washed away.—Cut Courtesy the Oregon Journal.

College Students To Lead Services

Members of Westminster House at Oregon State to Talk

Students from the Westminster house on the Oregon State college campus will conduct the Sunday night 7:30 services of the First Presbyterian church.

The theme selected by the students is "Christus Victor." Six students will participate. Marjorie McCallister, a delegate to the World Christian Youth Conference in Amsterdam, Holland, and who spent two months last summer traveling in Europe will speak on "People Are Acknowleging Him Everywhere." Mac Fleming, president of the Westminster association will be the leader, and will be assisted by Jim Martin, vice-president of the house and general chairman for international week, February 14, 15 and 16 on the Oregon State campus. Bob Teeters, formerly of Willamette university and now in charge of Westminster radio vespers over station KOAC and George Ricketts, who will bring a vocal selection, accompanied by Miss Florence Mae Rosholt, will also appear.

Rev. W. Irvin Williams, who has just returned from a week of chapel talks and personal counselling at Albany college in Portland, will have as his sermon topic "Please, Close the Door." Frank E. Churchill will be at the organ.

DeMinto Patron Slashes Throat

Earl Martin, a transient from Idaho, attempted suicide by slashing his throat and wrists with a razor blade in the bathroom of the Hotel de Minto, transient rest, at 7:30 yesterday morning.

Bleeding was stopped by First Aid Captain Percy Clark, who rushed to the third floor transient hotel from his bunk on the second floor of the city hall. Martin had not severed main blood vessels and is given a good chance for recovery at the Salem Deaconess hospital, where he was taken.

Martin resisted Clark's first aid. He came to the shelter several days ago on recommendation of City Health Officer V. A. Douglas. Martin had been suffering from stomach trouble and several bottles of stomach medicine were among his belongings.

Your Tax Bill for 1940

Marion county's $1,787,658.82 tax bill for 1940, for state, county and local purposes, is made up of the following tax items, shown in comparison with those for 1939:

	1940	1939
State general fund	$ 15,799.60	$ None
State elementary school	93,177.17	93,799.28
County general fund	61,172.83	62,398.68
Market roads	97,633.47	107,889.33
Relief and assistance	96,012.99	90,578.73
County school fund	198,507.88	199,273.20
Old age pension	100,064.18	80,111.85
County library fund	2,025.59	2,012.86
General county road fund	38,001.41	47,932.65
Total state and county	$ 702,395.12	$ 683,996.58
High school tuition	107,047.79	100,447.68
Union high school No. 1	10,666.80	6,120.83
Union high school No. 3	6,019.16	5,752.62
Special schools	523,544.42	499,206.61
Special cities	432,954.07	411,972.32
Miller Drainage Dist.	196.20	196.20
Wood.-Hubbard Drainage Dist. No. 1	213.90	213.90
Mill City Fire Prot. Dist. No. 1	162.83	*
Forest patrol	2,865.47	3,252.71
Reforestation	1,593.06	1,331.16
Total tax roll	$1,787,658.82	$1,712,429.61

*District formed in 1939, no tax levied.

Pleasure Jaunts Bar Jobless Aid

Unemployed workers who go into other states on pleasure trips are not available for Oregon jobs and are not entitled to benefits under the unemployment compensation law, Referee William H. Witt ruled here yesterday in denying appeal of a railroad carman's helper from a decision of a state employment office.

The helper visited a sister in California and the San Francisco fair in February, 1939, while waiting for jobless benefits, but maintained he could have been called back to work on 24 hours notice.

Failure of the claimant to continue his registration at the California employment office was another factor in the referee's adverse action.

Goodman First to File, City Office

(Continued from page 1)

eral eyeing the post, there are elements present which may result in some real fireworks.

Also a strong possibility as a candidate is Alfred Mundt, deputy city recorder. Mundt is known to have mentioned to some of his friends that he has been considering running for the post of recorder. When questioned yesterday, however, he said he hadn't decided whether he will run for office.

Mundt served briefly as recorder, by appointment of the council, during the "disappearance" of Recorder Jones last fall.

Memorial Hall Is Proposed by Vets

Advocating a united effort toward the construction of a veterans' memorial building in Salem, the United Spanish War veterans have sent letters to organizations comprising the Federated Patriotic societies.

The letter states that a similar structure was built at Mt. Angel, following an act passed in 1930 by the state legislature enabling the counties to build such buildings at a cost not to exceed $10,000. Only one, however, is authorized in each county.

A tentative plan of action suggests a per capita contribution from the participating organizations to finance construction.

LaGuardia's Name Filed in Illinois

(Continued from Page 1.)

Thomas E. Dewey and Rep. Hamilton Fish, both of New York, already were on file.

LaGuardia's petitions were brought to the statehouse after the dinner hour by Hamilton Wilde of Chicago, who said he was acting under orders received from Dennsmore Ross of New York City, official of an advertising research firm.

The 1936 republican presidential nominee, Alf M. Landon, criticized Mr. Roosevelt yesterday for his recent sharp remark that he was getting tired of attempts to sound out his third term intentions. Landon, at Chicago, said the president was taking "an irresponsible, adolescent attitude towards perhaps the most important question before the country

State Session on Pensions Given up

Plans of the Oregon Pension Federation to hold a state convention to consider old age pension bills to be presented to the 1941 legislature, have been abandoned, Theodore Nelson, executive secretary, announced yesterday.

Nelson said eight regional conferences of pension friends would be held in different parts of the state in lieu of the proposed convention.

1940 Tax Roll Up $75,229.21

Total Tax Bill Fixed at $1,787,658, Assessor Shelton Reports

(Continued from Page 1.)

partment for collection until February 14, Assessor Shelton said.

Sheriff Prepares to Take Payments after 14th

Sheriff A. C. Burk can not accept 1940 tax payments before that date and he would appreciate it if taxpayers would not come in until they have received their tax statements by mail, or at least not until a few days after the turnover date, Tax Deputy T. J. Brabec added. More than 30,000 tax statements will be placed in the mails shortly after February 14.

Total levies for all property taxes will be lower this year in seven county municipalities, the same in one and higher in eight. The 1940 total levies compare with those of last year as follows:

	1940	1939
Aumsville	.0661	.0738
Aurora	.0397	.0465
Donald	.0712	.0567
Gervais	.0484	.0401
Hubbard	.0509	.0501
Jefferson	.0435	.0446
Mt. Angel	.0393	.0345
Salem	.0621	.0608
Scotts Mills	.0566	.0459
Silverton	.0694	.0582
Stayton	.0533	.0536
St. Paul	.0374	.0511
Sublimity	.0341	.0341
Turner	.0645	.0558
West Woodburn	.0245	.0239
Woodburn	.0519	.0503

School districts increasing their levies this year are in the majority. Salem school district's tax bill is $347,211.72 in contrast with $336,209.84 last year. The Silverton school tax is lower this year, $43,265.69 as against $45,522.16 in 1939.

School levies in the larger districts compare with those of last year as follows:

	1940	1939
Silverton	.0245	.0255
Aumsville	.0152	.0190
Jefferson	.0137	.0151
Hubbard	.0139	.0135
Aurora	.0087	.0110
Salem	.0213	.0209
Liberty	.0165	.0175
Scotts Mills	.0289	.0194
Stayton	.0210	.0213
Turner	.0280	.0185
Keizer	.0112	.0109
Woodburn	.0181	.0173
Detroit	.0410	.0420
Salem Heights	.0270	.0263

60-Foot Minimum Fixed for Roads

No roads less than 60 feet wide will be allowed within six miles of Salem, the county court decided Friday, when Judge Siegmund took exception to a ruling of the Salem zoning commission which allowed a 50-foot road in the petition of T. L. Davidson and others.

The petition also asked that the court make a county road of a short road in Morningside addition. Davidson said this was necessary in order that the FHA will grant loans on the lots along the road.

Monopoly Fight Urged on Demos

A 1940 platform striking at monopoly and excessive immigration was suggested for the democratic party last night by George McLeod, speaking at a meeting of the Marion County Democratic society at the county courthouse.

McLeod said the democrats should espouse a program to relieve the small business man from burdensome taxation, thus increasing small enterprise and decreasing unemployment.

The meeting, of which John S. Marshall, president, was in charge, was attended by approximately 30 people, who accepted the resignation of Dorothy Wheeler as secretary and deferred replacement until March.

Ideas from the floor proposed as candidates men who would appeal to the non-partisan voters, and condemned secret meetings of voters. Opposing views concerning the Hatch bill were expressed.

Call Board

ELSINORE

Today—James Cagney, Pat O'Brien and George Brent in "The Fighting 69th." "Calling Philo Vance" with James Stephenson.

"Gone With the Wind" opens February 15th for a week's run. All seats will be reserved for two showings daily. Seat sale now on at box office, special phone number 3631.

CAPITOL

Today—Ann Southern in "Congo Maisie" with John Carroll. Second feature Richard Arlen and Andy Devine in "Danger on Wheels."

LIBERTY

Today — Gene Autry in "Home on the Prairie," "Rocket Busters" with Humphrey Bogart.

GRAND

Today — Cary Grant, Rosalind Russell and Ralph Bellamy in "His Girl Friday."

HOLLYWOOD

Today — "Bulldog Drummond's Bride" with John Howard and Heather Angel. Roy Rogers in "The Arizona Kid."

He's Number now

HARLEY A. BORDERS

Forger Sentenced To Two-Year Term

Borders Pleads Guilty, Is not Granted Parole on Check Charge

Harley A. Borders was sentenced to serve two years in the state penitentiary without parole yesterday by Judge L. H. McMahan after he had entered a plea of guilty to a charge of uttering a forged check.

A second charge of obtaining money under false pretenses was discussed during his brief hearing in the judge's chambers but no action was taken in the matter.

Borders recently was returned here by Sheriff A. C. Burk from Omaha, where he had been arrested and held on a Marion county warrant first issued last June.

Arthur William Cooper pleaded guilty to theft of beer from the confectionery at Silver Falls state park and his case continued for sentence.

Grand Jury Held For Another Term

Judge L. H. McMahan yesterday cleared up a possible touch-and-go situation at the courthouse when he signed an order continuing the present grand jury over to the February term.

The judge's action was thought in courthouse circles to mean a continuance of the investigation into alleged shortages in the office of City Recorder A. Warren Jones discovered last November.

Prior to adjourning in December the grand jury submitted a presentment to the judge detailing certain facts ascertained by their investigation and asking whether such facts constituted a breach of the law.

Judge McMahan has yet to reply to the jury's request, and although reports were current yesterday that he might respond today, the continuance of the grand jury was thought to be a possible means of delaying comment, perhaps until the conclusion of the county treasurer's trial now under way in circuit court.

Dodd, Nazism Foe Called at Age 70

ROUND HILL, Va., Feb. 9.—(AP)—Dr. William E. Dodd, former ambassador to Germany and a bitter critic of the nazi regime, died today at his estate, Stoneleigh farm.

Dr. Dodd, who was 70 years old, had been weakened by an attack of pneumonia. Because of a nervous disorder, he had been less active recently than during the months following his return from Germany, when he made speches in Canada and the United States criticizing the Berlin givernment.

Dr. Dodd won an international reputation as a historian, and after his appointment as ambassador to Berlin in 1933 by President Roosevelt, he was received by President Paul Von Hindenburg as one having "warm appreciation of the cultural bonds between the two countries."

He became a bitter foe of nazism, however, before he left his post in January, 1938.

Bob Brown Heads Leslie Students

Bob Brown was installed as Leslie's Associated Student body president in an installation at Leslie junior high school yesterday.

Other officers installed include Mary East, vice-president; Ruth Bain, secretary; Wally Palmateer, treasurer; Eddie Herman, sergeant-at-arms; Shirley Parker, song leader; and Lloyd Merk, yell leader.

Bill Upjohn is retiring president.

Scout Officials Talk Over Plans

Forty-seven scoutmasters, assistants and commissioners of the Cascade area council met Friday night at the Rotary lodge on Leslie junior high school grounds to talk over plans for the coming year in the council.

Speakers were James E. Mnoroe, executive, and Rex Sanford, commissioner of the council.

A dinner was served by Campfire Girls.

Two Nazi Subs Claimed Sunk

One Destroyer Does It; Russians Still Try Break Finn Line

(Continued from Page 1)

caused by mine, torpedo or bomb was not announced—sent her to the bottom off the northwest coast with two of her crew of 64 missing.

The Finnish-Russian conflict plunged on at top speed with the Russians still trying to break the Mannerheim line on the Karelian isthmus.

The Finns said Russia lost more than 700 men in vain attacks against the central section of the line with tanks, artillery and planes.

In the far north, observers at Kirkenes, Norway, said the Russians were repulsed after lively fighting in an attempt to take a Finnish position near Hoyenjarvi, in the Arctic Petsamo sector.

The booming of the big guns along the western front was reported by a French high command communique, which said both sides suffered losses in "severe" artillery and patrol engagements Thursday. Earlier the Germans said a scouting party took "several prisoners" in a clash with the French at Forbach.

Job-Finding UCC Task, Says Jones

117,000 Placed Last Year, Realty Board Is Told; Work Simplified

The first concern of the state unemployment compensation commission is to find jobs for idle workers. Consolidation of the employment service with the commission, together with improved industrial conditions, made possible the placing of 117,000 persons in jobs in 1939, a marked increase over the previous year, with the additional result that compensation and the active file of job-seekers have been reduced. In Salem, the number listed as unemployed has been cut in half.

These were some of the observations of Ellis H. Jones, informational representative of the UCC, in a talk at the Salem Realty board luncheon Friday noon. Mentioning the audit of the commission just released, he pointed out that the errors in its records were minor in view of the fact that the commission has taken in $18,000,000 and paid out $9,000,000 since its creation.

The operation is being perfected and simplified so that in comparison to 599 employes two years ago, the commission staff has been reduced to 339.

Unemployment compensation, a branch of social security but totally separate from old age insurance and old age assistance, covers about 28 million workers nationally and about a quarter of a million in Oregon.

The question of seasonality is one of the most difficult problems of the commission, Jones said, mentioning that there is pressure from some industrial groups for payments of benefits outside the normal operation season. Experience rating, whereby employers with steady payrolls will be able to reduce their payments to 1 per cent in 1941, is also subject to some controversy, he added.

City's Irrigation Rate Is Retained

The Salem water commission voted to continue its reduced irrigation rate, starting May 1, and to employ the state division of audits to audit its books for 1939.

The commission also voted to purchase ten $1000 federal baby bonds for $7500 after being advised that Salem banks can take no more than $30,000 of water department sinking fund money, on which they pay a 1½ per cent interest rate. With the baby bond purchase the commission still has $7500 of accumulated money to invest.

The sinking fund now totals $124,000 of which $94,000 is in securities and $30,200 in banks, a report showed.

M M Club Notes

Good morning, and cheerio, Mice. Spring is in the air! Yes, believe it or not, it's here. The air is milder, the rain is here more often, and there's a frog out in the swamps of my backyard that croaks all night. That must be a sign of something. Maybe it's because Valentine's day is practically upon us.

MMC

From all comment passed my way during the past week, it looks as though our show was a success last Saturday. Appearing on it and doing their bit toward making it so, were Billy and Beverly Lebold (I think they're related); our little "South American Way" girl, Eileen Fisher; a newcomer, Sally Haffmon; and a real favorite of yours and mine, Leontine Lebold who introduced a new song to us, "Vagabond Dreams." Seems as though it was a "Lebold" field day. But, seriously, I do want to thank all who participated for their swell performance on that show. We had something new, too, in the form of a potato-peeling contest. The winner was declared by the judges to be Daryl Satter. Congratulations, Daryl.

MMC

On this week's show I will make an important announcement regarding the following Saturday's show. And I do mean, important! Also, appearing this week, is an old standby, Doris Vincent, the Kate Smith of MM, Fred Andrews and Dorothy Smalley teamed together in a duet, and a whole lot of others that I haven't room to mention just now. I can, however, find room to "squeeze" a couple of good acts on the show for this week, so come on down and we'll try you out. There's a lot of good talent running around unharnessed in this town, but it's up to some of you loyal mousers to see that it gets down here.

MMC

On the screen this week, we have James Cagney, Pat O'Brien and George Brent in "The Fighting 69th." On the same program is "Calling Philo Vance."

MMC

I'll see you at one.
So long,
DEAN, Mickey Mouse Chief.

ELSINORE
NOW — CROWDS ECHO CRITICS' CHEERS: "TIMELY! TWO-FISTED! TERRIFIC!"
JAMES CAGNEY PAT O'BRIEN GEORGE BRENT IN THE FIGHTING 69TH
with JEFFREY LYNN · ALAN HALE · FRANK McHUGH · DENNIS MORGAN · DICK FORAN
Directed by WM. KEIGHLEY
COMPANION FEATURE "Calling PHILO VANCE"
Mickey Mat. 1 P. M.

CAPITOL
Now - Continuous Today
MAISIE'S BACK!
More laughable, more lovable than ever . . . as she mows down a Congo Romeo!
2 Hits 25c
CONGO MAISIE
with ANN SOTHERN
JOHN CARROLL · RITA JOHNSON
SHEFFERD STRUDWICK
— Companion Feature —
ROARING DOWN THE STRETCH...
Richard ARLEN · Andy DEVINE
DANGER ON WHEELS
with PEGGY MORAN · HERBERT CORTHELL · MARY TREEN · JERRY MARLOWE

HOLLYWOOD
2 FEATURES
Roy Rogers in "The Arizona Kid"
"Bulldog Drummond's Bride" John Howard Heather Angel
1:30 to 5:00 10¢ AFTER 5 PM 15¢
—Added—
News, Our Gang Comedy and Chap. 7 of "The Oregon Trail"
On Our Stage at 1:30 P. M. The Hollywood Buckaroo Program
COMING SUNDAY 15¢
Two Big Features
COAST GUARD
COLUMBIA'S THUNDERING DRAMA OF LOVE AND ADVENTURE!
Randolph SCOTT · Frances DEE · Ralph BELLAMY · Walter CONNOLLY
AND SECOND FEATURE
★Robert CUMMINGS · ★Nan GREY · ★GLORIA JEAN
The UNDER-PUP

LIBERTY
Last Day—Gene Autry in "Home on the Prairie"
Plus—"Racket Busters"
Starts Sunday — 2 Hits
Chas. Boyer - Irene Dunne
"LOVE AFFAIR"
Plus - Dick Powell in 'Cowboy from Brooklyn'
Adults 15c · Children 10c
CONTINUOUS FROM 1 P.M.

STATE THEATRE
Jane Withers · Ritz Bros.
"Pack Up Your Troubles"
Franchot Tone · Ann Sothern
"Fast and Furious"
Any Seat 15c Any Time

Dance Tonite
Tommie SeRine and His Orchestra
25c 2 Miles North of Independence at KENTI

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GONE WITH THE WIND
will not be shown anywhere except at advance prices . . . at least until 1941.
STARTS THURSDAY, FEB. 15TH
EXACTLY AS SHOWN IN ITS FAMED ATLANTA PREMIERE
BUY RESERVED SEATS NOW
Night Shows 8 p. m. All Seats Reserved $1.00 plus tax (Except loges.)
Matinee 2 p. m. All Seats Reserved 75c Inc. Tax (Except loges.)
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