

Guard Status Dispute Basis

Authority to Call State Troops Asked by FR; Senators Oppose

Me-quick" time, while Rep. Martin of Massachusetts, the house minority leader, said "Republicans are united in every effort to improve defenses."

The controversy was the first of consequence to great any part of his expanded defense program.

The guards, an outgrowth of old state militias distinct from the regular army, number 240,000 men and at present can be called to duty by the president only with the consent of state governors.

Senator Vandenberg (R-Mich.) led off in criticizing the request, declaring on the senate floor that it was "shocking."

"If we are that close to an emergency, congress has better stay in session and exercise its constitutional function with respect to mobilization."

Senators Wheeler (R-Mont.) and Bridges (R-NH) agreed that congress should have the job, but Senator Minton (D-Ind.) observed:

"If we have to use our regular army to police adjacent shores that may come under our protection due to the events in Europe, it can readily be seen that the guard and the reserve would be needed at home."

While the controversy raged among senate members, Secretary Woodring announced that the war department had no intention of recommending at this time that the guardsmen be summoned to active duty.

This issue shared attention with an announcement that the navy, cancelling a voyage by 1100 midshipmen to Rio de Janeiro, Brazil, had rearranged their annual practice cruise to keep three battleships nearer home ports.

Secretary Edison disclosed that the cruise, starting June 8, would take the training squadron to the Newport, R.I. area instead of the Brazilian capital.

The president's recommendations would increase the current arms program to more than \$4,300,000,000. Besides laying emphasis on planes and other mechanical equipment, which are playing such a part in the "incredible events" of the present, he outlined a vast program of expanding factories and other military production facilities, and of training "our people, and especially our young people, for employment in industry and in service in the army and navy."

In line with reports that 1,000,000 persons would be thus trained, he told the legislators: "It is imperative that we make full and effective use of the mighty capacities that lie in our population."

Secretary of the Treasury Morgenthau appeared before the house ways and means committee to contend that the public wanted to be taxed for defense, and that both taxes and an increase in the national debt limit—now \$45,000,000,000—were "essential."

Republicans questioned Morgenthau regarding government finances. Rep. McLean (R-NH) expressed the view that the tax bill was a "vehicle" to finance ordinary peace-time expenditures as well as extraordinary defense spending.

Morgenthau agreed that part of the revenue was to go to pay ordinary, as well as extraordinary expenses of the war and navy departments.

The secretary estimated that the treasury's borrowing power would be exhausted next Feb. 28, if additional revenue or a debt limit increase were not provided. He predicted that the deficit for the fiscal year starting next July 1 would be \$3,703,000,000. Daniel Bell, undersecretary of the treasury, said the gross debt as of May 25, was \$42,787,000,000.

College of Idaho Faculty Man Dies

CALDWELL, Idaho, May 31.—(AP)—Dr. Francis E. Springer, 67, a member of College of Idaho's faculty 32 years until he retired in 1938, died at nearby Boise today.

Dr. Springer, who served in the college's philosophy and education departments, formerly was chaplain, with the rank of lieutenant colonel, in the Idaho national guard.

Ground Is Broken at Willamette U For New Science Building Following Traditional Senior Chapel Program

Three spadefuls of newly-turned earth lay on the Willamette university campus yesterday after ground-breaking ceremonies at noon for the \$100,000 science building, on which construction will start Monday in the hope that it will be completed for occupancy in September.

Professor M. E. Peck, of the biology department turned the first sod with a spade which was used first to break ground for Kimball hall in 1906 and for the library in 1937. Paul B. Wallace, president of the board of trustees, turned the second sod. Dayton Robertson, student body president in 1939-40, the third.

Dr. Bruce R. Baxter, president of the university, expressed the hope that the spade would be used many times in the next decade. The invocation was pronounced by Dr. J. B. Matthews, professor emeritus, and the benediction by Dr. E. C. Richards, who will retire this month.

Seniors were in their caps and gowns for the first of their final week of activities at senior chapel Friday morning. Dr. Matthews gave his annual address. Watson Dutton sang the traditional "Farewell, Willamette." John Laughlin, president of the senior class, spoke.

University activities during the coming week include: Sunday, 11 a.m.—Baccalaureate service at First Methodist church. Sermon by Dr. Bruce R. Baxter. 4 p.m.—Concert by faculty string trio at Waller hall.

Friday, 7:30 p.m.—Junior play, "Our Town" at Waller hall. 9:30 p.m.—Senior banquet and student meeting at First Methodist church.

Saturday, 4:30 p.m.—Commencement exercises at Elsinore theatre, with address by Dr. Walter Friar Dexter. 6:30 p.m.—Senior banquet and student meeting at First Methodist church.

"National defense means more than guarding our frontiers from foreign foes. We must not overlook those who would undermine the foundations of our liberties from boring from within. Let there be no place in America for fifth columns, Trojan horses or parachuters. With public safety at stake, it is time to act. We must know who are with us and who are against us. The congress is now enacting laws to effectively deal with enemies within our borders."

The United States, Angell said, has found itself "woefully deficient in the essentials for national defense."

"We have been sleeping at the switch," he commented. "We have fiddled while Europe armed."

School Year Ends For Salem Youth

Jones, Norman Alexander, Doris Cline and Bruce Taylor. Ninth grade girls receiving athletic awards were June Waggoner, Gwelda Thatcher, Joan Nye, Della Merk, Sharon Burnett, Hazel Jurgens, Ramona Leng-Burg, Margaret Roberts, Geraldine Williams, Nancy Lou Pulpis, Pat Noble, Lorna Gillings, Helen Moorman, LaBurna Kelley, Buena Stewart and June Craig.

Eighth graders receiving awards were Ruth Anderson, DeLores Dewese, Edna Schofield, Callie Hillman, Pat Viesko, Roberta Rogers, Pat Schneider, Helen Jean Gilbert, Lois Cunningham, Maxine Smalley, Margaret Jane Emmons, Sara Ann Ohling, Ruth Larson, Sara Craven, DeLores Dougherty, Martha Gould, Kathleen Hug, Evelyn Meyers and Pat Varley.

Seventh grade athletic awards went to Betty Zo Allen, Janet Gibson, Marilyn Gibbons, Joyce Reeves, Leah Smith and Donna Graham.

Rodeo Will Have Lights This Year

ST. PAUL, May 31.—Salem will inaugurate use of permanent lighting on the St. Paul Rodeo association grounds with the July 2 show being designated, Salem night. Pledge of support was given at a meeting of stockholders this week by a group of Whiskerinos who asked for a block of 500 tickets to the rodeo. Governor Charles A. Sprague and Cherrians are expected to be in the Salem group.

The second night of this year's rodeo will be Portland night and the final show, on Independence day, will be a daytime program. Installation of the lights will be started June 9, it was announced by President Ray Manegro. There will be 20 lamps with a total of 30,000 candlepower. They will be financed by sale of two-year tickets to all events held under them, which will include softball and baseball as well as the rodeo.

In addition to the rodeo with cowboys competing for \$2000 in prizes, there will be dances each night and specialty numbers interspersed in the program.

Second British Force Forming

Abbeyville Bridgehead Is Taken but Not Town; Italy "Preparing"

sector, 35 miles below Dunkerque, indicated that the French were battling fiercely to regain an important coastal area around that point on the Somme, situated 12 miles from the channel. This is the western end of France's new main line.

The French spokesman earlier said he could not confirm that the town of Abbeyville itself had been recaptured. He asserted hundreds of German prisoners, many weapons and supply trains had been captured, against only a few French killed and one tank destroyed.

BERLIN, May 31.—(AP)—The bloody triumph in Flanders was hailed in Germany tonight as an overpowering blow against British and French morale, and a jubilant populace speculated on where Hitler next will strike.

The only official hint of the next order was the high command's enigmatic statement that the bulk of the Nazi legions in Flanders "now are released for new tasks."

The Flanders cleanup, in the Nazi view, entailed only counting the prisoners and evaluation of booty. The German high command is reported to be planning to escape allies with land guns, bombers and the quick-striking Panzer divisions.

During the day the Germans claimed one enemy destroyer was sunk off the Belgian coast by a mine-laying boat which was reported to be the Nazi version of a blitzkrieg-gone-to-sea.

In the German capital, the question on every tongue was whether it would be directed deeper into France in the wake of a new propaganda campaign with obvious Italian implications or against England, the original long-range objective of the German war aims.

Bounced up in the question of future activity was the course of axis partner Italy. In Italian circles, it was said that Premier Mussolini's entry would be a surprise move that would announce itself in due course.

So confident were the Germans of ultimate victory after their smashing 3-weeks conquest of The Netherlands, Belgium and northern France that there was a common tendency to set forth Nazi war aims again.

The authoritative Dienst Aus Deutschland stated that England and France "will be banished in some form to roles of European border areas."

It is not difficult to see on what basis a new order of peace would develop. Dienst said, "Its backbone, according to Berlin views, would be the Berlin-Rome axis."

Dienst said that smaller nations would retain "their national and legitimate living-rights" but that there would be no place in the new European picture for England and France.

Japan Interested In Peace Details

TOKYO, May 31.—(Friday)—(AP)—Circles close to the government said today that Japan, highly concerned in the wake of the Dutch East Indies, would demand a voice in any settlement of the European war.

These quarters said they expected a German victory, with the question then arising of disposition of the oil, rubber and tin of the Dutch East Indies. The Japanese government was pictured as viewing with uneasiness the prospect that these valuable raw materials would be diverted entirely to Germany, cutting off shipments usually going to Japan.

Morse, Bridges to Speak for Meeting

ASTORIA, May 31.—(AP)—The Maritime Federation of the Pacific convention opening here Monday will hear a labor leader and an arbiter.

The main talks will be given by Harry Bridges, west coast CIO leader, and Wayne Morse, Eugene, federal waterfront labor arbiter.

An invitation to attend has been issued to Admiral Emory Sand, chairman of the federal maritime commission who is on a west coast inspection tour.

Campus to Be Used For Air Training

ALBANY, May 31.—(AP)—Carl Curlee, chamber of commerce secretary, predicted today the abandoned Albany college campus would be converted into an aviation training school.

He returned yesterday from conferences with aviation instruction and manufacturing corporations in southern California. The extent of the government's program to increase the military air force will largely determine use of school facilities, he said.

Holidays Cause Drop in Portland Trade, Week

PORTLAND, May 31.—(AP)—Dun's Review said today holidays showed the week's retail goods wholesale trade in the Portland area downward to a position behind the corresponding 1939 period.

Gains for the month, however, ranged as high as 25 per cent.

Late Sports

PORTLAND, Ore., May 31.—(AP)—After holding Oakland to a pair of respectable 4-3 victories yesterday, the Portland Beavers of the Pacific Coast league fell apart completely tonight and took an 18-2 shellacking from the Acorns.

It was Oakland's fifth straight victory in the current series. It was Portland's sixth consecutive defeat.

Oakland 18 23 1
Portland 2 9 4
Salveson and Raimond; Gonzales, Fallin (5), Orrell (7) and Fernandes.

San Diego 5 11 1
Los Angeles 8 13 1
Olsen, Pilleite (7), Humphreys (8) and Detore; Prim, Flores (5) and Hernandez.

Hollywood 2 12 1
S-atite 6 9 0
Ardizoea, Tost (7) and Brunzel; Tate and Campbell, Kearse (7).

Sacramento 4 6 3
San Francisco 3 7 0
Munger and Grik; Epperly and Sprinz.

DECATUR, Ill., May 31.—(AP)—Young Roman Rob, former Creighton university athlete, set the St. Louis Cardinals down with four hits tonight as Decatur of the Three-Eye league took a 4 to 2 exhibition victory from the National League.

St. Louis (N) 2 4 2
Decatur (3-1) 4 6 2
White and Padgett; Roh and Niedson, Smith (6).

American Association (By Associated Press)
Columbus 2, Toledo 1
Minneapolis 13, St. Paul 4
Milwaukee 2, Kansas City 5.

Alien Control To Be Shifted

Immigration Service Is Transferred; Minor Change Impends

(Continued from Page 1.) Neb.), Lundeen (FL, Minn.), Wheeler (D, Mont.) and Murray (D, Mont.) voted against today's resolution.

Norris and Wheeler spent five hours protesting against "war hysteria" and the tactics of J. Edgar Hoover, head of the federal bureau of investigation.

"Hysteria is sweeping this country today," Wheeler told the senate. "The same things that happened during the World war are happening again."

"All people who are talking about suppressing this or that group should remember that it is how Mr. Hitler was swept into power."

The Montana senator said everyone agreed that "spies and foreign agents must be caught at once," but he warned that indiscriminate raids and reprisals caused a spirit of "lawless behavior that knows no bounds."

Hoover was defended vigorously by Senators Byrd (D, Va.), Holman (R, Ore.) and Wiley (R, Wis.).

Wiley chided Norris for following the president for seven and one-half years and then turning against the "commanding chief" in a manner that involved national defense.

This brought a heated reply from Norris, that Wiley "had fought everything President Roosevelt had proposed until this came along and that ought to be enough to make the president suspicious of this."

Byrd said he had "full confidence in J. Edgar Hoover—and hoped that the immigration service would be placed under Mr. Hoover's direction."

Holman praised Hoover and said that "under the present master of labor the immigration service was not functioning as congress intended."

Wiley asserted that Hoover had done "more than anyone else in the United States in making civil liberty a reality by apprehending kidnapers, racketeers, and other law violators."

Peril in Mexico Seen by Elliott

ATHENS, Tex., May 31.—(AP)—Elliott Roosevelt said today if Mexico fails to expel "subversive groups working counter to the best interests of the American people we must make sure that adequate protection is created along the entire length of the Mexican border."

The president's son, a radio executive, spoke at an old fiddlers' contest.

Asserting that "a poisonous hatred has been instilled in the minds of the Mexican people against the United States," he recited what he said were facts "which point to a desire on the part of our neighbor to the south to place at the disposal of interests antagonistic to the freedom of the United States an avenue of approach for an attack upon us."

Co-op to Distribute Power, Douglas County

ROSEBURG, May 31.—(AP)—The rural electrification administration said today a North Douglas Electric Cooperative had been organized to distribute Bonneville power in the territory north from Sutherlin to the county line.

Call Board

GRAND Today — Boris Karloff, Roger Pryor in "The Man With Nine Lives" and "Convicted Woman" with Rochelle Hudson and June Lang.

Saturday—"Lillian Russell" with Alice Faye, Don Ameche, Henry Fonda and Edward Arnold.

HOLLYWOOD Today—Mickey Rooney in "Judge Hardy and Son" with Lewis Stone and Roy Rogers in "Days of Jesse James" with George "Gabby" Hayes.

LIBERTY Today—"Red River Range" with John Wayne, plus "Nancy Drew, Detective" with Bonita Granville.

Chapt. 1 "Dick Tracy's G-Men." STATE Today—"Sidewalks of London" with Vivien Leigh and Charles Laughton and "Espionage Agent" with Joel McCrea and Brenda Marshall.

Saturday midnight show—"Little Old New York" with Alice Faye and Fred MacMurray.

ELGINORE Today—Ann Sheridan in "It All Came True" with Jeffrey Lynn and Humphrey Bogart.

"The Challenge" with Robert Douglas and Joan Gardner. CAPITOL Today—John Garfield and Anne Shirley in "Saturday Night Children" and "The Three Mesquiteers in 'Covered Wagon Days.'"

Withdrawal Is Held Probable

Would Follow Granting of License to Taxi Firm, Declared

(Continued from page 1.) month to operating costs in Salem.

"We would like to continue to operate in the hope that future conditions might improve and permit the company to break even or make, perhaps, some small profit, but I am convinced, as are also my associates in Oregon Motor Stages, that if this 10-cent jitney taxicab license is granted, the operators of those taxicabs will take enough of our business to ruin any possibility of the city bus line system being operated at any profit in the future, and if such jitney taxicab operation is commenced I can see no reason why Oregon Motor Stages should continue the struggle. It is only fair to say to you that if the license is granted, Oregon Motor Stages will cease its city line service in Salem," the letter continues.

Willing to Sell At Appraised Value "In doing so we will endeavor to be fair to you... and in the event you do license such service, our notice of termination of our city bus line operation will be given you 30 or 60 days in advance of actual termination."

Recalling the losses which Portland and Seattle transportation systems suffered in the "jitney bus" era some years ago, Lemen stated that even though he might be wrong in his taxicab licensing his firm's business would not be wrong or whether they are not, it is our firm conviction that they will take some of our business and we will act on that conviction promptly without waiting to experience the expected losses.

In conclusion the bus company president said he and his associates would be glad to turn the bus system over to the city "at a reasonable appraised value" if municipal ownership were decided upon.

Germany's Losses Over Half Million

(Continued from Page 1.) the end of a retreat."

He pointed out that despite the inevitable confusion of the retreat, the removal of "large numbers" of British and French troops "still goes on" with the Germans helpless.

Although the rescue of the bottled up allied army remained Britain's greatest concern, informed London observers said they looked for an early attempt by Adolf Hitler to divide England and France with separate peace offers. These factors were mentioned.

1. Threat would be made of Italian entry into the war to induce acceptance.

2. The French would be threatened with a smashing assault by land and air against Paris.

3. The British would be asked to accept Hitler's terms or face "total war," presumably meaning invasion.

There was no indication anywhere that the British or French would heed separate peace proposals.

Three Charged, FHA Violation

PORTLAND, May 31.—(AP)—Luther W. Wells, president of the Clow Roofing and Wells Building Supply company, was arrested by government agents today on an indictment charging federal housing administration act violation.

Bail was set at \$5000. Three other men associated with the Wells' organization also have been indicted.

They are accused of publication of false statements to obtain loans from a national bank for acceptance by the FHA.

Portland Building At Million, Month

PORTLAND, May 31.—(AP)—Portland building construction, with 499 permits issued, climbed to \$1,005,540 this month, compared with \$696,240 for the corresponding period a year ago.

Banks cleared \$162,908,187 against \$128,866,357 in May last year.

Foreign lumber exports for the month reached 10,118,080 board feet valued at \$251,420, more than doubling April figures. May's foreign lumber shipments were 54,018 barrels valued at \$174,054, more than twice the amount transported last month.

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New Taste Thrill
MASTER
Scotch Graham
at Your Grocer's

STATE THEATRE 15
CONTINUOUS SHOWS DAILY—MAT. I.P.M.
LAST DAY Charles Laughton, Vivien Leigh "SIDEWALKS OF LONDON" Joel McCrea, "ESPIONAGE AGENT"
Starts Tomorrow.

DANCE AT KENTI
Every Sat. Adm. 25c POPULAR ENTERTAINING 2 Miles North Independence
Jimmie Whelmore and His Orchestra
MISS BETTY BURTON, SINGER
REQUEST NUMBERS A SPECIALTY

The first and greatest of America's glamor girls... the most vivid personality of a fabulous era!
Diamond Jim Brady gave her \$2,000,000 in jewels!
Her loveliness, her loves, provided headlines for America's news-hungry press!
Bankers, industrialists, smart men of the town lost their hearts to her!
Every woman envied her, tried to be like her!
The story of Lillian Russell... magnificently produced by Darryl F. Zanuck... is one of the really great motion pictures!
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with ALICE FAYE • DON AMECHE • HENRY FONDA
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CONTINUOUS SHOW DAILY