

BIG RETRENCHMENT PLAN SNAGGED

CAL COOLIDGE LAID TO REST AT PLYMOUTH

Last Rites Are Marked By Simplicity Desired By Family

PRESIDENT ATTENDS

Huge Crowd Gathers For Services Held At Northampton

PLYMOUTH, Vt., Jan. 7.—(AP)—Calvin Coolidge was placed in the grave beside his forebears this afternoon.

In a sloping hillside cemetery the 30th president of the United States was laid to rest while hundreds of Vermonters and mourners who had attended the funeral services earlier at Northampton, Mass., stood in respectful silence.

Rev. Albert Penner, who conducted the services in Northampton in the morning, officiated at the funeral in the sunshine which forced its way through the clouded sky but a short time before the committal services and intoned a prayer for the dead.

HUGE CROWD GATHERS
NORTHAMPTON, Mass., Jan. 7.—(AP)—America today bade farewell to Calvin Coolidge.

In the square, austere auditorium of the Edwards Congregational church, President and Mrs. Hoover and other high dignitaries of the nation bowed their heads in brief and simple funeral services for the nation's thirtieth president.

Outside the red brick church, unable to enter a throng of thousands, many of them lifelong neighbors of Calvin Coolidge in Northampton, assembled to pay their last respects to their city's greatest citizen.

The funeral services began immediately after Mrs. Coolidge, gowned in black but not veiled, walked to a front pew, on the arm of her son, John.

Mention Is Brief
Rev. Albert J. Penner, youthful pastor of a very old church, took his place in the pulpit.

He uttered a brief invocation and a quiet sang "Lead Kindly Light." The clergyman read the scripture and began his prayer in which were the only references to the former president.

"It is not alone a grief stricken nation which bows before thee," the

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Weather News:

Warm nights and pleasant days have prevailed in the upper valley lately, with some sunshine and a drizzle of rain occasionally and always threats of more. The forecast:

OREGON: Generally cloudy tonight and Sunday; occasional light rain in northwest portion and late tonight and Sunday in southwest portion; moderate temperature; moderate to fresh southwest winds offshore.

LOCAL STATISTICS: Minimum temperature Saturday, 41 degrees. Maximum Sunday, 52. Trace of precipitation. Willamette river, 4.3 feet. Wind from south.

SLEW TIDES: Sunday, high, 9:43 a. m.; low, 3:48 a. m.; Monday, high, 10:27 a. m.; low, 4:28 a. m.; Tuesday, high, 12:07 a. m.; low, 11:12 a. m.; Wednesday, high, 12:07 a. m.; low, 6:25 p. m.

Roosevelt Turns Again To Job Of Forming Government

By FRANCIS M. STEPHENSON
(Associated Press Staff Writer)
RHYDE PARK, N. Y., Jan. 7.—(AP)—President-Elect Roosevelt, after making it clear that he is satisfied with the democratic program for this session of congress, is turning again to the task of forming a new government.

Foreign affairs are to receive early attention at a meeting soon between Mr. Roosevelt and Henry L. Stimson, President Herbert Hoover's secretary of state. The date has been fixed for the conference but has not been made public.

Whatever rowing may go on in congress over the details of new laws to balance the budget, the president-elect is satisfied that as a result of Friday night's parley in New York between himself and the party boss will be made to make government costs and income for next year.

The news that Speaker John N. Garner was president-elect, was telling along "less painful" lines than the proposed income tax boost brought an expression of surprise here and a reply that the president-

Volcanoes In South America Become Active

SANTIAGO, Chile, Jan. 7.—(AP)—Volcanoes in the Andes burst into renewed activity today, belching smoke and flames and scattering ashes over a wide area in southern Chile.

Slight earth tremors and subterranean rumblings, accompanied the eruptions. The activity was similar to that of last year, when ashes were carried across South America to Buenos Aires and into the Atlantic. Scientists then predicted further eruptions.

The volcanic ashes and dust threatened to ruin crops and pasture lands. The Lonquimay, Calbuco and Linaima volcanoes, usually dormant, streaked the sky with flames and sent heavy clouds over the cordillera. Farmers and inhabitants of villages near the volcanoes left their homes due to the intense heat and the rain of ashes.

No loss of life had been reported today.

EPIDEMICS PAST PEAK IN COUNTY

Influenza, Scarlet Fever On Wane; Health Officials Give Warning

The epidemics of influenza and scarlet fever which have spread over the county in the past two months have passed their peak and are waning, according to officials of the county public health unit.

Bessie Williams, county public health nurse, said Saturday that the unit is treating only five or six cases of influenza a day. Recently the unit was so busy with influenza work that other activities were temporarily suspended. At that time 30 cases a day were being recorded.

Miss Williams estimated that 20 cases of scarlet fever have been treated.

The danger from scarlet fever has been greater this year than before because it has appeared at the same time as the "flu." Many persons taking scarlet fever mistake the symptoms for those of the "flu" and before correct treatment has been given the disease has run its course and often complications have set in. The complications which follow the disease are more dangerous than the disease itself, health officials say.

The fact that many persons in the county are mistaking scarlet fever signs for those of influenza prompted health authorities to describe the symptoms of scarlet fever as follows:

"The person getting the disease suddenly feels tired, restless and out of sorts. Usually there is a chill, vomiting or convulsions. The person has a high fever. The skin is very dry and hot. The tongue is furred, and under this white covering it is red and swollen. Frequently he complains of sore throat. In ordinary cases these early signs are followed in a day or two by a rash.

"It is during this early stage that the disease is spread to others. When these symptoms are noticed, the patient should be isolated. In case of a school child, the child should be kept home. Scarletina is scarlet fever and should be regarded as seriously."

SLIGHT GAIN SHOWN

NEW YORK, Jan. 7.—(AP)—Unfavorable dividend changes this week totaled 25, says Standard Statistics company, compared with 40 in the week ended Dec. 30. Seventeen favorable changes were made, an increase of one.

SAVAGE BOUND TO GRAND JURY AFTER HEARING

Stage Driver Admitted To Bail Until Session In February

NEGLIGENCE CHARGED

Witnesses Declare Bailey Not Drunk When Car, Bus Collide

Tom Savage was bound over to the grand jury Saturday morning on a charge of involuntary manslaughter at the conclusion of his preliminary hearing in justice court.

Savage was driver of the Pacific Greyhound stage which collided Sunday on the Pacific highway with a car driven by Vernon Bailey of Eugene. Mrs. Bailey was killed. A coroner's jury declared Savage was negligent in trying to pass a car too near a curve.

Admitted To Bail
The grand jury will probably be called in February to consider this case and others. Savage is at liberty on \$1000 bail.

Dr. William R. Neal, physician who attended Bailey, and Colby Harnden of Salem, highway engineer who was a passenger on the bus, were the principal witnesses called late Friday afternoon.

Dr. Neal, called by the defense, was asked whether he detected the odor of liquor on Vernon Bailey's breath when he examined him. He declared that he smelled the odor of beer.

Bailey Not Drunk
In answer to a question of the district attorney he said Bailey was in no sense of the word intoxicated. The defense had sought to show that Bailey was under the influence of liquor at the time his car collided with the stage.

Harnden said that the front part of the stage was halfway across the center line of the highway and that the rear end was on the left side of the road at the time of the collision.

KERR, HARRIS TO SPEAK AT BANQUET

Dr. W. J. Kerr, chancellor of higher education in Oregon, and Judge Lawrence T. Harris will be the principal speakers at the civic banquet honoring visiting editors of the state who will be here Friday and Saturday, Jan. 30, 21, attending the sessions of the annual conference of the State Editorial Association.

The banquet will be held at the Osburn hotel Friday evening, Jan. 20, starting at 6 o'clock. It was announced following a meeting of the chamber of commerce committee in charge of the event Friday afternoon. The time had originally been set for 6:30 o'clock.

The committee elected Frank Gilstrap as chairman. Mayor Elisha Large and Edward R. Morris, president of the Eugene chamber of commerce, will give short addresses of welcome. Various prominent editors of the state will give short talks.

The Elks club orchestra will play during the dinner.

Oregon Granted New Relief Loan

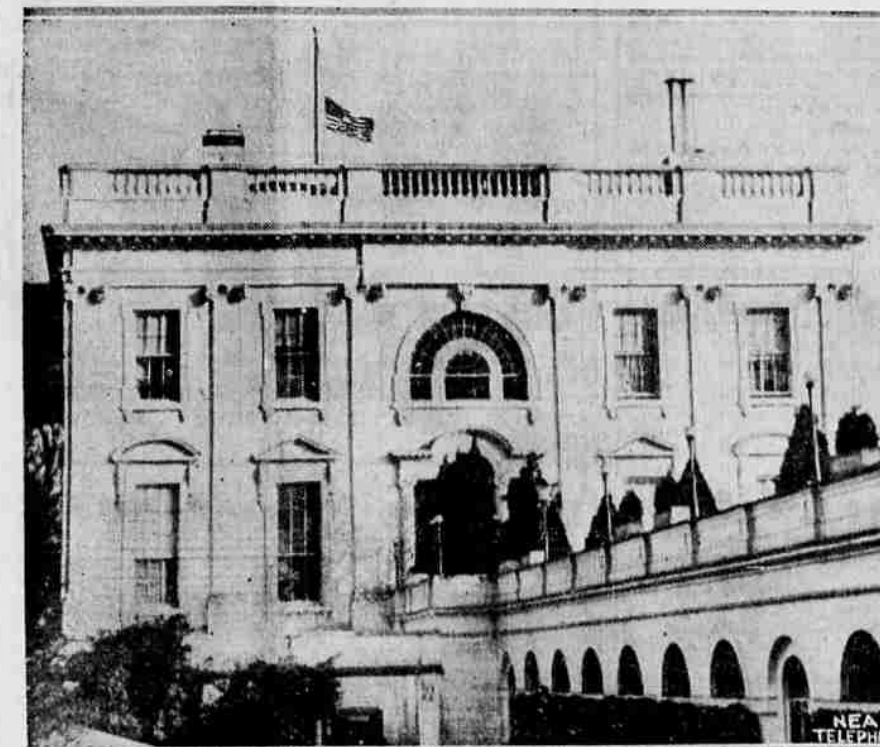
WASHINGTON, Jan. 7.—(AP)—The Reconstruction Corporation authorized relief loans for use through February to six states today, as follows:

Oregon \$742,200; Washington \$193,000; North Dakota \$57,000; South Carolina \$1,247,500; Nevada \$5,000 and Tennessee \$52,500. These brought to beyond \$143,650,000 the total advanced to date out of the three hundred million dollars available.

The Oregon loan is to care for the needs of Multnomah and Columbia counties. Portland, in Multnomah county, has spent more than \$4,900,000 for emergency relief. The application said the financial condition of both the county and city and the heavy taxation preclude further local taxes or debts.

Grove Man Hurt In Fall at Mill
G. H. Booth, employee of the J. H. Chambers and Son Lumber company, Cottage Grove, was injured Friday when he fell from a lumber pile.

NATION'S FLAG IS DIPPED OVER WHITE HOUSE!



The White House, for nearly seven years the residence of Calvin Coolidge as president of the United States, has its flag at half staff in respect to the memory of the dead ex-president. The flag will remain thus during the 30 day period of mourning proclaimed by President Hoover. The picture was telephoned from New York to San Francisco's NEA bureau and rushed to the Register-Guard.

SEVERANCE TAX ON TIMBER IS OPPOSED

Valley Lumbermen Go On Record Against Plan Of New Law

Members of the Willamette Valley Lumbermen's association by a vote of 11 to 2 refused to support the proposed severance tax on timber at their meeting Friday night at the Osburn hotel.

The lumbermen adopted the majority report signed by three members of the committee which studied the tax, Committee members signing the report were J. H. Chambers, T. V. Larsen and George T. Gerlinger. A minority report favoring the tax was brought in by F. R. Olin of the committee.

The proposed plan, which will be presented to the legislature, calls for a small group of timbermen to select the tax on the value of the timber. The following four reasons were given for the vote against the plan:

"1.—It sets up one more separate class of taxpayer... and would have the effect of putting the lumbermen in a small group... subject to the unfavorable discrimination of a large mass of general property taxpayers.

"2.—The necessarily large timber tax bill of the state is too large a burden for the small lumber productive capacity of the operators to bear... Further, while the bill provides... a 12 1/2 per cent yield tax, it is obvious that this percentage would have to be increased to raise the necessary revenue.

"3.—The measure would tend to act as a deterrent to lumber production by placing upon the operator a greater burden than the industry will stand.

"4.—The measure provides that the tax shall be turned over to the state tax commission for distribution and the county... will receive but 35 per cent of the tax produced by the county."

Olin's minority report held that the tax is a good plan because a change is needed in the present tax system, that the proposal would relieve the urge to liquidate, that it would produce a fair and stable tax revenue and that the gradual change would aid everyone concerned.

New Bridge Taken Out By High Water

A new county bridge on the Wolf Creek road below Alma and several sections of road were washed out during recent high water, according to Charles Gold, Alma road supervisor, who was in Eugene Saturday.

The bridge itself was not damaged, although the approaches were damaged. Crews have nearly completed repair on the road, Gold said.

SENATOR GOFF DEAD

THOMASVILLE, Ga., Jan. 7.—(AP)—Death came to former United States Senator Gay D. Goff of West Virginia at his winter residence here at 2 a. m. today. He was in his sixty-seventh year.

Spread Of War Into Northern China Imminent Possibility

By MORRIS J. HARRIS
Associated Press Correspondent

SHANGHAI, China, Jan. 7.—(AP)—Spread of an unofficial war between Japan and China in northern China was regarded in foreign circles today as an imminent possibility.

It was estimated that at least 6000 Japanese troops now were concentrated at Shanhakwan. China's northern railway terminal which the Japanese captured early this week, and Chinese were reported rushing reinforcements to Chinwangtao, the port on the Yellow sea, ten miles westward.

Telegrams were pouring in on the nationalistic government at Nanking from various war lords throughout China, asking for orders to march against the Japanese. Among these were Tsi Ting-Kai, who commanded the nineteenth route army which defended Shanghai against the Japanese last February.

Chinese leaders here declared they were determined to defend the province of Jehol against the anticipated Japanese drive to bring that territory within the Manchukuo boundary. They said a further Japanese advance either northward or further southward toward Tientsin and Beijing would be resisted. It has become impossible to restrain the Chinese people further, they said, "in the face of the increasing provocation of the Japanese."

All hope that the league of nations would be able to take effective action in behalf of China apparently has been practically abandoned. The Chinese newspapers in Nanking this morning printed a report from Geneva, allegedly emanating from an American source, that Great Britain and France undertook not to interfere with Japan in its Manchurian plans when the Japanese troops were withdrawn from Shanghai last May.

The report produced much indignation, symptomatic of the growing national excitement. A Peiping report said Marshal Chang Hsiao-Liang was sending 3000 troops from Tientsin to the Luan river, feeding from Jehol and about midway between Tientsin and Shanhakwan.

More than 150 men started the March in Portland but many turned back before going the 16 miles to Oregon City.

Highway Will Be Open By Wednesday

The Drain-Reedport highway will be open to traffic by Wednesday morning, it was announced Saturday by Raymond Walsh, resident maintenance highway engineer. The highway was closed by a big slide during the recent rain and high water.

The highway now is open from Reedport to mile 24, and from mile 29 to Drain. The five-mile stretch in between, expected to be cleared away by Wednesday at the latest, Walsh reported.

Favorable Trade Balance Is Lower

WASHINGTON, Jan. 7.—(AP)—The United States closed the first 11 months of 1932 with a favorable trade balance of \$256,072,018, the commerce department reported today.

The favorable trade balance for the first 11 months of 1931 was \$293,356,963.

FAIR WEATHER DUE

SAN FRANCISCO, Jan. 7.—(AP)—Outlook for the coming week: Generally fair weather in the far west except for occasional light rains west of the Cascade mountains and some cloudiness in the extreme northern plateau valleys; fog and local frosts will be prevalent in northern California; temperatures will continue normal or above.

State Solons Mean Business For Economy

"This legislature means business on economy," was the report of Charles A. ("Sly") Huntington, one of the three Lane county representatives who made a flying trip home to Eugene Friday night to attend a family party. He was back in Salem Saturday morning.

"There has been a great deal of confusion this first week, naturally," said Mr. Huntington. "A good many wild and impossible things have been suggested, and there is some danger that some of the radical things will finally be done, but I don't think so."

"I believe this legislature will settle down and do a good job when it gets going. People ought to understand this. There is no real bitterness among the members against any one state department or activity. Every phase of state activity has come in for sweeping cut demands."

"This is because most of the members, especially the new ones, are people who are just as hard hit as the hardest taxpayer. These men have been absolutely sincere in demanding the last word in economy before considering any new taxes of any description. I don't see how we can avoid some additional taxation, but we ought to understand that there is very little politics in this economy drive. It comes from men who are very sincere."

ILLNESS FATAL TO REP. BUTLER

Pneumonia Weakens Heart; Was Believed To Be Recovering

WASHINGTON, Jan. 7.—(AP)—Representative Butler, republican of Oregon, died at Providence hospital, at 2:05 p. m. today of pneumonia.

Butler had been ill with the disease for several weeks. Last night his heart weakened under the strain of combating the illness.

His mother, who had been at his bedside during Christmas week, returned to her Tennessee home a few days ago, believing her son was on the road to recovery.

Congressman Butler was born in Butler, Tenn., September 24, 1881. He was the son of Dr. William R. Butler and the grandson of Col. R. R. Butler, who commanded a regiment of Union soldiers during the Civil war and who later was a member of congress.

He was educated in Tennessee public schools and Holy Springs college. After graduating from the law department of the University of Cumberland, he practiced law at Mountain City, Tenn., coming to Oregon in 1906.

He resumed his law practice at Condon and served one term as mayor. In 1911 he moved to The Dalles. He began his political career as a presidential elector in 1908 and was again honored in that capacity in 1916. He was appointed to the circuit court in 1918.

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Police Investigate Dynamiting Of Car

HILLSBORO, Ore., Jan. 7.—(AP)—County and state police were today investigating an explosion which destroyed the automobile of J. W. Harrader, farmer near here. The machine was in the yard when a blast demolished it.

When Harrader tried to telephone police he discovered that some one, apparently the person who dynamited the car, had snipped the telephone wires. Harrader said he knew of no motive for the act.

LATE NEWS FLASHES!

ABOARD PRESIDENTIAL SPECIAL. Enroute to Washington, Jan. 7.—(AP)—Secretary Stimson said today he would meet with President-elect Roosevelt on Monday to discuss at the latter's request continuing international problems now confronting the state department.

WASHINGTON, Jan. 7.—(AP)—A bill by Senator Borah (R., Idaho), to exempt unpatented mining claims from the requirement that their claimants must do \$100 worth of work on them each year was approved today by the senate mines committee.

RENO, Nev., Jan. 7.—(AP)—Alice Joyce Regan, former prominent motion picture star, today was granted a default divorce decree from James R. Regan, whom she married in New Orleans, Jan. 7, 1929. She charged cruelty and non-support. The couple had one child, Margaret.

FACTS MAKE LEGISLATURE ORDER HALT

Special Session Scheduled To Close With No Action Taken

ERRORS DISCOVERED

Figures on Savings Found To Be Quite Tricky, Say Budgeteers

BULLETIN

SALEM, Jan. 7.—(AP)—The house of representatives will this afternoon vote on a general sales tax bill carrying a tax rate of two per cent and providing that of the revenues collected 45 per cent shall be retained by the state, 45 per cent will be divided among the counties in proportion to their assessed valuation and the remaining 10 per cent will be utilized for unemployment relief.

The tax would be levied for the next two years.

The vote will come on House Bill No. 1, the original sales tax measure drafted by the tax commission, as amended by the committee on taxation and revenue.

SALEM, Ore., Jan. 7.—(Special)—BOOM! went the hopes of the Oregon legislature to escape the responsibility of tax legislation this afternoon as the joint ways and means committee delivered a report saying that the grand scheme to save approximately \$3,500,000 by further budget cutting had been found "full of bugs."

So the special session drew to its close after a week of frantic activity with nothing accomplished except a birdseye view of the badly scrambled state finance situation and a New Year resolve to "stop, look and listen" before trying to find the answer in the regular session which begins Monday.

Facts Unset Figures
The grand plan suggested by Senator Kiddle, speaker of the senate, had been based on four points:

1. A raid on higher education millage for approximately half of its tax revenues or \$1,000,000.
2. A raid on grade school state millage for approximately half of its tax revenues or another \$1,000,000.
3. A raid on the highway commission.

SEE LEGISLATURE STORY PAGE 6

BEER BILL CLAIMED UNCONSTITUTIONAL

WASHINGTON, Jan. 7.—(AP)—Holding that the house beer bill would nullify the constitution, prohibition leaders united in testifying before a senate judiciary sub-committee today that 3.2 per cent beer is intoxicating.

Three men and three women, representing leading dry organizations, presented two and one-half hours of testimony that the house bill to legalize 3.2 per cent beer was unconstitutional and would be so held by the courts.

Friends of the legislation were to defend the constitutionality of the measure at an afternoon session.

Only two members of the committee, Chairman Blaine and Senator Dill (D., Wash.), attended the hearing. The audience, composed chiefly of women, included many leaders of the prohibition movement including Bishop James Cannon, Jr., of the Methodist Episcopal church, South,

who is 11. Her custody was not mentioned in the divorce record. The maiden name, Alice Joyce, was restored to Mrs. Regan.

ATHENS, Jan. 7.—(AP)—Earthquakes in the Vols district of Thessaly wrecked numerous houses today and caused heavy property damage. The shocks began early Friday, and were resumed today with greater intensity. Residents fled their homes, so the casualty list was believed small.

MEDFORD, Ore., Jan. 7.—(AP)—Former County Judge C. B. Lamkin of Ashland, and former County Commissioner Bursell of Central Point, were found guilty today of "contempt of the county court" and "nullification of county records" in a ruling handed down by County Judge E. H. Felt. The two former officials were fined \$1 each, and remanded to the custody of the sheriff. Notice of appeal was filed.