

GOVERNOR VETOES BILL FOR REPEAL OF PROPERTY TAX

(CONTINUED FROM PAGE 1)

The special session. Messages accompanying the governor's vetoes were read at a recessed meeting of the house this noon.

In returning the veto of the tax repeal the governor issued a long statement in which he stated he "would take this opportunity to lay before you certain facts regarding the financial condition of the state."

"In common with other states Oregon, for the last twenty years, has been on a spending deluge," the governor declared.

Burdens Second Highest

"In an orgy of extravagance we have considered the public purse bottomless and public credit inexhaustible.

"A year or so ago the combined annual tax collections of the federal, state and local governments in Oregon approximated \$1,000,000,000.

"Fifty odd million were collected annually in Oregon in taxes on real property, of which some forty-three millions represented local taxes levied by the state's 1753 local tax raising bodies.

"In addition, the state had a net bonded and warrant indebtedness of around \$155,000,000, the second greatest per capita indebtedness in the United States.

"During the past 18 years the state of Oregon has paid interest totaling \$25,000,000 on this indebtedness, and it is estimated that before our bonds are matured and retired the state will pay an additional \$27,000,000 in interest.

Burdens Nearly Confiscation

"Of the \$80,000,000 earnings of real property in this state, property taxes consumed more than fifty per cent.

"In addition, the owners of real estate also faced the necessity of meeting improvement assessments and of contributing in the way of indirect taxes.

"Twenty-five years ago the property tax levy in Oregon for the state and local purposes totaled only slightly more than \$50,000,000.

"Until the property tax levy for state purposes was increased by the administration in 1932 the tax for state and local purposes totaled more than \$50,000,000.

"These astounding figures make it apparent at a glance that the cost of state government has been increasing at an alarming rate and that the tax burden is rapidly approaching the point of confiscation.

Mineralties Blamed

"While in every political subdivision of the state taxes have been soaring, the overburdened property owners have been seeking various forms of relief in the way of income taxes, intangibles taxes, excise taxes, and additional increased fees on corporations and insurance premiums.

"But the tremendous increase in the cost of government, due largely to the insistent demands of various organized minorities for few governmental activities and increased public service, seemed always to anticipate and usually to exceed the revenue from these new sources.

"For years this increased cost of government, as reflected in property taxes, has in almost every instance exceeded the earning power of property.

Investment Destroyed

"There is scarcely a piece of farm land in Oregon today which can be leased for a rental equivalent to the taxes against the land.

"There is scarcely a home in our cities and towns that can be leased for a rental equivalent to the taxes and the cost of fire insurance.

"Our rural population is in a deplorable condition. In addition to being in dire distress on account of the economic depression, the owners of real property, particularly our farmers and home owners, are witnessing the destruction of their investments by unnecessarily high taxes resulting from our era of extravagance and waste.

Tax Shift Asked

"Adding to the distressful features of this whole situation is the regrettable fact that a large proportion of the farms of Oregon are covered by mortgages.

"Naturally when the farmer is unable to pay his taxes, with a resultant accumulation of interest and other charges, the federal land banks and other lending agencies frequently resort to foreclosures which might be otherwise avoided.

"Recognizing that in view of the economic depression additional relief must be given the owners of property, I convinced you in special session with the recommendation that you replace the property tax for state purposes with some other source of revenue.

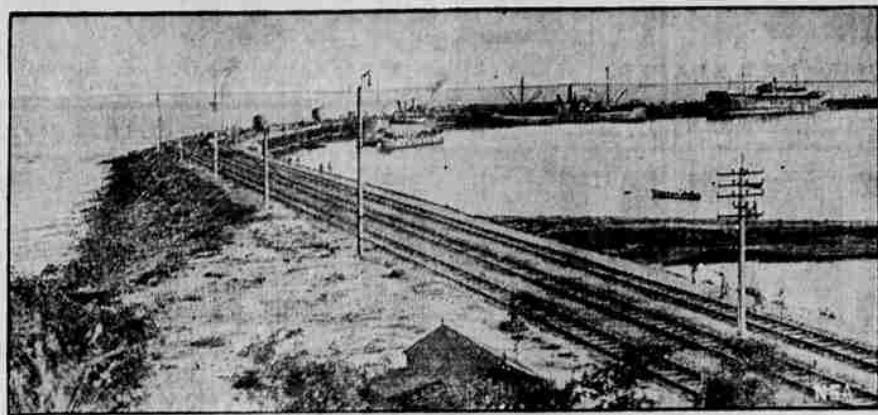
Credit in Danger

"Although you failed to provide another source of revenue during your special session you enacted House Bill No. 12 repealing the property tax levy for the present year, thereby not only depriving the state of funds with which to carry on the government, maintain its state institutions and institutions of higher learning, but also impairing the financial credit of the state, which in turn impairs the obligations and securities of every county, city and school district in the state.

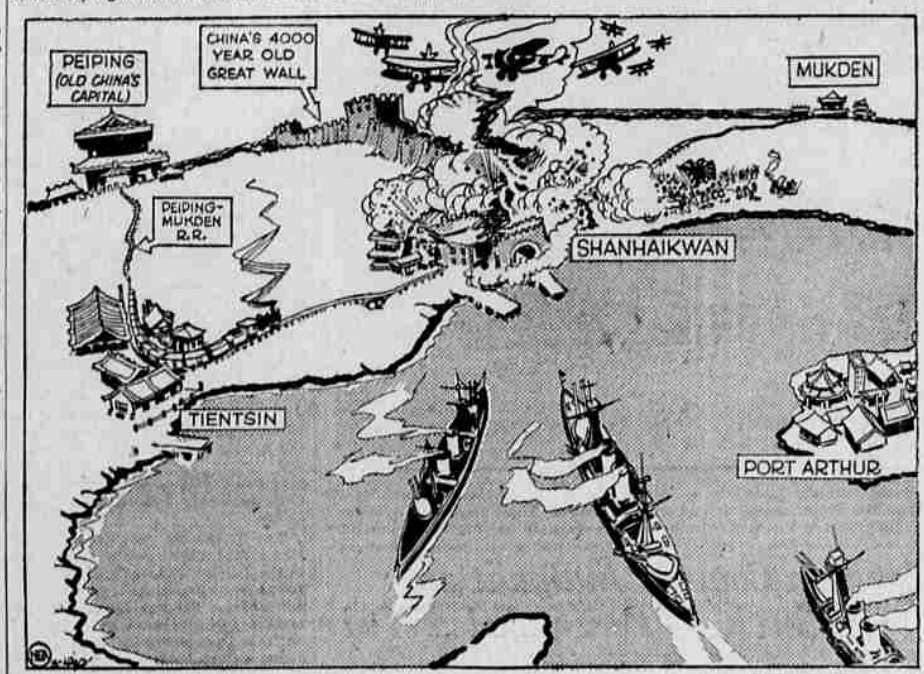
"While, as governor, I stand pledged to the abolition of the property tax for state purposes this should be accomplished, as indicated in my special message, concurrently with the creation of new income from some indirect source. Otherwise the credit of the state will be destroyed and civil government collapse.

Faith Heavily Invested

WHERE JAPAN'S TROOPS SEIZE CHINESE PORT!



Shanhaikwan, where the Great Wall of China meets the sea, has been seized by Japanese troops in an invasion of Chinese territory. This picture shows Shanhaikwan's well-kept harbor, where the important Peiping-Mukden railroad connects with shipping.



This animated map shows Shanhaikwan's importance in the harbor area of the Yellow Sea. On the Peiping-Mukden railroad, where it crosses China's 4300-year-old Great Wall, the seized city might become the center of operations against important Tientsin or China's old capital, Peiping. Across the gulf from Shanhaikwan is Port Arthur, Japanese naval center.

COTTAGE GROVE NEWS NOTES

COTTAGE GROVE, Jan. 12.—(Special).—The Ladies Aid society of the Christian church met Wednesday afternoon with 25 present. They voted to put in a quilt next Tuesday and to have an all-day meeting and quilt Wednesday. At the election of officers no president was chosen and it was decided to let the election of president wait until the next regular meeting. Mrs. Stella Baker was elected secretary and Mrs. Ed Powell, treasurer. Refreshments of cake and coffee was furnished by the past year's president, Mrs. Laura Kirtley.

The Research club postponed its meeting from Tuesday night until Thursday night when they will meet with Mrs. D. A. Emerson and have a surprise farewell party for Mrs. Dwight Moore and Mrs. C. A. Dear who will leave soon. Mrs. Mercer for Independence and Mrs. Dear for Yoncalla.

The Royal Neighbors installed their officers Tuesday night. Mrs. Elsie DeYoung is oracle; Mrs. Mabel Powell, vice-oracle; Mrs. Blanche Town, past oracle; Mrs. Ethel Hammond, marshal; Mrs. Anna Gates, assistant marshal; Mrs. Nellie Blackmer, recorder; Mrs. Emaline Wilson, receiver; Mrs. Vera Medley, inner sentinel; Mrs. Eliza Bartels, outer sentinel; Mrs. Fern Anderson, captain of the degree team; Mrs. Mabel Dixon, chancellor.

The Relief corps will have an all-day meeting in the armory next Saturday, the quarterly dinner being served, and the new officers installed.

The Pythian Sisters will install new officers Wednesday night. Mrs. Clara Collins is most excellent chief; Mrs. Maud Maulding, excellent senior; Mrs. Grace Boushlag, excellent junior; Mrs. Ivy Farmer, manager; Mrs. Elizabeth McFarland, mistress of finance; Mrs. Alice Kern, keeper of records and correspondent; Mrs. Susie Wiese, past.

century of honest and honorable dealing. "To do less than provide the necessary funds for the obligations of the state would result in financial chaos and ruin.

"In addition to resulting in the impairment of the state's credit, such a course would also result in the corresponding impairment of the credit of every county, city and town, which in turn would be reflected in the private affairs of every citizen of Oregon.

Schools Would Go

"Beside ruining the credit of the state and every one of its political subdivisions, this measure, if it should become a law without the provision of other revenues, would result in the closing of the doors of our institutions of higher learning and crippling our state institutions and state government.

"Since the enactment of this measure on the closing night of your special session I have consulted with many members of both branches of the legislature with respect to the course that I should pursue therein, and with one or two exceptions each and every one of these exceptions has advised me to veto the bill and has given me assurances that in such an event new revenues would be provided by your regular session to take the place of the property tax, the abolition of which has been the major objective of my administration.

MOORE HONORED STORY

achievement of this goal you can count on my hearty cooperation and support.

starfish and sea urchin. Dr. Moore's research while at the University of Oregon, with which he has been connected since 1920, has been in this line almost exclusively.

Mrs. Moore, herself the holder of a Ph.D. from Rutgers university and a student of physiology, will accompany Dr. Moore and do some independent research. She has published a number of scientific papers on the reactions of the lower organisms to light. She is a research associate in physiology at the university at present. Both Dr. and Mrs. Moore are students of the eminent physiologist, the late Jacques Loeb.

The great honor which has come to the university in this offer by the Rockefeller Foundation to Dr. Moore is a recognition of his international reputation for research in the sciences basic to medicine, particularly in the field of marine biology and general physiology. Dean James H. Gilbert and Thursday when approved of the offer. Dr. Moore has already

been associated with scientists in Europe and has studied in numerous marine stations all over the world. His post in Japan will open to him new opportunities for research and for distinction to himself and the institution with which he has been associated.

Dr. Moore has an imposing academic "pedigree" as evidence of his fitness for the new appointment. He received his bachelor's degree at the University of Nebraska in 1904, and in 1911 he was given his Ph.D. in physiology and botany at the University of California. His doctor's thesis was on "Mendelian Dominance," a study of one of the laws of heredity in echinoderms. For the next two years he was assistant professor of physiology at California, and then went to Bryn Mawr, where he was associated professor in physiology until 1916. From 1916 until 1926 he was professor of physiology and biochemistry and head of the department at Rutgers university. At the University of Oregon he has been professor of general physiology and head of the department of animal biology since 1926. Since the rearrangement of courses in higher education Dr. Moore's teaching duties have been at Corvallis, while he maintains his research laboratory on the Eugene campus.

European Studies Made

Since 1926 the Oregon professor has held a permanent appointment as a lecturer in general physiology at the Hopkins marine station of Stanford university at Pacific Grove, Cal., where he spends his summers and vacations. In 1930, Dr. and Mrs. Moore were in Europe, where they studied at several universities, principally at the Brussels, on a fellowship in experimental embryology awarded by the Commission for Relief in Belgium Educational Foundation. Although Dr. Moore has published no books, he is the author of over 75 scientific papers published in the past 20 years on experimental embryology and the nervous system.

If Dr. Moore is able to accept the appointment he and Mrs. Moore will leave the United States the last of March, when the present school term closes. He is to take up his new duties at Sendai on April 15.

Thurston Takes Game From Blachly

GETS SEVEN YEARS

PENITENTIARY, Ore., Jan. 12.—(Special).—Everett Faltsitt, held here on a charge of attempted kidnap, was today sentenced to seven years in prison. Last night he changed his plea to guilty. He attempted to hold up a stage depot here last week.

Coburg News

COBURG, Jan. 12.—(Special).—The city council met in the city hall Monday evening. The following have been appointed on city committees for 1933: Finance, H. A. Macy, C. B. Harrison, and Walter Chandler; street, E. O. Zinser, Walter Drury and Joe Kinney; police, Walter Drury, Walter Chandler and Joe Kinney; water, C. B. Harrison, E. O. Zinser, Walter Chandler, Joe Kinney and H. A. Macy; marshal, Albert Leonard.

The high school play, "Laugh Clown," will be presented in the high school auditorium Thursday evening, Jan. 12. The play is directed by Mrs. Stuart Hurd, instructor in dramatics.

Mrs. George Neat, assisted by Miss Minnie Scott, entertained the members of the Coburg Sewing club at her home Tuesday afternoon.

A double miscellaneous shower was given in honor of Mrs. Harold Funn and Mrs. Ted Graville. Each received a number of useful gifts.

Embroidering quilt blocks for the hostess was the diversion of the afternoon. The next meeting of the club will be on Tuesday afternoon, Feb. 7, at the home of Mrs. W. F. Bettis.

Mrs. C. C. Bird will assist Mrs. Bettis with the entertaining. Refreshments were served by the hostesses to Mrs. Minnie Drury, Mrs. Walter Drury, Mrs. Charles Harrison, Mrs. W. T. Bettis, Mrs. Douglas Wasson, Mrs. P. A. Pitkin, Mrs. Rollin Pitkin, Mrs. Noble Beeson, Mrs. Robert Ruthven, Mrs. C. C. Bird, Mrs. Ernest Wroth, Mrs. Albert Graville, Mrs. Howard Hall, Mrs. Clayton Allum, Mrs. R. L. Honzgin, Mrs. Harriet Neat, members of the club and Mrs. John McNabb, Mrs. John Adair, Mrs. C. H. Sharron and Mrs. Frank Pitkin visitors of the club for the afternoon.

Prompt Relief From Itching Eczema

It's wonderful the way soothing, cooling Zemo brings prompt relief to itching, burning skin, even in severe cases. Itching stops the moment Zemo touches the tender and inflamed skin because of its rare ingredients. To clear away Rash, Pimples, Eczema, Ringworm and restore the skin to normal, always use clean, soothing Zemo. Insist on genuine Zemo; it's worth the price, because it brings relief. 35c, 60c and \$1. All druggists.

LEGISLATURE STORY

(CONTINUED FROM PAGE 1)

istering the act. The portions of the redistributed 60 per cent to be received by each of the 36 counties is fixed in the act on the basis of the present productive capacity of privately owned permanent forest lands in each county.

MANY BILLS OFFERED

SALFEM, Jan. 12.—(Special).—Repeal of the state market road act is sought in a "retrenchment" bill sponsored by Representatives A. G. Clarke and B. P. Nichols and introduced in the house today. With the state failing to match county funds, the authors stated that some restriction should be placed upon county courts which are now able to use this money for any purpose they see fit. An enabling act accompanies the measure.

Counties would be permitted to issue non-interest bearing warrants against delinquent taxes on real property not otherwise appropriated for other purposes, up to 25 per cent of the county's share of such delinquent taxes in payment for services rendered by unemployed residents for the purpose of providing work for the unemployed and also encourage payment of delinquent taxes, in a bill sponsored by Representative George Winslow.

Wage Collections Aided

Efforts in adjustments and collection of wage claims by the labor commission would be made more effective under proposed change in the law. The bill bears the names of Representative James H. E. Scott. He has also introduced another bill providing a penalty on an employer who fails to pay his employees when they are discharged or quit. Payment is due immediately but in the case of strikes within 90 days. Responsibility of obtaining rights of way for state highways is shifted from the counties to the state in a third measure he introduced.

Other bills introduced included those to permit actions of law, based upon a contract, to be tried in the county where the cause of action arose as well as in the county where the defendant resides; decreasing the charge made for investigating the character and circumstances of a borrower from a loan company; requiring peace officers to report fines to the county treasurer of the county where the sentence was executed; reducing the maximum amount of interest allowed to be charged by pawnbrokers from three per cent per month to one per cent per month; reduction of all Douglas county officials' salaries with the exception of the county judge; the reductions ranging from \$300 to \$500 per year and another bill authorizing the Douglas county court to employ a stenographer at his discretion.

LEWIS IS MANAGER OF TWO THEATERS

Eddie Lewis, well-known theater man associated with the State theater here for some time, has accepted a position as manager of the Rivoli and State houses in Grants Pass, according to word received here.

The two theaters below to the Cordilleran circuit and Lewis will be located in Grants Pass where he will have charge of both houses.

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HAPPENINGS OF CRESWELL

CRESWELL, Jan. 11.—(Special).—At the meeting of the Creswell volunteer fire department Tuesday evening officers were chosen. All were re-elections and were as follows: President, C. S. Scarborough; vice-president, W. S. Gillenwater; secretary and treasurer, L. E. Zinkler; fire chief, J. R. Clark; assistant chief, D. V. Clark. The annual report included the following items: Number of fires during 1932, fifteen, six five fires and nine large fires; value of buildings within the city limits at risk, approximately \$14,250; value of contents, \$9,000; total amount of 1931 damages due to fire, \$2,005; 1932, \$4,025 of which included between \$600 and \$700 inside the city limits; on runs to fires the truck mileage was 42 1/2 miles; for practice, 75 miles.

There was a good attendance at the regular meeting of the Boy Scouts Monday evening with both L. E. Zinkler and Rev. W. S. Burgoyne, leaders, present. Billy Hoagland passed some of his tests. A number of the boys are planning to attend the court of honor in Eugene Friday evening. Mr. and Mrs. Roy Sanders and son Darrell and Mr. and Mrs. Gettes Blurton were guests at a turkey dinner Sunday of old friends, Mr. and Mrs. Fred Harmon of Lebanon.

The visitation of Creswell grange to the Santa Clara grange postponed from Tuesday of last week on account of the high water will be made Tuesday evening, Jan. 17. Mrs. W. S. Gillenwater is in charge of the program that will be presented by the local group.

The annual meeting of the Creswell Consolidated Telephone company will be held in the council room Friday afternoon at 2 o'clock. Officers stockholders are urged to be present and to take a part in this meeting.

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NOTICE

OFFICE

OF

TAUCTION

TOMORROW

Friday, Jan. 13, at 2 P. M. Sharp

OFFICE EQUIPMENT

INCLUDING OFFICE DESKS — OFFICE CHAIRS — TYPEWRITERS — BURROUGHS ADDING MACHINES — STEEL FILING CABINETS — CASH REGISTERS — SHOW CASES — SAFES — DISPLAY TABLES — ELECTRIC FANS, ETC., TO BE SOLD STARTING AT 2 P. M. ON FRIDAY.

NOTE 4 Furniture Automobile Trucks to be Sold at Auction on Friday Afternoon at 4 o'clock at Eugene Furniture Co. 11th & Willamette Eugene, Ore.

New Location—Russell's Shop HEMSTITCHING, 5c—140 W. 5th Phone 19344

Cold Relief QUICK! Start with Licoquold... snifle. Relief comes quickly. Mamma in 30 minutes. Licoquold is the only new liquid cold prescription. A bottle today—have it on hand. Tiffany-Davis Drug Co.

LIQUOCOLD Loosens Tight, Hacking Cough In a Hurry—Or Money Back Take a teaspoonful of Broncholine Emulsion. You may not be making much of the taste and smell, but what of it? So long as it brings you relief... And it does! No doubt about it. Two doses often kills a cough. Whole bottle certainly does, or you can have your money back. Tiffany-Davis Drug Co. and all other druggists guarantee it. You need not be afraid to take Broncholine. Nothing to give you stomach, nothing to give you the habit. Your own doctor would highly recommend the formula. You've no time to waste. Why not try it? Let Broncholine do it—AT ONCE.

HOW WOMEN CAN WIN MEN AND MEN WIN THE FAVOR OF OTHER MEN Unless two pints of bile flow from your liver into your bowels, no food decays in your bowels. This poisons your whole body. Movements get languid, you get yellow tongs, pale skin, pimples, dull eyes, bad breath, taste, gas, diarrhea, headache, etc. You become an ugly-looking, food-poisoned, sour-thinking person. You have lost your personal charm. Everybody wants a run from you. But don't take salts, mineral waters, laxative pills, laxative candies or other poisons and expect them to get rid of a poison that destroys your personal charm. They can't do it, for they only move the tail end of your bowels and do not take away enough of the decayed poison. Get relief from your bile flow by taking Carter's Little Liver Pills. No colored mercury. Only fine, mild vegetable extracts. If you would bring back your personal charm to win men, start taking Carter's Little Liver Pills according to directions today. But refuse something just as good for it may irritate, loosen teeth and so on. Ask for Carter's Little Liver Pills by name and get what you want.