

Weather: Cloudy

INDUSTRIAL BILL PASSED BY SENATE

SIKIKYOU ROAD URGED IN HIGHWAY PROGRAM

Way Association Asks Money to Remove "Bottleneck"

COMMITMENTS MADE

Hamette, Siuslaw Jobs Allocated by Commission To Get Funds

Word from Washington that \$12,000,000 in federal aid for highways would be available to the state highway commission at Portland to program the Pacific Highway association met Tuesday noon in the hotel to demand that reconstruction of the Siskiyou bottleneck be included in the program.

Assurances have been given by the state highway commission that some \$200,000 of the millage available for the south district (Lane county south) will be available for the big Siskiyou job but it may take \$2,000,000 to complete that important mountain pass on new standards.

Resolution sent to the commission in Portland urging the allotment for the Siskiyou be made as large as possible and efforts be made to interest the federal government in reconstructing the Pacific highway as a road of national importance.

At the meeting here were present: H. S. Merriam, president of the Lane county chamber; J. E. Hill, T. O. Russell, and R. H. Jones of the Eugene highway committee; and from the communities of the south George Green, Tom Blair, J. E. Thornton, William Paul McDonald, T. H. Simpson, J. S. Wiley, Ralph Billings, William Blair, and William Laing, of the county; A. C. Marsters and J. Harding, of Roseburg.

From each city a committee was appointed to give instructions to attend every session of the state highway commission to urge elimination of the "bottleneck" as the first step in rebuilding the road.

ALLOTMENTS MADE
PORTLAND, June 13.—(AP)—Ten million dollars of federal highway funds under the public law bill for immediate letting was announced today.

Weather News:

REGON: Partly cloudy tonight with fog on the coast and scattered afternoon thunderstorms in mountains of east portion. Temperature above normal in interior. Gentle changeable winds off coast.

LOCAL STATISTICS: Minimum temperature Tuesday, 49 degrees; maximum temperature Monday, 87 degrees. Willamette river, 4 feet.

WINDS: Wednesday, 5:01 a. m., 5:05 p. m., low, 1.00 p. m., Thursday, high, 6:07 a. m., 1:00 p. m., low, 12:33 a. m., 1:00 p. m., Friday, high, 7:15 a. m., 1:00 p. m., low, 1:35 a. m., 1:18 p. m.

100 Conservation Corps Men To Arrive In Eugene Thursday

One hundred civilian conservation corps men, the complete quotas of the new camps established here, will arrive in Eugene some Thursday from Fort Leavenworth, Nebraska, and Fort Crook, Kansas.

A special train is now enroute and will follow closely the train carrying the men to the barracks, Missouri, with detachments for three camps. The detachments proceeded by train to the camps. The other detachments were held at camp Skinner and will be taken to the camps on the morning of June 15. The men will be in operation by June 30 despite the many problems of transportation and supply presented by camps located long distances from the nearest railroad.

These camps will afford work for nearly 100,000 men in the Ninth Corps Area. An additional quota of 2,000 veterans are now being selected in the area and they will establish 10 reforestation camps at locations yet to be determined. They are expected to be in operation early in July.

REFRESHED!



O. P. Sweringen, Cleveland railroad magnate, was advised to refresh his memory about activities carried on with money from the House of Morgan. He did so and then revealed a series of specially formed corporations which enabled him and his brother to avoid paying income taxes and keep within the law.

STATE DRY LAWS VOTE IS ORDERED

Initiative Repeal Measure Is Granted Place On Ballot

SALEM, June 13.—(AP)—An initiative measure providing for the repeal of the two dry sections of the state constitution will go on the ballot at the special election in Oregon July 21, the state supreme court decided in an opinion handed down here today. The opinion was written by Justice Belt.

Completed petitions for this measure were filed several weeks ago but were held in abeyance by the secretary of state on the advice of Attorney General I. H. Van Winkle who held that the 1933 legislative act calling for a special election did not include initiative proposals.

George Rylander of Portland later filed mandamus proceedings in the supreme court to compel the secretary of state to place the measure on the ballot. Van Winkle held that while initiative measures were mentioned in the title of the election act no reference was made to them in the body of the law.

"Election laws should be liberally construed to the end that the people may have the opportunity of expressing opinion concerning matters of vital interest in their welfare," the supreme court opinion read. "Expression, not suppression, tends toward good government. The great constitutional privilege of a citizen to vote should not be taken away by narrow or technical construction."

"If the statute is of doubtful construction, we think the doubt should be resolved in favor of free expression of opinion."

The court held that it was the intention of the legislature that initiative measures should be included in the election law.

CITY MANAGER URGED

SALEM, June 13.—(AP)—Mayor Douglas McKay recommended at council meeting last night that Salem have a city manager.

200 Conservation Corps Men To Arrive In Eugene Thursday

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F. D. REFUSES TO YIELD ON COMPROMISE

President's Ultimatum To Congress Delivered To Leaders

SHOWDOWN IS ASKED

Douglas Backs Roosevelt In Opposition to More Changes

WASHINGTON, June 13.—(AP)—President Roosevelt threw down the gauntlet to congress today on the veto issue, sending word he would not yield from the compromise he made with the house on payments made to ex-soldiers.

After a conference between the president and democratic leaders at the White House, word spread through the senate the president would not give an inch and would veto the appropriation bill if congress went further than the compromise to which he has agreed.

Showdown Due
The president's unyielding attitude was understood to have been expressed to Vice-President Garner, Senator Robinson, democratic leader, and Senator Byrnes, (D. S. C.), in charge of the independent officers' appropriation bill carrying the veterans' fund.

Leaders were expected to convey the president's attitude to the senate when the conferees reported back with their disagreement later today, and bring a showdown on the issue.

Douglas Opposed
Departing for the senate, the declined to disclose their strategy but suggested that events be watched closely in the ensuing hours.

No predictions on adjournment were made.

Lewis Douglas, director of the budget who is standing firm against the increased allowances voted by the senate, also attended the parley. Asked afterward if he was still opposed to any increase in the compromise voted by the house and sanctioned by the president, he replied he was absolutely against any change.

Kuhn, Loeb Co. Is Scheduled to Start June 26

WASHINGTON, June 13.—(AP)—Senate investigation of Kuhn, Loeb and company, was ordered today by the senate stock market investigating committee on June 26.

Ferdinand Pecora, committee counsel, said that when the inquiry resumes on that date the first witness should be Otto Kahn, head of the Kuhn Loeb partnership.

Dillon, Read and company, and the Chase National bank and Chase Securities Corporation are scheduled for investigation after Kuhn, Loeb is disposed of but they may be postponed until autumn, Pecora said.

Kahn and three other partners in his firm have been subpoenaed.

Mattern Reported Turned Back By Fog

MOSCOW, June 13.—(AP)—James J. Mattern was reported tonight to have returned to Khabarovsk, Siberia, after nine hours of flying in fog, rain and cold in an attempt to continue his around-the-world flight from Asia to Alaska.

Oregon to Receive 15 Million From U. S.

SALEM, June 13.—(AP)—It has been definitely determined that the Oregon state highway commission will receive approximately \$15,000,000 for road and bridge construction and national parks, J. M. Devers, attorney for the commission, telegraphed from Washington today.

Agricultural Prospects Encouraging For Lane

Price Advances and Changed Psychology Make 1933 Outlook Pleasing

Farmers and growers of all kinds of agricultural produce in Lane county assured a very encouraging outlook for a more sound year in comparative studies on prices and crops by local authorities for the years 1932 and 1933.

The farmers themselves have counted the most encouraging factor in this new outlook, however, and that is the change in their psychology—their more optimistic attitude; their belief "that we have a chance." This change in viewpoint has done immeasurable good in re-establishing agriculture, experts point out.

O. S. Fletcher, county agricultural agent, has made a study of the local situation and finds the outlook most encouraging.

Price advances have been startlingly great on some items, such as hops and wool, and give the new year a good start off.

Willamette valley wool a year ago was quoted at 6 cents a pound. Today it is listed from 21 to 24 cents.

Hops a year ago were listed generally at 12 cents a pound for the 1932 crop. Then came "3.2" and up soared hops to 70 and 75 cents a pound. The Willamette valley is the largest hop center in the world. As one consequence of the rapidly advancing prices, many more acres in Lane county have been put into hops.

Growers have sold at prices ranging from 18 to 22 cents on contracts but even so they bettered last year's returns and have bright prospects for next year.

While Chicago soars wheat to the 80-cent mark, Eugene maintains its prices in the 60's. There is a peculiar situation in the wheat market locally in the comparison of the two years. At this time last year, when wheat was so extraordinarily cheap in the mid-west, Eugene market was paying higher than any of the world markets, due to the scarcity here and the fact that practically all of the wheat here is used for feeding.

Later, when the mid-west markets dropped to the 45-cent mark, Eugene did too, and maintained that figure through the fall. Comparing present prices with those prevailing in 1932, the picture is very different.

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LUMBER CODE TO REGULATE MILLS, LABOR

Prices, Wage Scales, Hours Of Labor and Production To Be Controlled

MEETING IS PLANNED

Willamette Valley Men Will Meet Here Friday to Consider Plan

The proposed code of fair competition under which the lumber industry in the Douglas fir region of Oregon, Washington and part of Alaska, is expected to operate, will be considered by lumbermen of the Willamette valley at a meeting at the Osburn hotel Friday evening, June 13, starting at 6:30 o'clock.

The Eugene meeting is one of a series of three meetings being held in the region, the other two being at Tacoma and Portland. H. J. Cox, secretary of the Willamette Valley Lumbermen's association, announced. The meetings have been called by the West Coast Lumbermen's association, which with the local association is affiliated, and will be in charge of Col. W. B. Greeley, secretary-manager of the coast association.

Districts Formed
E. M. Demarest, president of the association, will be here to preside at the meeting. J. S. Maglady, president of the local group, will preside at a banquet to precede the meeting.

All lumbermen of this district are urged to attend this meeting as it vitally affects their interests.

Under the industrial recovery act, passed by congress and now in the hands of President Roosevelt who is certain to sign it, the lumber industry will be divided into districts, directed and supervised by the emergency national committee of the lumber industry, and the national control committee provided for in the industrial recovery act, Cox pointed out.

The west coast region, also known as the Douglas fir region, is comprised of western Oregon, western Washington and part of Alaska. The West Coast Lumbermen's association will be the agency to administer provisions of the code in this district.

Code is Similar
On June 7, Cox declared, trustees of the association, decided to submit a plan of its own under which to operate. If lumbermen accept this plan, it will be forwarded to the president for approval. The code for this district will correlate with similar codes in other lumbering districts of the country so that the entire lumber industry will be under one plan.

But this week's contest is a menu contest. That means menus for three meals a day for every day for one week. Quantities of meats and vegetables should be indicated. The aim is to get variety and balance and attractiveness. Meats and vegetables now in season should be preferred. Lots of ideas can be gained by seeing what is being showing in the groceries and markets.

Flood Menace Less As Water Begins to Drop

PORTLAND, Ore., June 13.—(AP)—The flood menace on the Columbia and Willamette rivers began to ebb today as cooler weather in eastern Oregon and at the headwaters of the two streams slowed the snow run-off.

"The flood situation does not look as serious today as on Monday," said Edward L. Wells, government meteorologist here. He was awaiting complete reports from the upper Columbia and Snake rivers. At The Dalles the Columbia dropped six inches overnight, temporarily ending the danger to the Old Oregon Trail highway.

The Columbia and Willamette near Portland continued to spread slowly over the waterfront lands but no serious trouble was reported overnight.

The weather bureau said the Columbia was falling slightly between Umatilla and Vancouver; the Snake was falling at Lewiston, and the Willamette at Portland was up only 4-10 of a foot during the night.

Gerimonte Named At Westfir P. O.

PORTLAND, June 13.—(AP)—Several selections of acting postmasters in the first congressional district, recommended by Rep. Pierce and local organizations, have been dispatched, according to a special dispatch to the Journal today.

Included in the list was H. Maasie at Grants Pass; Mrs. Madge Fortuna at Newport; Glen C. Smith at Independence; Oscar Groves, Monmouth; William Gregory, Westport; A. E. Gerimonte, Westfir, and Sadie B. Jones, reappointed at Oakridge.

PAYS SHORT!



Neville Chamberlain, as chancellor of Britain's exchequer, Tuesday told the house of commons that John Bull would offer Uncle Sam but 10 per cent of the \$75,000,000 war debt installment due Thursday.

BRITAIN TO OFFER TENTH OF PAYMENT

Economics Meet Facing Rupture as Debts Talk Persists

LONDON, June 13.—(AP)—Great Britain has decided to make a ten per cent "token" payment of the \$75,000,000 war debt installment due on Thursday upon President Roosevelt's assurance that he will accept for himself alone although he cannot pledge the acceptance of congress, it was learned tonight on high authority.

This course was to be announced in the house of commons by Chancellor of the Exchequer Neville Chamberlain at 10 p. m. according to the same authority.

Delay in the chancellor's announcement, originally set for several hours earlier, was explained as being the result of the British wish for clarification of just what the president meant in saying he was willing to accept in his own name but could not bind congress.

IMPASSE LOOMS

LONDON, June 13.—(AP)—The development of a European bloc of debtor nations to force America to settle the war debts question immediately was predicted today by close observers at the world economic conference as leading delegates took the floor to expound the views of their governments.

Sensation followed sensation in the morning session, which met in a state of excitement as a result of the war debts crisis with which the British cabinet was struggling today.

First, Secretary of State Hull who was to deliver the first speech did not appear, and Premier Daladier of France took his place.

At American headquarters it was said that Secretary of State Hull would speak tomorrow afternoon.

The American reaction to today's swift-moving developments ranged from jocular speculation as to the time when delegates would get a cablegram to return home to an expression of the belief that it was better for the difficulties to come at the start of the conference than later.

The conference reconvened at 3 p. m., but not a single American delegate was present at that time.

Eugene Fourth Celebration To Have Everything, Wintler

Eugene will experience real boom days when the big Fourth of July celebration gets under way here this year. W. N. Wintler, general chairman, declared following a meeting of the general committee at the chamber of commerce Monday night.

MEASURE READY FOR ROOSEVELT

Adoption of Act Provides Government With Wide Powers

BANK BILL APPROVED

Deposit Insurance Gets O. K. Following Long Row on Details

WASHINGTON, June 13.—(AP)—The senate late today finished congressional action on the industrial recovery bill by adopting the conference report. The measure now goes to the White House for signature.

The action removed one of the stumbling blocks to sine die adjournment, leaving still for settlement the veterans issue and the \$3,500,000,000 deficiency appropriation measure to carry out various reconstruction acts for settlement.

The vote for the conference report was 46 to 39.

Gas Tax Induced

The measure is designed to lift industry out of inactivity by suspending anti-trust laws to permit trade practice agreements on wages, prices and working conditions.

Its second sweeping move to improve employment provides a \$3,500,000,000 federal, state and local public works program to be financed by a federal bond issue and corporation and gasoline taxes for interest and sinking fund requirements.

Senators McNary and Steiwer of Oregon voted for the measure.

BANK BILL PASSED

WASHINGTON, June 13.—(AP)—The senate today accepted the conference report on the long pending Glass-Steagall banking bill providing for the insurance of bank deposits.

SEE CONGRESS ACTS STORY PAGE 2

BANKS' ATTORNEYS GET SIX MORE DAYS

Six days additional time for filing a motion for a new trial in the case of Llewellyn A. Banks, convicted of second degree murder here on May 21, has been granted by Judge G. F. Skipworth, according to word received from him Tuesday. Judge Skipworth is in Medford conducting court for the ballot theft cases of Jackson county.

The original 20 days allowed attorneys of Banks was up Monday.

Frank J. Lonergan, Portland attorney who was chief of defense counsel in the trial, will be in Eugene Wednesday, it was learned Tuesday.

Banks is still in the Pacific hospital recuperating from an operation he underwent last week. He is reported to be getting along nicely. A constant guard is maintained over him by officers from the sheriff's office.

Banks was convicted, in the case held in Lane county by change of venue from Jackson county, for the slaying of George J. Prescott, Medford constable on March 16. Second degree murder conviction carries with it mandatory life imprisonment.

SEE EUGENE FOURTH STORY PAGE 3