WEATHER FORECAST Oregon: Tonight and Tuesday fair,

FORTY-THIRD YEAR .- NO. 46.

SALEM, OREGON, MONDAY, FEBRUARY 23, 1920.

**HOOVER STATES** 

tic" Questions at Polls

dential campaign. He insisted the in-

jection of the arguments for and

against reservations would "obscure

our preasing domestic issues by conflict

over a question in which the country

already has made up its mind," and

added, "it is my impression that there

ceptance by the "lesser reservation-

ists" in the proposals of the "mild res-ervations." The two combined, he

Reservations Scored. "It also appears to us." he continued

the lesser reservationists they will

have secured all of the major func-

tions and values of the league. For

The present danger Europe is the

said, could secure ratification.

lesser reservationists."

\*\*

\*\*

\*

is no party credit in this position."

Capital Journal

PRICE 2 CENTS.

CIRCULATION

### FEDERAL BANK TO CURB CREDIT ABUSE Harding Blames Wilson **IPPER MICHIGAN** Delay In Ratification **REGION REVOLTS** Of Treaty By Senators AGAINST DRY LAW

## Prohibition Director of Central States Ordered to Pro-Prohibition Regulations

"HOAX" SAYS OFFICIAL

Iron River, Mich., Feb. 11-"There hasn't been such a hear put over on the country since the fake armistice report as this report of the rum rebellion' in Iron county," sald District Attorney Martin McDonough in an interview today with a corre-spondent of the Milwaukee Journal. Continuing McDonough said: "There is no rebellion in

Iron county, Prohibition is be ing enforced to the limit and my office is giving the federal agents every aid possible."

Chicago, Feb. 23 .- Major A. V. Dalrymple, federal prohibition ssioner for the central received word at 12:33 states. o'clock that telegraphic authorization for him to lead an armed expendition of United States agents into the upper peninsuln of Michigan had been sent from Washington.

Prohibition Director Kramer, at the capital, was in communication with Mr. Daleymple by long distance telephone Dalymple, with about thirty

placed in solitary confinement the men were made to clear the corridor men, will leave Chicago at 6 p. m. of the food and utensils they threw for Negaunce, Mich., where they out. will be joined by a troop of Mich-The six were Elmer Smith, O. C. ian state constabulary. Bland, Bert Bland, James McInerney, John Lamb and Eugene Barnett.

ridor.

Chicago, Fob. 23.-Atador A. V. Dairymple, federal prohibition director for the central states, with six Montesano, Wash, Feb. 23.-Trial armed aids today was en route to Iron of ten alleged Industrial Workers of county, in the upper Michigan penin- the World charged with the murder sula to quell what revenue agents re- of Warren O. Grimm Centralia Artarded as an incipient whisky insur- mistice Day parade victim will be rerection. The prohibition director in-formed Washington last night that juror chosen by lot from the alternate was "in open revolt" list, sitting in the place of Edward reports that proh bitton trial Friday. agents leading a party of Michigan state constables were held up Febru-

ary 10 by Iron county offic wise they had confiscated was taken

Columbus, Ohio, Feb. 23 .- Declar- | republican platform should contain ng the republican party "will wel- Chief among these were: come" the responsibility of American. Izing the peace treaty, United States Senator Warren G. Harding at a rasy Adequate national defense with a

ifying the treaty. Essentially alone he negotiated the surrender of American nationality and statute.

still essentially alone, one in a hundred millilo, he blocks its finl disposition," autocracy." Harding said. While democratic senators from the

tecting America's rights. Senator Harding enumerated a number of things which he declared the chant marine,

Jail officials said the six prisoners

were satisfied with the food but threw

It away just to show their contempt

for the prison rules. Before being

New Juror To Serve.

"Perfected Americanization to be Adequate national defense with an ceed in Enforcement of day, held President Wilson solely re- world leadership in aviation, stronger sponsible for the senate's delay in ... army than heretofore and voluntary military training for young men.

Repeal of every extraordinary wa End of bureaucracy "crowned with

Opposition to government ownership and nationalization of industry. south generally have supported the Curbing of government extrava-president in this stand, Harding said gance and "get to thinking again in with Germany an issue in the presithe people of the south are for pro- millions instead of incomprehensible billions.

Government subsidy for the mer



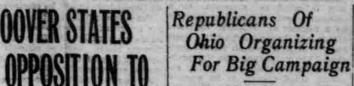
having drifted helplessly for two months in the schöoner Rostellan with its rudder gone, its sails carried away and the hull leaking, the captain and Montesano, Wash., Feb. 23 .- Six of \* eleven men were brought here today by the American steamthe ten alleged Industrial Workers of \* Weep Water, bound from the World, on trial here for the mur- \* er der of Warren O. Grimm, Centralia Armistice Day parade victim, spent today in solitary confinement for throwing their food into the jail cor-Genoa, which picked them up 450 miles east of Bermuda February 18. The Rostellan was bound from Loango, Afri-

ca, to Liverpool with a cargo of palm oil and ivory when she met with misfortune.



Washington, Feb. 23. - President

The new juror will be either A. R.



Columbus, Ohio, Feb. 2 .- Plans for RESERVATIONS he national and state campaigns vere sizzling here today in connection with the Washington's birthday raly of Ohio republicans.

Of major importance among the events was to be reorganization of **Declares** Injection of Treaty the Ohio Republican Editorial associ Issue Into Campaign Would ation, perfection of the state league of republican clubs, and organization "Obscure Pressing Domes- of the republican women of the

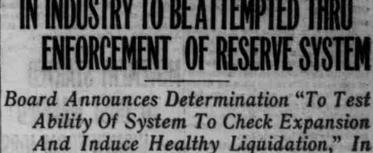
Major General Leonard Wood, republican candidate for the presiden cy, had carried the fight into Ohio to-

Baltimore, Md., Feb. 23 .- Herbert day by filing his declaration of can didacy for the republican presiden-C. Hoover, former food administrator, tial nomination and also a statement declared today in an address at Joans authorizing candidates for delegates Hopkins university his opposition to to pledge themselves to his support making the ratification of the treaty at the republican national conven-

WOMAN RUN DOWN BY

AUTO; ACCIDENTS ON

STREETS HERE GROW



Annual Report Made Public Today. Washington, Feb. 23 .- Determination of the federal reserve board to exert the full power of the reserve banking system in regulating and controlling the credit situation, a course designed to aid commerce and industry in restoring a pre-war equilibrium

The board was prepared to "test the ability of the system to check expansion and to induce healthy liquidation." The board explained in was aware of the implied power to rectify the condition which con-fronts the country. This power neces-sarily followed the authority for and employment of an elastic system of reserve credit and note issue, it was added.

**RESTORATION OF PRE-V** 

#### Amendment Asked

Recommendations also were made to congress for amendment of the re-

serve act which would permit reserve The increase of auto accidents in banks to establish normal maximum the city is noted by records at police headquarters Monday morning. Satlines of credit accommodation for member banks. An ascending scale urday night and during Sunday four that even from the point of view of auto collisions or accidents were re-the lesser reservationists they will ported to police. of rates would be provided in event tery today with full naval and mill-money was borrowed above the max tary bonors and with high officials imum line. This, the board believed, would work to the end that credit expansion on a large scale would be stopped. different and Captain Carroll Q. Saturday evening Mrs. W. E. Kurtz 1105 Leslie street, reported that the machine she was driving collided my part, if the league cannot prove its machine she was driving collided value under the latest proposals of the with another at the intersection of stopped. Warning was given that the coun-

'mild reservationists' it will never State and Liberty streets. The other prove them under the proposals of the car did not stop. Mrs. Kurtx's mathat some remedies employed to con

ditions worse than inflation itself.

chine was slightly damaged. Woman is Hurt

ng, Mr. Hoover said, is not so much A woman, whose identity has not steady degeneration of the standard thrown to the pavement and slightly Was of living and the slow decay of the injured Sunday when she stepped forces of stability." backward and in front of an auto Restored productivity, he insisted, is driven by Frank Borgelt, route 3, 8aessential if the allies are to receive the lem. The accident occurred near Lib-maximum reparation. "Until then we erty street, on State, Mr. Borgeldt

maximum reparation. "Until then we shall not have real peace," he said, told police. He said that be thought 'It will be delayed as long we hang the woman was clear of the machine the treats in the machine the treats in the machine the said that be thought the treats in the machine the treats in the machine the machi the treaty in the air for we are a part when she suddenly stepped back and into the fender of the car. She walk-

Charges Petty Quibbling. ed to a nearby drug store and pro-"It would appear to an outsider that cured liniment for her bruises. both sides were in agreement on ait Boy Run Down the great major ideas of the league

the great major ideas of the league Wholly Chenoweth, a small boy residing at 790 North 16th street, but that they are in disagreement had a narrow escape from injury mostly over secondary questions in the Sunday when a bicycle he was rid-Wilson's proposal for settlement of the reservations. In the meantime the ing was struck by a swiftly passing the county was "in open revort" list, sitting in the place of haward subst federal authority after he had Parr, juror, whose illness halted the resident resident for the state of the stat The new juror will be either A. R. Johnson, Hoquiam, or James A. Bali, Montesano, alternates selected to serve in case of illness among the union officials and grievance commit-tion officials and grievance commit-tion officials and grievance commit-tion was sailed in the confirmed are set in motion that many yield new confilets. Already the distrust and un-dermining of confidence and credit in bicycle was badly damaged. the wohld has crippled our export Faulty parking requirements is at-

hurt.

Wilson To Make

Adriatic Notes

Public, Report

AT FUNERAL TODAY Washington, Feb. 23 .- The body of Rear Admiral Robert E. Peary, discoverer of the north pole, was laid to rest in Arlington national ceme-

Wright, chaplain at the Washing try must guard against too rapid de-flation. It was pointed out, however, services.

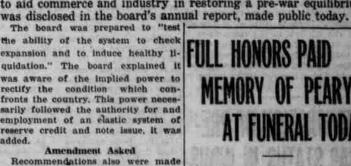
The casket was carried to the cometery on a gun limber, draped in the sequent deflation might create connational flag which Admiral Peary "Defiation merely for the sake of raised at the north pole. A troop of defiation and a speedy return to cavairy and a battery of artiflery 'normal' deflation merely for the sake formed the military escort which of restoring security alues and com- led the way, while a long procession

of restoring scentify allows and com-modity prices to their pre-war levels without regard for other consequenc-es would be an insensate proceed-ing," the report said. Must Control Credit "It must never be forgotten that \* \* modern business is done on credit. One of its life giving princi-ples is credit. The ultimate test of a credit system must be found in what it does to promote and increase the production of goods. True in general-the truth of this observation deserv-es to be particularly emphasized in the present deranged state of world industry and trade when production is the crying need of the hour every "In explanation of fits increase in

**BY BOLSHEVIKE AND** 

London, Feb. 23 .--- Bolshevk forces

SHIPPING IS SIEZED





El Paso, Texas, Feb. 23.-Fresh olution threatens Mexico as a result of the coming presidential elections according to Excelsior, one of the lending newspapers of Mexico City. "To judge by the indications." Exrelator says, "there is not left the sightest hope that the coming elections will assure the triumph ot or

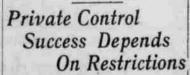
noracy. Nay, not even the public beace, it seems, will be assured by the approaching declaration of the great mute (the people).

tions, it has broken up into coteries ern railroad told members of the that are rending each other with a fury Northwestern General Contractors astrater because they are branches of sociation today at their annual conthe same tree, parts of the same whole, vention here. mits of the same act.

have been erased from the conscience vide adequate service will mean the of Mexicans."

Honor First President

Congress Recesses To



trial today. When court opens tomor-

row, Parr will be excused from jury

duty, the new juror will be named and

the defense will resume presentation

of its case, according to the program

ten days.

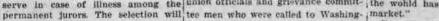
outlined today.

Minneapolis, Minn., Feb. 23 .- Success or failure of private operation of the railroads of the country depends

Not only has the (present) revolu- upon the liberal administration of the the been shattered into a thousand present railroad legislation, Ralph Dieess but it has split liself into fac- Budd, president of the Great North-

"The amount of credit the railroads This we are groping forware sound- will be able to obtain during the next of a ring which has been selling drugs ceded by presentation of statistics cal. is, without orientation, withou, direc-then, without a know path, over a rug-or failure," said Mr. Budd. "In my ad renow s know path, over a rug-or failure, said air, bounded by abyassa in the opinion the failure of the railways to other cities. and of a violent tempest in which obtain sufficient money and credit to

end of private ownership."



be made by lot. Announcement that an alternate juror will be chosen was made by Judge J. M. Wilson, who is trying the Judge J. M. Wilson, who is trying the case, yesterday, when Dr. J. H. Fitz, county health officer, reported that Parr, who is suffering influenza, would be confined to his quarters for the discussion of the content of the because of tis labor provisions. Some other contends for at least moral dom- causing the machines to come to-Observance of Washington's birthregarded it as destroying all progress ination as a mission of international gether. Both machines were damaged

With Being Head

Vancouver, B. C. Feb. 23 .- J. J.

Wing, Chinese, was held by police

here today while an investigation was

Police raided Wing's house yesterday and reported they found drugs estimated worth over \$20,000 at

wholesale, secreted beneath the floor

of a bedroom. The officers reported

translated letters found in Wing's

rooms contained orders from several

cities for drugs quoted at from \$75 to

\$80 an ounce. The officers said that during the

day prevented the resumption of the made during the negotiations with Di- justice. Many of us want neither er. But neither Takagi or Roberts were rector General Hines toward a settle- treme. Hopes for Ratification. ment of their demands for higher pay.

Assuming that the treaty would be ratified "some day," in "some form" Representatives of the fifteen or-ganizations concerned in the settlement proposal met in secret session in he reached a hope that it might serve as many different halls. Their pur-pose was to formulate their own views ment and the "development of engage by majority rule and later meet in a of conciliation, of arbitration and general conference. Heated arguments codes and courts of international juswhich were admitted to have develop- tice."

Except where the interes's of the ed in virtually every meeting, were ex-

conference. Chinese Charged With Being Head mended by the war. The loaning et with the consent of the foreign govmoney except to alleviate d'stress was ernments. also opposed. "Our best assistance m

Of Drug Sellers heating Europe's economic wounds les in the promotion of the great pro-

cesses of private commerce." he said, "not in loans from our government." Mr. Hoover's reference to the peacs

made of charges that he is the head treaty and its ratification were preto customers in Vancouver. Seattle, cuated to indicate what he called the Tacoma, Butte, Spokane, Denver and "heartbreaking underpayment" 0 school teachers.

At S. P. Driveway

at Absence Of Light

to Ambassador Davis at London who will deliver it to the premiers

Visitors Barred At Penitentiary

No visitors will be admitted into the state prison here until the pres ent influenza epidemic has abated, according to instructions just issued by Causes Accidents Warden L. F. Compton. There are no influenza cases in the penilentiary yet

Avoiding a serious accident only by with the object of keeping the dis-The officers said that during the hour and a half they were in Wing's house, they received about thirty calls for drugs. The calls came from which countral 7:30 Particle and accident the basis still up at the state hos-

calls for drugs. The calls came from which occurred 7:39 Saturday night pital here where, reports indicate, all parts of the city and the parties at 12th and Bellevue streets, there has been no material increased Washington, Feb. 23.—Both senate bouse today refrained from dis-with the republicans in cheering the pronouncement that the "great rule month to hear the reading of Wash-

CAMPAIGN MARCH 1

Sloux Falls, S. D., Feb. 23 .- Senator This is one of many mishaps which have been reported from this locality. Hiram W. Johnson of California, m-the cause being an entire absence of dependent publican candidate for

SENATOR PENROSE ILLI light at this point. Drivers who use president at the March primaries will philadelphia. Feb. 22. — Senator the driveway to the Southern Pacific open his South Dakota campa'ga Distance on Washing-to Mount Vernon by the Southern So-Distance of applause punctuated by former Speaker Bangalow on Ind'an river, Florida, reading of the farewell address in Clark, of the house of representatives after being ill at hi shome here for speaker after being ill at hi shome here for a point of the speak of the farewell address in Clark, of the house of representatives after being ill at hi shome here for a point of the farewell address in Clark of the house of representatives after being ill at hi shome here for a point of the farewell address in the speak of the farewell address in Clark of the house of representatives after being ill at hi shome here for a point of the farewell address in the transmission of the farewell address in the farewell address in the house of representatives after being ill at hi shome here for a point of the farewell address in the transmission of the farewell address in the farewell The advention address in Clark, of the house of representatives after being ill at hi shome here for serves condition class, but to date speeches on this trip, but will return nearly two months. The trip is serves admonitions against foreign al- ington's tomb.

In explanation of fits increase in liscount rates, the board said this ad been the tradialonal method of ian B. Hawley, for the society; Althe wohld has crippled our export market." Regardig the part of the United States will take in the rehabilitation of Europe. Mr. Hoover counseled moder-ation. "eW have two extreme views Roberts, riding a motorcycle. The

may altract credit from other cen-ters, It is this condition, among othmake imperative the use of its power in controlling credit and starting deflation

**Cooperation** Needed In checking expannion, the board declared much depended upon cooperation of business and the commu nity generally. "There is, however, no need for drastic or precipitate act-

ion" the report continued. "There have seized Murmansk and shipping need be no apprehension as to our ability to affect the transition from olution which broke out at that port war time to peace time conditions if Saturday afternoon, according to a

changed between the United States and reasonable safeguards against the Lloyd's dispatch from Vardo, Nor-

It is expected that the notes will be given to the public as soon as the president's latest reply to the entents memory is delivered to the memory of outstanding these pass into the hands of perma-ward from Finland and north of the A plea was made for complete abpremiers is delivered. It will be sent nent holder and the national debt re- White sea. It is northwest of Arcaduced the operation of the sinking angel. Last year Murmansh was the fund, there gradually will come a fighting the bolsheviki along the west

(Continued on page two) ern shore of the White sea.

# Capital Journal's Straw Vote for President

### Vote for One, placing X after name; then cut out and mail or bring to

#### Capital Journal Office.

BRYAN	OWEN
cox	PALMER
GERARD	PERSHING
HARDING	POINDEXTER
HOOVER	POMERENE
IOHNSON	TAPT
LOWDEN	WILSON
McADOO	
irty Affiliation	

Mathematical at the capitol were clos-was to have "as initic provident and a possible" with foreign na-nation's first president. Senator tions. The senate of Ohlo read the address An innovation in the day's obser-infore the senate, while in the house vance was the decoration of the was read by Representative Roden-Washington monument with the flags burg. Illimois.

stons farewell address, while other of conduct" for the United tSates mis at the capitol were clos- was to have "as little political con-

Same, Virginia, spoke on Washing-outburgs of and character.

Wing, the police said, sometimes uses the Chinese name of Chan Chin. was injured, was considered fortu-The officers said the drug haul was nate by those who witnessed the cir-CAMPAI one of the largest ever made on the cumstances of the incident, Pacific coast.

SENATOR PENROSE ILL

who made them were impatient when at 12th and Bellevue streets,