

Circulation
Average for 1920, 5350.
Population of Salem 1900, 4265;
1910, 14,094; 1920, 17,671.
Oregon County 1920, 47,117; Polk
County, 14,151.
Member of Audit Bureau of Circulation.
Associated Press Full
Lined Wire.

Third Year—No. 304

Taxes Must Be Reduced
John Holds
York Financier
Shares Business of
Country Must Have

Washington, Dec. 21.—Business country is demoralized and revision of the tax laws is a healthy growth. John, New York banker, means today in the course of a speech in which he denounced the aspects of the treaty of commerce and declared for a complete income tax "must go," adding that while it is soundly sound its disadvantages outweigh its advantages.

Tax Favored.
Revision of the income tax, Mr. Kahn explained, was a sound economic necessity, but higher taxes on incomes on the other hand did not produce revenue for which they were designed. He said also that he approved any exemption from tax provisions.

Tax Treaty Dangerous.
Mr. Kahn was asked during his statement whether he thought the signing of the treaty would obviate any of the troubles industrial and financial confronting the country. He replied that the Versailles treaty was "equally devastating" in its disregard of economic conditions.

Tax Kill Markets.
According to Mr. Kahn, the signing of the Versailles treaty would bring a collapse in the market. He said that the tax treaty would be a "step" and re-establishment of a fairer system of taxation without any undue tenderness.

Use Full of Pennies Saves Hold-up's Life
Dec. 21.—Examination of a wound sustained by a bandit who, with three army uniforms, fought a battle last night with a private in front of the headquarters of the International Harvester company, proved that his pocket containing eight pennies saved his life.

Recall Movement Suffers Set Back
Dallas, Gr., Dec. 21.—The recall promoters who desire the recall of County Judge Robinson have met a setback, according to all reports.

Officers Seek Xmas Cargo of Booze; Ship Crew Admits Traffic
Seattle, Wash., Dec. 21.—Prohibition enforcement officers today were attempting to locate a "Christmas cargo" of several hundred cases of whisky, believed to have been landed from a Canadian fishing schooner near here yesterday.

Editor Dead.
Dec. 21.—Manuel M. ... 52 years of age, vice president of the senate and owner of ... in Cuba, died here.

Capital Journal

Salem, Oregon, Tuesday, December 21, 1920

The Weather

OREGON: Tonight and Wednesday rain west; rain or snow east portion, moderate southeasterly winds, increasing in force.
LOCAL: Temperature, maximum 50, minimum 33, sea 54. Rainfall .01, river 0.4 feet, falling.

Price Three Cents

Rail and Government Officials Shared In Graft, Cusing Says

Washington, Dec. 21.—Officials of the United States government and of railroads handling coal received a part of the "extraordinary profits" taken out of part of the coal distributed to consumers last summer, George H. Cusing, managing director of the American wholesale coal association, charged today before a senate committee investigating the coal situation.

Auto And Train Collide; Man Hurt In 6th Crash Here In Last 24 Hours

Hurled 25 feet when the 10:36 southbound Southern Pacific passenger train crashed into its automobile at the corner of 12th and Court streets this morning, Fred Stark, 65, sustained a broken right arm, a badly lacerated face, and a fractured leg, and is at present lying in the Salem Deaconess hospital in a serious condition as the result of the automobile accident, the sixth to occur in Salem within the last 24 hours.

D'Annunzio Says He Refuses To Recognize Treaty

Rome, Dec. 21.—Captain Gabriele D'Annunzio, head of the regency of Quarnero, has informed General Vavilga, commander of Italian troops along the Dalmatian coast that he does not recognize the treaty of Rapallo and will resist its enforcement.

Senator Smith Named on Board By President

Washington, Dec. 21.—Senator Marcus A. Smith of Arizona is understood to have been selected by President Wilson as a member of the International Joint Commission, which deals with certain questions arising between the United States and Canada, such as fisheries and the like.

Pointdexter To Give Views on Peace Policies

Marion, Ohio, Dec. 21.—Another member of the irreconcilable camp of the senate, Senator Miles Pointdexter, of Washington, today was called into President-elect Harding's consultation on his plan for a world peace association.

Salem Will Use 70,000 Feet of Lumber, Belief

Acting on information furnished by Street Commissioner Walter Low, through Alderman Giesy, the city council last night instructed "City Recorder Earl Pace" to advertise for bids on 70,000 feet of lumber which, Commissioner Low estimates, will be used by the city during the coming year.

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Landing of Pilgrims Is Celebrated

Plymouth, Mass., Dec. 21.—On the shore of Plymouth bay, where the breaking waves dashed high, when the pilgrims set foot on Plymouth rock December 21, 1620, their descendants joined with other distinguished men of this generation in America, Great Britain and Holland in observing today with due solemnity the tercentenary of their landing.

Coolidge and Lodge Take Part in Ever Commemorating Puritan Arrival

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Auto Turns Turtle

R. Gregory, driving west on Union street yesterday, collided with another machine going north on Church street. The Gregory car was overturned in the smashup, but little damage resulted.

State Road Aid Wins Approval of House Heads

Washington, Dec. 21.—Republican leaders of the house have agreed upon an appropriation of \$100,000,000 for state road aid, it became known today after an executive session of the house roads committee.

Bank Robbers Pursued; Two Are Captured

Near Brunswick, N. J., Dec. 21.—New Jersey's crime wave engulfed Milton today when four men attempted to rob the First National bank. A posse of thirty citizens armed with guns, pitchforks and other weapons, captured two of the alleged robbers after a fight which showed that the bank had been entered by digging through a brick wall.

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Tariff Forces Win First Round

Washington, Dec. 21.—Advocates of emergency tariff legislation won a preliminary fight in the house today by adopting 206 to 76 a motion to suspend calendar business tomorrow so as to give the Fordney tariff bill right of way.

Wife Murderer Sows Dying In Dallas; Salem Chauffeur Tells Story

His internal organs terribly burned by the carbolic acid which he drank yesterday afternoon after he had murdered his wife, housekeeper for John Brown of Dallas, George F. West is slowly dying in a Dallas hospital, late telephonic advices to The Capital Journal stated this afternoon.

Supreme Court Decides Minor Appeals Today

Opinions handed down by the supreme court this morning were confined to minor civil cases originating in Baker, Union, Gilliam and Malheur counties, all in eastern Oregon. The summary of the opinions follows:

Burglars Smash Glass Then Rob 2 Salem Stores

Burglars robbed two Salem stores some time last night after they had gained entrance to both establishments by smashing their way through panes of glass.

Bids Asked On Hood Highway

Bids for the grading of the Clackamas county section of the Mt. Hood loop highway will be sought by the state highway commission at its February meeting if arrangements can be made to finance the project.

Telephone Rate Hearing Opened

Portland, Or., Dec. 21.—Before a large assembly of attorneys, statisticians and rate experts, the Oregon public service commission began here today hearing the application of the Pacific Telephone and Telegraph company to increase further on January 1 rental and other telephone service charges by substantial percentages throughout the state.

Home Rule Is Passed By House; Signature of King Alone Lacking

London, Dec. 21.—The Irish home rule bill, as slightly modified by the house of lords, was adopted by the house of commons today. The measure now needs only the royal signature to become a law.

Greek Princess Says Father Her Present to Nation

Athens, Dec. 21.—Premier Rallis yesterday tendered to King Constantine the resignation of the Greek cabinet, but was requested to remain in office until parliament begins its session.

Dorsey Pardon Riles Landis; Thieves Benefit

Chicago, Dec. 21.—Judge Kenesaw M. Landis today refused to sentence six men charged with stealing 600 sacks of sugar from trains in interstate commerce, after learning that President Wilson had last week granted a pardon to James J. Dorsey of Gilbert, Ill., known as the "millionaire cattle king."

Klamath Court House Battle Has New Angle

Klamath Falls, Ore., Dec. 21.—Application by Frank Ward, taxpayer, is on file today for an injunction against the proposed tax levy of \$50,000 for construction of the hot springs court house.

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Reames Resigns Federal Berth

Portland, Or., Dec. 21.—Resignation of Assistant United States Attorney Charles W. Reames to take effect January 1, was announced today by United States Attorney Lester W. Humphreys.

Loyal Legion Agrees To Cut Scale of Pay

Portland, Or., Dec. 21.—By a vote of 15 to 9 the board of directors of the Loyal Legion of Loggers and Lumbermen for Oregon at a meeting here today voted a cut in the minimum wage of workmen of the Legion 80 cents a day. The new minimum wage will be \$2.60.

Walters to Get Less

Chicago, Dec. 21.—A wage reduction amounting to 20 per cent in the pay of waiters in one of the largest downtown hotels was announced today by George Keever, head waiter.

Oregon Stands Pat; Issue Is For Big Three

Eugene, Or., Dec. 21.—Marion McClain, graduate manager at the University of Oregon, was quoted today as saying that he did not care to discuss the conference football schedule situation or suggestions that Washington, California and Stanford universities form a "big three."

Oregon City Men To Share Reward

Toronto, Ont., Dec. 21.—"Three-Fingered" Richardson and Chief Constable Ed Fortune of Oregon City, Or., will be the recipients of the reward of \$1,000 offered by the state of Oregon for the arrest of John Doughty, Small's former secretary.

375 Moonshiners Are Arrested In Single Month

Louisville, Ky., Dec. 21.—Three hundred and seventy five alleged moonshiners were arrested and 774 illegal stills with 732 gallons of liquor were seized in the southeastern prohibition district during November, according to a report issued here by prohibition officials.

Alleged Ringleader of Frisco Gangsters Is Placed on Trial Today

San Francisco, Dec. 21.—Edward (Knockout) Kravosky, pugilist and second of a group of alleged criminal gangsters to face a jury for felonious attacks on girls here, went on trial today. Edmond (Spud) Murphy, the first of the group to be tried, was convicted by a jury last night after a sensational trial.