Circulation

Average for 1920, 5250 Population of Salem 1900, 4258; 1910, 14,094; 1920, 17,679 Marion County 1920, 47,177; Polk county, 14,181 Member of Audit Bureau of Circulatilon. Associated Press Full Leased Wire

Capital Journal

Salem, Oregon, Friday, July 29, 1921

Forty-Third Year-No. 180





Oregon to Paying are several characters. Object Rates Double Phone Systems

Increases in telephone rates ing before the public service com- ley Packing company, he was downward revision of its rate Grebe's car. schedule of last February. The hotelmen's delegation is

tel: C. Van Duyn, Carlton hotel; word, did not arrest her. A. H. Meyers, Oregon hotel.

Escaved Previous Raise E. C. Cornell, manager of the

fied that the recent rate order had creased his telephone expense by \$2.46 percent which he defixed to be unreasonable.

On cross examination Attorney Shaw for the telephone company, brought out the fact that the hotels had entirely escaped the rate

the order of May, 1919. Cornell declared that a hotel those students who are not resishould be permitted to make at dents of the city?

its investment. Growth of Hotel System

The growth of the telephona



The second chapter in a story Grebe, who spent Sunday night at which, officers had feared, was the Salem camp grounds, stole ended, opened this morning when quietly out of the city in her au-Salem police were notified that tomobile. No word was left with Mrs. Edith Grebe, of Spokane, is officers. No message was sent to under arrest at Ashland. the crippled victim in the hospit-

Innkeepers the kind you seldom hear. There ing her departure. It is rather an unusual story, al. No letter was received follow-

Reckless Driving Charged

His ankle broken, unable for His ankle broken, unacie to a complaint, these driving was Finn, a Portland-Salem stage prepared immediately after it was driver, and one of two men run learned the woman had disappeardown last Sunday by an automo- ed, and telegrams were sent Increases in teleprone to more down last sunday by an automo- ed, and telegrams were sent tanging from 50 percent to more bile driven by Mrs. Grebe, lies broadcast. At first it was believ-than one hundred percent with confined in a local hospital. The ed she had returned to Spokane, other man, J. R. Newton, 1553 and officers there were notified service rendered form the basis State street, sustained minor in- to arrest her, should she be apfor complaints registered by Ore- juries when, working by a sta- prehended. No word, however, gen hotel men, who are appear- tionary automobile near the Val- was received until this morning. Ashland officers have been ormission today in the interest of A hurled to the pavement by Mrs. dered to hold Mrs. Grebe pending

the arrival of a local officer. She Slipped Out of City will be returned to Salem and Police say that Mrs. Grebe, arraigned in the justice court be-

The hotelmen's delegation is represented by Lawrence A. Mc-with whom they talked immedi-fore Judge G. E. Unruh. Sary, Portland attorney, and in-chades F. W. Beach of the North-west Hotel News: H. M. Bran-to appear again Monday morning. She said she would visit the in-Grebe car. Mrs. Grebe told offison Morris and Madras hotels; E. jured man at the hospital, and cers that she was forced to run C. Cornell, Alexandria Court ho-, added that she would not leave the into the two men by the untirately c. commen. A. J. Campbell. Camp- city until a satisfactory disposi- arrival of a third automobile pibell-Hill hotel: E. Robe, Hotel tion had been made of the case. loted by John Baker, of Hood Hoyt; G. Hill, Washington ho- Officers, who took her at her River. Mrs. Grebe was driving toward Salem when the accident oc-

Early Monday morning Mrs. curred.

Alexandria Courts hotel, the first School Board Faced By Problem ; Should Indians Pay Tuition?

Should Chemawa Indians be taxable, being owned by the govincrease of December, 1919, and permitted to attend the Salem high ernment, and consequently the had been only lightly touched by school without paying the custo- fees cannot be paid by any couna mary tuition fee exacted from ty,

The school board needs the money. Its proposed budget releast eight percent on its invest-| Filipinos are permitted to. Oth- jected, the \$1235 which would be ment, but thought six percent er schools of Oregon and Califor- exacted through fees from the 13 action on the part of France" in

served only in Salem. The problem at present facing the board, said this afternoon he pursue any future policy together the Salem school board is pecul- favors allowing the Indians to at- and that no good purpose would to the Columbia basin case.

On Silesia Winner In **Rate Case** Amicable Friendly Reply Sent Interstate Commerce

France-No Danger Thretening French Troops Now

London, July 29 .- The conv. Washington, July 29 .- Despite versy between the British, and the refusal of the Washington French governments over Silesia, state public service commission to has reached an acute stage, the act in the matter, the interstate latest British note drafted by Earl commerce commission today order-Curzon, the foreign minister, en- ed intra-state freight rates cu dorsed by the imperial cabinet and grain and grain products moving air patrol service in the state for handed the French government in from Columbia river basin points the time being. No reasons for Paris this morning, being official- to Seattle, Tacoma and other Pa- the order are given. ly described as "vigorously word- cific ports increased to the level in ed" document.

effect on similar interstate traffic

It was announced that the cabi- where competition between the eign office this morning. Washington ports and Portland net would meet this afternoon to and other Oregon ports is involved consider the British reply.

London, July 29 .- Great Britain's note to France regarding the Silesian problem, despatched last night refutes the allegation that Great Britain had set herself against the French and was there-

a reply. Officials declared that according to the news being received in London there is no danger threatening the French troops in today. Silesia which renders the sending The of reinforcements urgently neces-

sary as the French have claimed. The note calls attention to what is described as the "extraordinary

Commission Orders Rates to Puget Sound To Discontinue Increased Forest Blaze

Patrol of Air Medford, Ore., July 29 .- Ac cording to officials of the local forest fire air patrol, an order has been received to discontinue all

Paris, July 29.—Great Britain's reply to the latest French note on the Upper Silesian question, in which divergencies still exist be-tween the two nations as to the procedure to be adopted in deal-ing with the problem, notable as to the sending of reinforcements to the area, was delivered at the for-eign office this morning. The order supplements and makes final interstate commerce decisions temporarily held up for the tatte commission's investiga-tion and is effective Sept. 28. The fixing of the intra-state rates results from the federal com-mission's endeavor to deal with tate schedules in the territory known as the Inland Empire where, competition, between the Suggestions **For Parleys**

Washington, July 29 .- It was indicated today that the United States would reject any sugges- contained in the report are a com tion for separate parleys with any

State Refuses Compliance. Seattle, Wash., July 29-Action of the interstate commerce com-tion of armament and discussion of the powers invited to particiof the interstate commerce com-mission in ordering intra-state freight rates on grain and grain products increased in accordance with the Columbia basin decision,

or strengthening the German at-titude. Officials describe the note as of a friendly character in "marked in the French note" to which it is a reply. Officials declared that as land, assistant director of the state changes between the governments department of public works, said and as to suggestions that a prein a long distance telephone con-versation from Olympia, Wash., the invited powers. It has been made clear in an informal way, department of public however that the United States is

works, Mr. Cleland said, in order- convinced that no real benefit suspension of increased intra- can come from such pre-conferstate tariffs filed by railroads in ence discussions.

If a suggestion for a parley of necordance with the Columbia basin decision, took the position a part of the conferees had been enough for a corporation the size nia, according to Harwood Hall, Indian students in attendance endeavoring to act independently that the "Shreveport principle" or should be made, it is known and the telephone company. He ad- superintendent of the Chemawa here, could well be used. But of the supreme council in insisting taid down several years ago by the that the United States would re- mier referred quoted King George sell taid down several years ago by the that the Chemawa here, could well be used. But of the supreme council in insisting taid down several years ago by the commission and which held that gard it as a discourtesy to those as saying to Premier Lloyd-George still. intra-state rates conflicting with not invited to attend and one just before his majesty left for Ire- The case of John Kayser, Prat-Dr. H. H. Olinger, & member of an impossible basis upon which to interstate rates must be revised to that might well arouse the suspi-

The Weather

OREGON: Tonight and Satur-day fair; moderate westerly winds.

LOCAL: Westerly winds: clear; maximum yesterday 88. mininum today 52; river -.9 feet and stationary.

Price Three Cents ON TEADES AND NEWS

British Note Portland Northcliffe's Interview "Complete Fabrication" **Declares King George**

"No Such Conversation As Alleged Ever Took Place Nor Were Such Remarks Made by His Majesty" Says Monarch In Reply to Assertions of Celebrated British Publisher

London, July 29 .- Prime Minister Lloyd George in the house of commons today read a statement authorized by King George, declaring words attributed to the king concerning the government's Irish policy in a reported interview in the United States by Lord Northcliffe, who controls the London Times, are "a complete fabrication."

Mr. Lloyd-George read a state-ment which he said the king had authorized him to read on his ma-

jesty's behalf: "His majesty, the king, has had his attention directed to certain statements reporting an interview with Lord Northcliffe, appearing in the Daily Mail and reproduced in the Daily Express and some other newspapers. The statements

plete fabrication. No such con versations as those which are alleged took place, nor were any made by his majesty. "His majesty also desires it to be made quite clear, as the con- afternoon.

trary is suggested in the interview, that in his speech to the par liament of northern Ireland he folfrom the throne in parliament." mier concluded:

for personal ends is endeavoring to pos stir up mischief between the allies.

misunderstanding between the British empire and the United because of Wiederman's willing-States and to frustrate the hope of ness to put the court to as little peace in Ireland." The interview to which the pre-

"No, your majesty."

mien referred quoted King George sell the product of the Sutherlin um farmer who was arrested about

"Are you going to shoot all the the same time, is awaiting the arrival of Dr. Wrightman of

Fined \$100 One hundred dollars fine and 10 days in jail was the sentence on Arnet Wiederman, arrested for the such remarks as those alleged manufacture of moonshine liquor on June 1, by Judge William, M. Bushey of the county court this

Wiederman was arrester some time later than A. Sutherlin, who, he testified, brought a still to his lowed the invariable constitution- farm near Scotts Mill and made al practice relating to speeches liquor from prunes. In his testimony this afternoon Wiederman After reading the statement the admitted helping make the liquor, but denied that he had ever sold

Gets 10 Days:

"I hope this statement may do any, stating that on hearing of omething to sterilize the effects Sutherlin's arrest, he had poured the criminal malignity which the entire quantity then in his ssion out.

Judge Bushey stated that the reason for the light sentence was expense as possible and further that he had never attempted to

ton who is expected to give im-

portant testimony on the side of the defendant. It is reported that

the wife of Kayser is very ill and

systems in hotels from its small far.

reviewed by Shaw who pointed government paid the \$95 demand- much to Salem, and Chemawa Inout that now a telephone in ey- ed from each non-resident. Now dians should be considered.

ery room was regarded as a nec- comes the government, ostensibly The matter has been made ery room was regarded as a nec- comes the government, ostensibly The matter has been made a Baseball esstry convenience in every mod- with a view to cutting expanses, special order of business for the Baseball era hotel. This accommodation to and announces it will not provide board to consider at its pext meetern hotel. This accommodation to and announces it will not provide board to consider at its next meetits patrons, Shaw insisted, should the fees. Chemawa land is not ing. be paid for by the hotels and not.

spread out over other patrons of the telephone company.

Oregon hotel, told the commission that his telephone bill had been Increased from \$173.45 to \$139.25 a month by the recent, rate order which he regarded 'as entirely out of proportion.

The toll business - originating to the telephone company the toll question. on all long distance calls.

Mrs. Campbell of the Campbell Says: Hill hotels produced figures to "Japan's best trients antitation. show increases approximating \$1 she would accept the invitation.

Oil and Gold Finds In Alaska

Anchorage, Alaska, July 28-Reported discovery of what is said such a conference is desirable, "is with the management. to be a high grade of seepage oil the best news which has gladdened results have been secur

A large area in the vicinity of the railroad has been staked with mining claims as a result of the Atcording to an apparently au-pioncer settler, has been buried some times by collective bargain-to his attentions led to the trag- ed to set.

tritt corth of Anchorage.

A. H. Meyers, manager of the Jap Decision 80 Percent of Waste Due to **Meets** Approval of British Press Management

London, July 29 .- Hearty ap-New York, July 29 .- Idle men in his hotel and from which he proval is expressed by several '.on- and machinery are causing a loss was supposed to receive a com-mission of 15 percent. Meyers declared, did not so prove out. Bad debts and losses from on to accent President Having's a report issued today by the com-Fighting desperately in a final Joe M. Graham filed suit this of the Salem Commercial club debis and losses from various ion to accept President Harding's a report issued today by the comsources more than offset this com- invitation to discuss similation of mittee on elimination of waste in mission the hotel guaranteeing armaments and the Far Eastern industry of the American Englneering Council.

The Times in a lengthy editorial embracing the study of "why men

"Japan's best friends knew that quit" are urged. "We have 2,000,000 unnecespercent in the telephone bills of ber two hotels as a result of the Pehruary rate order, with no in-trease in the effect, with no in-February rate order, with no in-trease in the efficiency of service under the issues, with which the port. "Manufacturers," the report

conference will be confronted."

The editorial concludes with the adds, "can undoubtedly hasten a hope that "friendship, tried and return to normal conditions by proved in alliance may he croad- producing goods as economically ened and deepened in a greater un-for that will be a sure bulwark prices low enough to attract buyers."

for peace." The Daily Telegraph says that It is estimated that about \$0 an agreement between America. per cent of the responsibility for Great Britain and Japan that waste, or non-production, rests

heas Anchorage, with the indica- the world since the guns crused results have been secured in labor tion that the field extends for 501 firing in Europe and it looks as relations and in improvement of miles north along the government though before long we shall not efficiency simply by establishing railroad has sent a flood of stam- need to contemplate with misgiv- frank and open conferences and peders to contemplate with misgivpeders into the district to stake lings, activities in the thippards of free interchange of opinions, usual stantly killed late last night at pute between the two countries thanks. ly in genuine open shops (shops in

the United States and Japan."

Took His Bed to Grave. Poplar Bluff, Mo., July 29.-- or against men who do or do not

thentic report here, an eighty foot with a feather mattress in his rule ing and dealing with a shop com- edy, according to stories told the funrit report here, an eighty foot with a feather mattress in his rule ing and dealing with a shop com- edy. according to stories told the Guartz vein, assaying in the neigh- bome-hewed coffin. He was garb- mittee to which is delegated all rewhood of \$500 to the ton has od in his night shirt as he entered eponsibility for keeping the men been uncovered in the northern the "long sleep." These oddities to agreements, fairly made be-part of the first statement in the northern the "long sleep." These oddities part of the California creek dis- of his fuzeral were in complicance tween management and em- to be the most honest men in the, Wro., Santa Fe, N. M., and Chey- States for 132) was 72,204 short the owners of small indian news- treek dis- of his fuzeral were in complicance tween management and em- to be the most honest men in the, Wro., Santa Fe, N. M., and Chey- States for 132) was 72,204 short the owners of small indian news- treek dis- of his fuzeral were in complicance tween management and em- to be the most honest men in the world. ployes)." with his last request.

tend school here free of charge, be served by further discussions beginning of a few years ago was In the past the United States Chemawa, he declared, means until there was a clear understanding of France's intentions.

part of the department of public was informally and unofficially works, as far as I am aware, to declared, greatly alter its status cancel the suspension order," he since it was declared to be possiadjud of to have jurisdiction."

Confession • **Fraud Charge Club** Fund Excluded **Filed In Court**

Chicago, July 29 .- The prosecu Charging that John Peyree tion in the baseball trial today began its closing arguments, aban- transfered his property to J. B. doning a previously announced Peyrce in order to cheat them out plan to put Joe Gedeon, a former of the \$900 judgment awarded St. Louis player, on the witness them in a recent trial before Judge

attempt to tighten the grip of he morning asking that the transfer bringing the total funds now on law on the defendants, the state be cancelled.

industry of the American Engle today twice met defeat when The case originally grew out of Modern employment methods. Judge Friend barred an alleged a sale of a tractor by the plaintiffs Judge Friend barred an alleged a sale of a tractor by the plaintiffs juncheon of the committees work emhassy to entertain Lord North-confession from "Happy" Felach to Peyree for which he agreed to ing in the drive at today's lunch-that he screepered \$5000 to throw a \$5000 to throw a \$5000 to failure to pay the pay the screepered \$5000 to throw a \$5000 to failure to pay the pay the screepered \$5000 to throw a that he received \$5000 to throw pay \$900. On failure to pay the eon in the auditorium of the club latter's statement last night statthe 1919 world series and tenta- plaintiffs brought suit, the defend- rooms.

tempt to recall David Zelcer of Des poor condition. Testimony was entire fund of \$6000, which is to of invitations for a dinner to have nications conference. Moines, Iowa, another defendant, brought before the jury which be used to defray the expenses of been given in his honor last night awarded the plaintiffs for the the organization until the end of to the witness stand.

Felsch's statement was alleged judgment asked. To avoid pay- the year, is expected to be report-have been made to a local news- ment of this judgment the plain- ed in. to have been made to a local news-paper reporter just after the first uff contend the John Peyree made "I a

ed it had just learned of this state- Peyree. ment but Judge Friend held that

it should have learned of it long Peru Submits ago and that "negligance in the British Dispute state's attorney's office should not jeopardize a defendant's liberty.

"Remarkable and very favorable Murders Woman

her home by George Shepard, a concerning the boundaries of cer-

which no prejudice or discrimina- carpenter, who inen turned the tain petroleum wells. In Peru. tion is allowed to exist either ror gun on himself with fatal results. These wells belong to an English gun on himself with fatal results. These wells belong to an English Shepard's infatuation for Mrs. company with headquarters in Baird and the latter's indifference Canada. Switzerland has consent-or baird and the latter's indifference Canada. Switzerland has consentdiscovery of gold in railroad cuts Brown Hughlett, Howell county's belong to labor organizations and Baird and the latter's indifference Canada. Switzerland has consent-

United States are Leadville, Colo., Chinamen as a race are reputed Cripple Creck, Colo.; Laramie,

"There is no intention on the some other name would not. It premier was quoted as replying:

"Well, then you must come to some agrement with them," said that her condition has been augsaid, "at least until the interstate ble to recognize a conference with the king, according to the intercommerce commission is formally the naked eye. Communications view. "This thing can't go on. I against her husband, and it is bebetween the powers as to the daje can't have my people killed in this lieved that the court will impose

for the conference are proceeding manner."

Now Reaches

a heavy fine without fail sentence, Northclifies Alibi. Washington, July 25. - Lord Pacific Cable

following cablegram sent to Lord Stamfordham, private secretary to King George: "Please convey to his majesty

Over \$4000 ever having ascribed to his majes- trans-Pacific cable, if private enty the word or words as stated by terprise should be unwilling, is Twenty-eight new members the prime minister yesterday.

Dinner Is Cancelled.

bringing the total funds now on Washington, July 29. - All by Senator Jones, republican, Washington, author of a cable bill hand to over \$4200. Twelve of the Washington was talking of the in-

ooms. At a meeting next Thursday the ntire fund of \$6000, which is to of invitation for a statement fast night stat-hughes said, referring to proceed-ings of the international commu-

Lord Northeliffe today was a

"I am mighty proud of you men be given by Mr. and Mrs. Edward indictments. The state maintain- his property transfers to J. B. who are working in this drive," B. McLean tonight he would meet stated T. E. McCroskey, secretary cabinet members and others prom and manager of the club in speak- inent in Washington and the naing to the committeemen today, tion.

But I am more proud of the Sa- That Lord Northcliffe views the aviators are forbidden to make

ish Dispute to Arbitration July 29.—The Peruv-ment, in accord with Murders woman In government, in accord with Then Shoots Self Fortland, Ore., July 29.—Mrs Anna Baird, 43, was shot and in-nal to net as arbiter in the dis-the British government, has re-Fortland, Ore., July 29.—Mrs Anna Baird, 43, was shot and in-Nal to net as arbiter in the dis-the British government, has re-the British government, has re-th Charles Anderson, D. H. Mosher, ington disarmament conference, is air craft use every precaution Henry Lee. Associated Oil, John left in little doubt by the publish- when passing over cities and other crowded places. Loper, Skaggs Store, M. L. Meyers, er's statement,

ing parlors, Fred L. Walker, H supply of newspapers that criti-vance of ien cents per hundred-

Pohle & Son, J. B. Cooley, F. W. cized him and placed a social em- weight in the wholesale price of The five highest cities in the Turner, N. D. Elliott, W. Tecken, bargo on their writers. In the sugar was in effect in Portland to-

Peat production in the United not dealing with Indian natives or lated cano sugar are selling at

for Uncle Sam Washington, July 29. - Conwith my humble duty my denial of struction by the government of a

> recommended by Secretary Hughes and approved by President Harding in letters made public today by Senator Jones, republican,

Army Aviators

Washington, July 29. - Army

Sugar Advances. Fortland, Or., July 29.-An ad-

present occasion, Lord Curron is day. The best grades of grau-

Geneva, July 29 .- The Peruvan government, in accord with

tively denied the prosecution's at- ant holding that the engine was in