

Average for 1920, 5250
Population of Salem 1900, 4253;
1910, 14,094; 1920, 17,679
Marion County 1920, 47,177;
Polk county, 14,181
Member of Audit Bureau of Circulation, Associated Press Full
Leased Wire

Capital Journal

OREGON: Tonight and Friday
fair, moderate westerly winds.

LOCAL: Northerly winds; clear
maximum yesterday 84, minimum
today 46; river minus 1.2 feet
and stationary.

Forty-Third Year—No. 185

Salem, Oregon, Thursday, August 4, 1921

Price Three Cents

ON TRAINS AND NEWS
STANDS FIVE CENTS

CALL IRISH PARLIAMENT

State Board Cuts Force 20 Percent Summon Dail Eireann

Slump Forces Let-out

Industrial Accident Commission Reduces Force One-Fifth On September 1

The state industrial accident commission will reduce its force of employees approximately 20 percent on September 1, according to an announcement today.

This stroke of economy, it was explained, is made necessary because of the slump in industrial activities, particularly the lumbering industry, and the reduction in wages throughout the state which has reflected itself in a proportionate degree in the commission's income.

Under the provisions of the workmen's compensation law, the commissioner is limited to 10 percent of its income for administrative purposes, the commission explains in a statement issued this morning announcing the proposed decrease.

Income Decreased. As the income decreases the amount which can be used for administrative purposes likewise decreases. It is to make sure of keeping administrative expenses within the prescribed limit that the reduction in the number of employees is being made at this time.

The volume of work for the commission has not decreased the reduction of income. In fact, the volume of work is greater now than heretofore because of new provisions of the law enacted by the 1921 legislature, so a reduction in the number of employees will mean a sacrifice of efficiency to some extent. But every effort will be made with the reduced force to give the most efficient service possible.

Funds Not Affected. While this reduction in income affects the amounts which may be used for administrative expenses, it does not affect the commission's funds from an insurance standpoint, as shown by the fact that the commission was able to declare a 20 percent dividend to employees on July 1 of this year.

An incendiary fire caused the loss of the big barn on the Max Lebold place near McMinnville. The hay crop of two years was consumed in the flames.

Farm Credit Bill Passed by Senate To Aid Producers

Washington, Aug. 4.—The agricultural credits bill, embodying the administration plan for loans by the war finance corporation, to aid exports of farm products was passed today by the senate.

There was no record vote on the passage of the bill which goes to the house. The measure authorizes agricultural loans from the \$500,000,000 cash capital of the war finance corporation which she is authorized to issue \$2,000,000,000 of bonds in obtaining additional loan funds.

The bill was put through as a substitute for the Norris agricultural credits plan. As amended in the senate it prohibits loans to foreign governments, the clause going out without objection after several senators had expressed disapproval of any further loans to Europe.

Another amendment provides for loans to producers upon notes and other instruments of indebtedness, when secured by chattel mortgages or other papers conveying a marketable title to staple agricultural products, including livestock.

Federal Expenses Mounting

Cut of Quarter Billion Necessary Says Mellon If Increase Taxation Is Avoided

Washington, Aug. 4.—A cut of more than \$250,000,000 in the ordinary expenditures of the government this fiscal year is necessary, if additional taxes are to be avoided, the house ways and means committee was informed today by Secretary of the Treasury Mellon.

On present estimates, he said, the total government cost this year will be \$4,550,000,000 of which \$3,330,000,000 must come from taxation.

Even with the suggested reductions, Mr. Mellon said, the internal revenue yield for the year "could not safely be permitted to fall below \$3,570,000,000, the estimated yield under existing law."

The treasury secretary told the committee that actual expenditures for the first full month of this fiscal year indicated that unless there was "an extraordinary new effort to reduce expenditures" the estimate which the treasury had presented might be regarded as "conservative. Ordinary expenditures for July, he said, amounted to \$322,000,000 as against \$207,000,000 for July, 1920, while the current deficit last month was \$113,000,000 as against \$76,000,000 in the same month a year ago.

"An analysis of the principal items of expenditure for July, 1921," the secretary continued, "shows that \$59,000,000 was on account of the war department, \$56,000,000 on account of the navy and \$32,000,000 on account of the shipping board. If expenditures are to continue at anything like these rates, the estimates will be greatly exceeded."

Washington, Aug. 4.—United States District Attorney Hayward of New York probably will be summoned to Washington to discuss the seizure of a liquor smuggler of the schooner Henry L. Marshall outside the three-mile limit off Atlantic City.

Explain Seizure of Hooch Vessel

Assistant Attorney General Goff said today that the department of justice had the matter of calling Mr. Hayward here under consideration.

The area of Australia is 2,974,581 miles.

America To Lead All Nations to Peace Says Harding

Lancaster, N. H., Aug. 4.—Confidence that American institutions are more firmly implanted than ever before and that in the near future America's example will lead all the nations to permanent peace, was expressed by President Harding today in an address at a welcome demonstration in Lancaster.

The coming disarmament conference, the president said, "gave promise of an international agreement that would end wars and turn the attention of mankind to constructive and beneficial pursuits."

The president's speech was delivered from his automobile in Continental square here to a crowd of several thousand who had come to bid him welcome to the White Mountain country. He was cheered many times while he was speaking and after he concluded the crowd broke police lines to crowd about him and shake his hand.

"Today I stood on Mt. Prospect and saw a wonderful picture," said the president. "In some of the valleys there were clouds and signs of storm bedimming our vision but above the peaks rose serene and untroubled. And while I gazed my mind turned to the affairs of men and I said with some comfort to myself that though the clouds may bedim we need not lose confidence for I believe with all my heart that no matter what bedims the picture of America we have a God given destiny to perform which nothing on earth will ever prevent."

"In a century and a third we of the United States have outstripped every record of civilization in the history of this world. This republic, which had its beginnings in a little group of colonies, now is conceded the leadership of the world."

"I'm happy to bring you word that your government is doing all it can to have a conference at which the representatives of the nations can look each other in the eye and work together for an end of the causes of war and put an end to costly armament. I believe we shall succeed."

Fewer Claims For Compensation For Accidents

Claims filed with the state industrial accident commission for the year ending June 30, 1921, totaled 20,456 as compared with 21,378 for the previous year, according to figures compiled by the department.

Of the total accidents reported during the year 138 were fatal. The report shows as against 157 slackening up of industry general fatalities for the previous year, a tally accounting in part at least for the decrease in accidents and fatalities. A total of 990 claims were awaiting adjustment at the close of the fiscal year.

Twenty-one widows receiving compensation from the state fund remarried during the year, automatically cancelling their compensations. However the 16 children of these widows will continue to receive compensation until they reach the age of 15 years.

Busses Replace Des Moines Cars

Des Moines, Iowa, Aug. 3.—A comprehensive bus service on all streets abandoned tonight at midnight by the Des Moines Street Railway company on order of Federal Judge Wade suspending traffic, will begin functioning as the street cars go to their barns, it was announced today.

The suspension is the result of a controversy of several years with the city. During the last year only few cars have been operated and the city has allowed the bus lines to increase their business. The street railway company claimed it could not exist on a five cent fare without busses nor on an eight cent fare with them.

The senate rejected without a record vote three amendments designed to attach riders authorizing farm loan act advances to enrymen on reclamation projects. Chairman McNary, republican, Oregon, of the irrigation committee, said the matter should be dealt with in a separate bill.

Armistice Day Chosen For Allies

Disarmament Conference to Meet at Washington On November 1—Jap Attitude

Washington, Aug. 4.—Great Britain's willingness to accept any date the Washington administration might desire for the opening disarmament conference has led to the definite suggestion of November 11, Armistice Day, for this year as an appropriate occasion.

It was learned that American officials had put the original suggestion of Armistice Day into definite form for all the invited powers and are awaiting acknowledgment from abroad.

Officials would not indicate today just how much progress has been made in the interchanges of opinion regarding the agenda of the meetings, but unofficially it is known they consider that the path is being cleared for a frank discussion of Far Eastern questions.

Japan's Attitude In An admittedly delicate aspect of the situation is Japan's apparent insistence that problems presented by the Yap and Shantung questions be regarded as not falling within the scope of the conference.

American interest in the island of Yap is intimately connected with the whole subject of mandates. The Japanese government has contended that the mandate over Yap is an accomplished fact that should not be questioned, but the Washington government has been equally insistent that allocation of the island cannot remain unquestioned, since it was done without the consent of this government, one of the victors in the war.

France and Italy, indicated their support of the American position, and while formal assurance of its position has not been given by Great Britain, there appears reason to believe that she also agrees that the question should be determined by direct negotiations between the powers.

As was indicated, it is contended, by remarks attributed to Lord Curzon in a speech before parliament.

An hour later an abandoned automobile was found in a cornfield five miles south of Edwadsville, Ill. Nearby was a rifle-mail pouch containing parcel post matters addressed to Wood River residents.

Twelve New Members Added To Club Lists

Twelve more names were added to the membership list of the Salem Commercial club at a meeting of the committees working for funds in the club rooms this noon.

The subscriptions now total over \$4,500, and at no time when the committees have met has there been less than \$100 reported.

At the next open forum meeting, which will be held a week later, 12 members of the club will be permanently chosen as a membership committee to carry on the work of raising the funds until they reach \$5,000.

Those reported today are: Liberty Garage, Earnie Kapphan, Pacific Fruit Company, Malcolm Tire company, William Cravatt, J. C. Dickinson, Bow Optical company, Roy Clark, Buster Brown Shoe Store, John Sundin, Salem Sample Store, Royal Cafeteria.

The committees will meet again tomorrow.

To Discuss Peace Offer Made By Great Britain

Ulster Said to Have Returned Unfavorable Answer to De Valera's Proposal But Report Is Denied—Craig Willing to Meet Irish Leaders In London But Not In Dublin

Dublin, Aug. 4.—The Irish republican parliament has been summoned to meet Tuesday, August 16, the Irish bulletin, the official republican organ, announced tonight. Notices have been sent to all the members of the parliament.

London, Aug. 4.—The Irish situation took a sensational turn today when it was announced in Dublin that Eamonn DeValera and his associates had decided to summon a full meeting of the Irish republican parliament to consider the British government's Irish peace proposals.

It has been repeatedly stated in Dublin that the Dail Eireann would not be summoned until Ulster's attitude had been learned, but co-incident with the calling of a meeting of this body came conflicting reports from Dublin and Belfast concerning Ulster's position.

\$60,000 Haul by Slugging Bandits Of Mail Pouches

St. Louis, Mo., Aug. 4.—Three bandits today held up and slugged Tommy Felaido, a postoffice messenger at Wood River, Ill., near here and escaped with three mail pouches, one of which is believed to have contained \$60,000 in currency consigned to the Standard Oil refinery at Wood River.

The robbery occurred at 7:10 a. m., shortly after the pouches were thrown from a Big Four train from St. Louis.

Felaido met the train, placed the pouches in a push cart, and started for the postoffice three block away, when the armed trio stepped from an automobile and ordered him to throw up his hands. He apparently was slow in complying and one of the bandits struck him in the face with his fist. Another threw the pouches in the automobile and they escaped.

An hour later an abandoned automobile was found in a cornfield five miles south of Edwadsville, Ill. Nearby was a rifle-mail pouch containing parcel post matters addressed to Wood River residents.

British Dirigible To Cross Atlantic

Washington, Aug. 4.—The monster British-built naval dirigible ZR-2, will sail from Howden, England, August 25 for its station at Lakehurst, N. J., the navy department announced today.

The ZR-2, formerly the British Zeppelin R-38, will be commanded by Commander L. H. Maxfield of the navy on the trans-Atlantic flight with Lieutenant Commander V. N. Bieg, as second in command.

The ship is 699 feet long, 50 feet longer than the R-34, which made the trip to the United States and back in July, 1919. She has a cruising radius of 5600 miles and a speed of between 50 and 60 knots.

Supreme Council Asks Americans

London, Aug. 4.—A formal invitation for an American representative to attend the meeting of the allied supreme council, which opens in Paris next Monday, was communicated to the American embassy here this afternoon through Colonel De St. Alaise, the French ambassador in London. United States Ambassador Harvey accompanied by a small staff will leave for Paris on Saturday.

The native Britons offered up human sacrifices.

Americans Freed By Russians Hold Reunion, Berlin

London, Aug. 4.—The London headquarters of the American relief administration today announced receipt of information that all American prisoners in Russia have been released and are now leaving that country.

400 Singers Assist In Last Requiem at Funeral of Caruso

Naples, Aug. 4.—Patrician and plebeian Naples gathered early today at the Basilica of the church of San Fran di Paola, in anticipation of witnessing the funeral of Enrico Caruso, the world famous tenor, who died here on Tuesday. King Victor Emmanuel gave permission yesterday for the edifice to be used for this purpose.

As soon as word reached Naples that the Basilica had been set apart for the funeral, workmen were engaged to construct a great platform to accommodate 400 singers selected to assist in the last requiem.

Representatives of the king and royal family, the Italian government, the municipality and the prefecture were appointed to attend the services and the United States, in which country Caruso rose to his greatest triumphs in the lyric art, had instructed officials to appear at the funeral.

Mrs. Caruso has made formal application to the foreign minister asking that the Italian ambassador at Washington be instructed to seal the New York residence of the late singer, pending a decision regarding the disposition of his estate.

It is reported here that Caruso drew a will some years ago, bequeathing his whole estate, according to Italian legal procedure to his brother and two sons. He later married in the United States, and the birth of his daughter, Gloria, brought a new element to the situation. She, according to Italian law, is now the only legal heir, except for a fraction of the estate, which the law grants to the widow.