

CIRCULATION

Daily average for June, 6,169.
Member Audit Bureau of Circulation.
Member Associated Press—Full leased
wire service.

Capital Journal

THE WEATHER

Washington and Oregon—Tonight and
Tuesday fair; moderate westerly winds.
Local: No rainfall; westerly winds;
clear; maximum, 77; minimum, 48; river,
minus 1.2 feet and falling.

FORTY-FOURTH YEAR NO. 174.

SALEM, OREGON, MONDAY, JULY 24, 1922.

PRICE TWO CENTS

ON TRAINS AND NEWS
STANDS FIVE CENTS

GRAND JURY PROBES KLAN'S OREGON OUTRAGES

DATA SEIZED LOS ANGELES IN EVIDENCE

Assistant Prosecutor Turney Submits Papers Bearing on Raids Found In raid on Grand Goblin

MEDFORD, Or., July 24.—The special session of the grand jury, called to investigate the series of night riding outrages in Jackson county last spring, and other alleged activities of the Ku Klux Klan in this section convened at Jacksonville, and adjourned at noon to meet in the federal building in this city. The investigation is in charge of Assistant Attorney General Liljeqvist. Deputy District Attorney Raymond Turney of Los Angeles was called as the first witness, his testimony being in regard to the documentary evidence seized in the Los Angeles raid, and having to do with local and state conditions. The grand jury is composed of six men and one woman.

One woman, Mrs. Mary Benedict, will sit with six men to hear such evidence as the law officers of the state may lay before them. With her will be Paul E. Pearce, Charles Lindsay, Delbert A. Lyons, James W. Smylie, Frank Silva and Lester Layton, all more or less well known residents of Jackson county.

Before this investigatory body L. A. Liljeqvist, assistant attorney general of Oregon, will present the evidence and ask for indictments to be returned against those who are touched by the evidence he brings forth.

Story of Outrages.

In March last, so the story goes, George Burr, a negro bootblack of (Continued on page four)

MANY THOUSAND ACRES OF PUGET FORESTS AFLAME

Olympia, Wash., July 24.—Two forest fire reports of a serious nature have been received from Grays Harbor county by State Forester Fred E. Pape. A blaze in the works of the Walker Brothers Lumber company, which has been under control for some time, suddenly broke away under a high wind and spread to the Humptulps company works. An unofficial report said that the Humptulps company had lost its camp and a large number of logs. The fire has been partly checked, it is said.

The Wynoche timber company north of Montesano is reported to have lost heavily when a fire burned through four million feet of cut logs. The actual damage has not been estimated.

More than ten thousand acres have been burned over and one fire has enveloped almost four thousand acres in Northwestern Stevens county, according to John T. Rafis, secretary of the Stevens county timber protective association, who was here to confer with Mr. Pape today. The situation is the worst ever experienced in that part of the country, Mr. Rafis said, and efforts to check the flames have in most cases been rendered futile. The general situation today was viewed by Mr. Pape as showing improvement, but rain is being anxiously awaited.

STEWART IS OUT ON BAIL; UP TOMORROW

Edward Stewart, of route 2, arrested by Deputy Sheriff Walter Barber, Chief of Police Moffitt and Patrolman George White Saturday night on a charge of possessing liquor, was released this morning under bail of \$25 when he was arraigned before Judge G. E. Unruh in the justice court.

Stewart was granted 24 hours in which to plead to the charge. The officers said they found a gallon of moonshine liquor in his automobile which was parked near the Dreamland rink.

Cash Wheat Drops From 1 to 11 Cents in Kansas City Market

Kansas City, July 24.—Cash wheat continued its heavy decline today, falling one to 11 cents. Market men attributed the decrease to the increased receipts brought about by the winter wheat movement just getting under way. Nine hundred and thirty-one cars of wheat were received at the Kansas City market today against 660 cars at Chicago.

REHEARING IS STARTED

\$300,000 Suit Against Growers Begins; Court Rules Out Records of Previous Case.

Rehearing of the case of the Phez company against the Salem Fruit union and its members individually, which involves over 100 loganberry growers of this vicinity and the sum of approximately \$300,000 for alleged breach of contract in the delivery of berries to the plaintiff during the years of 1919, 1920 and 1921, began in the circuit court this morning before Judges George G. Bingham and Percy Kelly, sitting en banc.

The court room was packed with growers and the plaintiff began the case by calling witnesses to establish the ability of the Phez company to pay for the berries during the years in which the contract was in effect.

The important action of the court, however, was the sustaining of an objection of the defendants to the introduction of the record of the previous hearing into the present case. While attorneys for the plaintiff held that the growers were held by the decree of the court to the testimony given in the previous case, the court held that, as pointed out by the attorneys for the growers, that in the present case there would be many growers who would testify who had not been

LIQUOR SMUGGLING CONTROLLED BY TRUST

Seattle, Wash., July 24.—Liquor smuggling operations between Canada and the United States are controlled by "trusts" and the small liquor runner and bootlegger, especially in the Pacific northwest, will soon be of the past, collector of customs Millard T. Hartson declared today on his return from an inspection trip.

"Profitable liquor smuggling," Mr. Hartson said, "now requires big capital, and men with large financial resources are gaining control of the game. From all indications smuggling is on the decrease in Puget Sound waters as far as the number of men engaged in the business is concerned."

INVENTOR OF UKULELE DEAD AT HONOLULU

Honolulu, July 24.—(Correspondence of the Associated Press.)—Manuel Nunez, inventor of the ukulele, the musical instrument of Hawaii, died at his home here of heart disease after a long illness. His death brought to light that, contrary to general belief, the ukulele was known to the Hawaiians only after the advent of the white man. Nunez was born in Punalu, Madeira, in 1843 and came to the islands in 1878. The following year he fashioned a rude, guitar-like instrument with a cigar box and a few strings. It was from that that the ukulele of today evolved.

Muskogee, Okla., July 24.—Complaint that railroads entering Muskogee were seizing coal consigned to dealers and announcing that they had no hope of obtaining additional coal to replenish their already exhausted stocks was made here today by several local retailers. One dealer charged that two carloads of fuel had been confiscated.

ADOPT PLAN FOR CONTROL OF RAIL COAL

Operators from Six States Agree With Hoover's Plan to Maintain Prices And Distribute Coal.

Washington, July 24.—Operators from the producing districts of six states in conference today with Secretary Hoover agreed in principle with the administration's plan for maintaining prices and insuring fuel distribution during the strike emergency.

The operators, it was stated after the conference this morning, had agreed to the general proposals as outlined by Secretary Hoover, subject to the approval of their respective districts, but had raised some objections to the legal features of the scheme. The legal phases were given the approval of the department of justice in an opinion sent to Secretary Hoover by Attorney General Daugherty, while the conference was in session.

Emergency Control.

Efforts of the drafting committee, it was learned, were to be aimed at framing a scheme for emergency coal control which would not run counter to the law relating to monopolies and conspiracies in restraint of trade. Non-union operators attending the conference were inclined to attach only one condition to their agreement to maintain the fair prices previously fixed and that a requirement that the government use every effort to get them railroad service. It is conceded that the price scales set offer reasonable profits to all of the producers in the non-union districts even though some buyers under the pressure of imminent shortage have been bidding up the market levels and urging upon the producers cash offers far above the Hoover scales.

The producers asserted that if their mines could not be kept in operation, however, because of the railroads in the non-union districts where the railroad strike has been aimed at coal production were unable to keep trains moving, allowing shutdowns and resumption will increase the costs of their operations, destroy the morale of their mining forces and make it necessary for them to sell their coal at a higher figure than the level now voluntarily fixed.

Chicago, July 24.—(By Associated Press.)—The railroad strike entered the new week today drifting. The last announcement of the governmental agencies seeking to bring about a resumption of work by the striking shopmen, clerks, officers and groups of maintenance of ways workers, having been that of the federal railroad labor board to the effect that the board contemplated no further move at present, left the country waiting for something to happen.

The silence of federal officials following last week's conference in Washington and Chicago was interpreted to reveal an inclination on the part of the administration to let the situation drift a few days, pending the outcome of efforts to relieve the coal pinch in the realm of transportation. Should the new effort to secure coal for essential industries accomplish its purpose it is considered not improbable by those in close touch with the railroad situation.

COLUMBIA HIGHWAY FIRE UNDER CONTROL

Portland, Or., July 24.—Reports from forest and city officials today indicate that the Herman creek fire skirting the Columbia river highway is partly under control, that the Herman creek headquarter on the highway—headquarters of the fighters—is now free from danger, and that Portland's water reserve is safe, being some 20 or 30 miles from the nearest blaze.

Fargo, N. D., July 24.—Truck mail service on six branches of the Great Northern railway effective today was announced by Roy Dalphus, chief of the Fargo district. Two carloads of fuel had been confiscated.

Has "Invisible Empire" a Program?

"The Modern Ku Klux Klan"



This is the eighth installment of the book written by Henry P. Fry exposing the real character and sinister purpose of the Ku Klux Klan. In the previous chapters, the history of the order was related, Mr. Fry describing how he came to join the Klan under a misapprehension and his experiences as a Klansman.

Discovering the real aims of the mercenary promoters of the order, Mr. Fry withdrew and wrote a scathing letter to the "Emperor," to which the latter never replied. In it he concisely set forth the menace of the order to American institutions.

Mr. Fry next described the "Invisible Empire" and its incorporators. Saturday to told of the organization and the profits realized in the promotion. In today's issue, he sets forth the Ku Klux program as defined by the "Emperor" himself and during the week he will present the ritual, passwords and other data.

POSSIBILITIES OF MOTION PICTURES TOLD BY HAYS

Los Angeles, July 24.—Will H. Hays, president of the motion picture producers and distributors of America, signaled his first appearance here in Los Angeles, the home of a large motion picture colony, by speaking before the chamber of commerce and leading motion picture men. He said he had come to visualize the industry as a great three-fold instrument for good, because there were three things it could do as no other industry could do them.

"It could," he said, "fill a necessity, the necessity for entertainment."

"In the second place, it can and will instruct—which is a most precious power."

"In the third place, it can do more than any other agencies to unite the peoples of the world, to bring understanding not only between man and man, but between nation and nation, than which no greater thing can be done."

He discussed the organization of the association which he heads and said its objects were to establish and maintain the highest possible moral and artistic standards, and to develop the educational as well as the entertainment value and the general usefulness of the motion picture.

OLCOTT CONTEST ANSWER TUESDAY

Answer to the Hall election contest suit will be filed in the circuit court of this county tomorrow, according to Roy F. Shields, one of the attorneys for Governor Ben Olcott, this morning. Mr. Shields had nothing to say as to what would be contained in the allegations of the governor.

LEGAL TENDERS DO NOT INCLUDE NARCOTICS

Tacoma, Wash., July 24.—Narcotics are not "legal tender for all debts, private and public" as Louis Burns of Hoquiam learned to his sorrow today from the lips of Judge Edward E. Cushman of the United States district court. Burns explained to the court that five bundles of opium on his person when he was arrested, had been received in payment for a debt. He got a year and a day in Leavenworth federal penitentiary.

MOONSHINE KILLING OFF SIBERIAN ESKIMOS

Nome, Alaska, July 24.—The northeastern Siberian coast from Anadyr north to the Arctic is in a state of chaos as a result of the manufacture by the Eskimos of raw alcohol, which they drink as fast as it can be made, according to a special dispatch from the Siberian correspondent of the Nome Nugget.

"The whole section is a vast distillery," says the correspondent, who adds that 75 children have died recently from lack of food and medical attention and that the older natives are "drinking, fighting and killing each other in their orgies."

The Hudson Bay company steamer Bay Chimo left Nome last night for Anadyr, carrying miscellaneous supplies, including medicines.

LADDIE BOY IS GIVEN BIRTHDAY CAKE BY OLD MAN

Washington, July 24.—Much preferring a bone—if the truth were known—Laddie Boy, the president dog received a birthday cake today from his old man at Toledo, along with a letter telling of the continued good conduct of the family.

Packed in a box shaped like a regulation doghouse, the cake, made of dog biscuit material, suitable for a high brow dog's digestion, was delivered to the White House by express messengers.

Laddie Boy's birthday is Wednesday. The cake will not be opened until then, meanwhile invitations will go to some of Laddie Boy's friends of equal serial rank to hop over and have a bite.

There were snap shots, too, of Laddie Boy's mother; his sister Lili, who is getting along toward her high school days; his brother Bob, who has a job in New York, and little Dick, the baby born after Champion's tintorn. Tip Top, Laddie Boy's old man, sent his favorite offering as a friend and pal of the president.

MAYFIELD LEADS IN TEXAS PRIMARIES

Dallas, Texas, July 24.—The lead of James E. Ferguson over Senator Culberson for second place on the democratic ticket for United States senator stood at about 8000 at noon today, according to figures compiled by the Texas election bureau. Earl B. Mayfield continued in first place. The vote, incomplete, from 229 counties was Mayfield 102,605; Ferguson 77,992; Culberson 70,702; Thomas 56,320; Owsley 39,253; and Henry 28,774. Twenty-four counties were reported complete. A total of 251 counties are to report.

Robert L. Henry, one of the senatorial candidates openly espoused the Ku Klux Klan in his campaign, but the other candidates were non-committal on that question.

SPOKANE ROBBERS BLOW 80 VAULTS SECURE \$100,000

Spokane, Wash., July 24.—Burglars broke open eighty vaults on six floors of the Paulsen building here Saturday night and stole in excess of \$100,000. It was learned this morning. This is the largest burglary ever committed in Spokane, according to the police. They believe the robbery was the work of professionals.

Although vaults on each of the six floors were equipped with different combinations, the burglars worked the combinations and gained entrance without making any unusual noise or without breaking a lock. Once inside the vault, according to the police, the individual compartments were opened with passkeys.

The time of the robbery is placed at Saturday night because an elevator operator went to the building early yesterday morning and found the tumblers in the front door lock out of place when he attempted to insert his key. He said he took his knife, straightened up the tumblers and opened the door. He did not go into the building where he would have discovered the robbery, he said.

It is believed the burglars began their operations on the eleventh floor of the building, later opening the vaults on the ninth, eighth, fifth, fourth and third floors.

The manager of the building declared that the only master key in existence is in the vaults of the Fidelity National bank. He said this key was never taken out except by Mr. Paulsen, owner of the building, or himself.

The robbers escaped with bonds, jewelry and cash, most of the contents of the building being the victims of the burglary. The Northwestern Mutual Life Insurance company was one of the heaviest losers, it was said, although the extent of its loss will not be known until the manager of the company returns to the city.

WAPATO PROJECT RIGHTS CONFIRMED

Spokane, Wash., July 24.—Holding that farmers adjacent to the Wapato irrigation project were not deprived of any water rights and that they had no action against the government, federal Judge F. H. Rodkin has dismissed the case of Honora Jensen, Maude Rolin, Josephine Parker and others of the Toppish district, against the United States.

The case has been pending since 1918. The plaintiffs had sought to restrain L. M. Hart, supervising engineer of the Wapato district and also asked judgment of \$14,000. In the building of the Wapato project, it is said, the engineers obligated some of the existing ditches by building new ditches across them. The plaintiffs complained their water rights were abridged by this action.

Tillie Knocks 24th Homer

Philadelphia, Pa., July 24.—Clarence "Tillie" Walker of the Athletics, today hit his 24th home run of the season in the third inning of the Philadelphia-Washington game off Erickson. No one was on base.

FIREWORKS PROMISED BY EMPEROR SIMMONS WHEN MEN ENOUGH ENROLLED

"When organizing period passes "atmosphere will become surcharged with shrieks of enemies of real Americanism as these forces feel the tightening grip of the Klan around them and realize they are whipped."

"Klan Shall Form a Ring of Steel To Throttle Every Devil's Scheme—We the Ku Klux Klan, We the Invisible Empire, Rally to Aid the Faltering Hands of Our Law—and to Protect Our Homes, Our Lives, Our People and Our Nation's Future Against a Wave of Living Hell"

By HENRY P. FRY,
(Copyright 1922 by Small, Maynard & Co.; Published by arrangement with author and publisher.)

HAS THE "INVISIBLE EMPIRE" A PROGRAM?

According to its "Emperor" it not only has a program, but at the proper time it will put it forth. He made a statement which was printed in the Searchlight on July 2, 1921:

"I am not at all surprised, at the progress of the work, but of course gratified. I have never for one moment doubted that if God gave me strength and 'men' with which to lay before America the Knights of the Ku Klux Klan, that it would sweep the nation as nothing of the kind has ever done."

"The Ku Klux Klan has not started to work. The enemies of the organization have been howling and backbiting and snapping at everything they could see or hear, and lying slanders have been spread broadcast about the organization and leaders and proposed work and present activity."

"For the edification of those who do not know allow me to say that the Ku Klux Klan have not yet started to work and may not do so for a year. We are merely organizing at the present time and we do not intend to start definite activity until we have sufficiently organized to make sure success."

"To those who love fireworks—rhetorical and otherwise—allow me to suggest that they wait quietly until the Ku Klux Klan passes through its organizing period and actually starts work. The attacks that have so far been launched will appear significant when the atmosphere becomes surcharged with the shrieks of the enemies of law and order, constitutional principles, and real Americanism, as these forces feel the tightening grip of the Klan around them and they come to the realization that they are whipped."

"It will be then, and not till then, that the real anathemas will be hurled at the organization and its leaders, but it will have as little weight and do as little harm as all the lies that have been spread broadcast up to the present time."

"And those who have deliberately maligned and slandered us are going to wake some day to a very unpleasant situation. We are keeping records and making plans. The day of our activity has not arrived."

This intemperate language of Simmons was even exceeded at a meeting held on the night of August 25, 1921, in Philadelphia, which was reported in a press telegram as follows:

"A narrow pathway leading to a woodland glade, and every fifty feet a masked and white-robed sentinel. Within the little clearing an (Continued on page four)

DORAN BRINGS SEIZED RECORDS OF KLAN NORTH

Medford, Or., July 24.—Raymond I. Turney, deputy prosecuting attorney of Los Angeles, arrived here Sunday to attend the session of the grand jury that is to convene Monday to investigate the Jackson county night rider cases.

Turney brings evidence regarding the membership and activities of the Ku Klux Klan in Oregon, as it appeared in the office of Grand Goblin Coburn when raided following the Inglewood, Cal., shooting.

Turney is a native of Elk City, Or., and has resided in Los Angeles for 20 years.

Assistant Prosecuting Attorney Doran, who was subpoenaed to appear here Monday, has been excused owing to pressure of business in the prosecutor's office of Los Angeles county. The hammer murder and the cases against alleged members of the Klan set for trial August 7 are among the cases in Los Angeles that prevented Prosecutor Doran from coming here.

The lists of the Oregon Klan that came into possession of the Los Angeles authorities are believed to be incomplete.

Horne Evades Issue—London, July 24.—(By Associated Press.)—Asked in the house of commons this afternoon whether Great Britain had offered to cancel France's debt if she would reduce her claims for reparations from Germany, Sir Robert Horne, chancellor of the exchequer, replied that it was ill-advised to reply in newspaper reports.

PLAN ATTACH ON FREAK FISH BILL

Portland, July 24.—Declaring that the proposed constitutional amendment filed with the secretary of state to be passed upon by the voters next November, which would do away with traps, wheels and seine for salmon fishing in the Columbia river, would give gill netters a monopoly and would cripple the state fish hatcheries, Master Fish Warden Carl D. Shoemaker started for Salem at noon today to file an argument against the amendment.

Shoemaker in the argument charged that "an attempt had been made to hold up" the fishing and cannery interests in connection with the filing of the initiative amendment. The argument is to be printed in the voters' pamphlet.