

ALIEN ACT IS HELD ILLEGAL

LINEN MILL CAMPAIGN EXTENDED

With Salem Subscriptions Well Over \$200,000 Mark Active Drive Is Carried to Other Towns

The campaign for the linen mill will spread out this week and next to cover the surrounding territory. With the report of workers last night that the Salem drive had reached the \$204,140 mark, the program made was sufficient in the minds of the committee to start active work on the drive in the outlying territory. The next definite report as to progress will be made at the Thursday noon luncheon at the chamber of commerce.

Two Meetings Today. This noon T. M. Hicks and John H. McNary were at Silverton appearing before a noon-day luncheon of the Silverton chamber of commerce.

Tonight a big meeting will be held in the circuit court room at the Italian court house when the drive will be officially launched in the Polk county section. T. M. Hicks, Charles R. Archer, Robert Crawford, R. O. Snelling, Theodore Roth, George Vies and a number of others will attend from here. Crawford is expected to talk on the business end of the proposed plan, while other speakers also will take part from Salem, it is expected. Everyone interested in Polk county has been invited to attend the meeting and a big turnout is looked for.

Salem Drive Goes On. In the meantime committees in Salem are hard at work. They have turned the last lap toward the goal with over two-thirds of the required amount subscribed. They have no expectation of a spectacular or easy finish. On the other hand they expect that hard, constant work will be required to put it over, but they declare it will be put over in Salem and will be put over on the outside.

The realtors have postponed their regular Thursday noon luncheon so that they may meet with the linen mill managers at their Thursday noon gathering.

POLICE GUARD AGAINST MAY DAY DISTURBANCES

New York, April 28.—Extra police guards will be placed on all public buildings, prominent churches and residences of well known men, it became known today as a precaution against possible activities of radical groups on May day. For some time special day has been being watched the activities of groups of radicals who, it was felt, might possibly be influenced by the recent outbreaks in Bulgaria.

Hughes Says Claims Of Imperialism are Totally Unfounded

New York, Apr. 28.—Charles Hughes, former secretary of state, vigorously defended the government of the United States against charges of imperialism in an address today. He spoke at a luncheon of the chamber of commerce of the state of New York at which he was presented with a honorary membership.

"There are some who have an inveterate although mistaken notion that our government cherishes an imperialistic policy," he said. "They get political headaches from eye strain caused by their efforts to see what does not exist. They imagine, for instance, that they discover a government controlled by bankers. To the contrary, however, conscious of the inevitable risks of their unaided efforts, such charges must seem to be the perfection of irony.

"The truth is that the investment in foreign loans is and must be a private affair. The business

REGAINS LOST LEADERSHIP



LEON TROTSKY

FEDERAL PROHIBITION UNIT PLANNING REORGANIZATION

Washington, Apr. 28.—A reorganization of the prohibition unit is in prospect, Assistant Secretary Andrews indicated today, as a result of the month's study he has given to the bureau since he assumed office.

Secretary Andrews did not disclose the nature of the changes to be made but reiterated that Commissioner Haynes will remain for the present in charge of enforcement. There was every reason to predict satisfactory coordination between Mr. Haynes and his own office, the assistant secretary declared.

The new field marshal of prohibition declared reports that he would be "hard boiled" in putting through the proposed reorganization. What was intended, he explained, was to give trusted workers encouragement and support and to weed out the crooks and others who are not functioning in the interest of law and order and "to eliminate sentiment."

POSSESSION OF BOOZE COSTS \$75

Chet Ridgway topped the list in fines assessed by Police Judge Marien Poulsen yesterday afternoon. Ridgway was fined \$75 on a charge of possessing liquor.

H. Kild forfeited \$10 and Vern Mathews was fined \$20 for speeding. Gordon Leitch forfeited \$10 and Ben Miller, Walter Lottis, W. Thomas and E. Teske were fined \$5 each for speeding. A speeding charge brought a fine of \$7.50 from Ernest Kleeman.

Arthur Ramsey and Victor Grimm were fined \$5 each for annoying girls on the street.

Domuzo Maldonado was released on \$20 bail for annoying women.

SAY TROTSKY IS REGAINING LEADERSHIP

Fourteenth Annual Communist Congress Opens With Friends Claiming Power Regained.

Moscow, April 28.—(By Associated Press)—More than 500 delegates from all parts of Russia are attending the fourteenth congress of the communist party, which opened here in the Kremlin.

Former Minister Trotsky, whose presence was expected to be the chief feature of the gathering, has postponed his departure from Sukhum for another fortnight in order to complete a book.

Meanwhile, he has been given a new lease on political life, and his friends are sanguine that he will soon be entrusted with a responsible place in the government and gradually retrieve his former popularity and prestige.

Program Extensive.

Among the questions to be discussed at the convention, which will continue for the week, are the co-operative movement, increased metal production, agricultural taxation, revolutionary movements abroad, and the recent activities of the comintern (communist international).

Russia's domestic resources have become greatly depleted and the situation, which the methods must be devised to stimulate home industries and increase the productivity of the peasantry who already bear taxation and other burdens apparently beyond their strength.

The majority of the government officials believe the peasants' present situation will have to be further ameliorated if the government is to receive their active political support and maximum benefit from their labors.

World Revolt Planned.

Another feature of the congress doubtless will be M. Zinovief's reports on the movement for the world revolution.

M. Zinovief will inform the delegates, it is understood, that although no direct revolutionary situation exists either in the United States or Germany, a revolutionary situation in general exists throughout the world and he will emphasize the need for the Russian communists giving their constant support to revolutionary movements in other countries with the ultimate goal of a world revolution in view.

COUNCIL TO GIVE EAR TO ALLEGED TREATY BREACH

Paris, Apr. 28.—(By Associated Press)—The allied council of ambassadors at its meeting tomorrow will, it is understood, give Marshal Poch's report on Germany's violation of the Versailles treaty a quick scrutiny and will then await further study of the situation by the council of the various interested powers before taking action.

This policy, it was said, in official circles this morning will be pursued by the allies' desire above all to avoid anything that might provoke further reaction in Germany such as was manifested in the election of Field Marshal Von Hindenburg to the presidency.

Negotiations concerning the German security pact offer will be conducted on the same policy of avoiding anything that could be used as fuel for the reactionary campaign in Germany. Foreign Minister Briand will soon reply to the offer of Dr. Stresemann, the German foreign minister, in such a way as to encourage possible continuation of the efforts toward an agreement.

WHEAT PRICE UP 5 1-4 CTS.

Chicago, Apr. 28.—Unusual advances in the price of wheat took place today, amounting in some cases to 5 1-4 cents a bushel, with May quoted at \$1.49 3-4. The advance accompanied news that England had arranged for \$200,000,000 credit in the United States.

Pierce Says Recall Talk Is Good Joke

Medford, Or., April 28.—At the official opening of the Jacksonville museum of pioneer relics last night in the historic old United States hotel, attended by 300 people from all parts of Jackson county, Governor Walter M. Pierce was the principal speaker and guest of honor at the banquet.

The chief executive in a ten-minute talk praised Jacksonville for its display of community spirit and lauded their efforts. Governor Pierce made mention of the threatened recall against him by the sportsmen and laughed about it.

"Every time I do anything that bunch up-stairs don't like, they threaten me with recall, and every time I wear one of the bunch away from the public trough, there is a lot of bawling."

The governor, who met and mingled with the gathering, shaking hands and renewing old acquaintances last night, will be the principal speaker today at the meeting of the Ashland chamber of commerce.

Professor Irving E. Vining of Ashland, president of the Oregon state chamber of commerce, also addressed the Jacksonville meeting. He dwelt upon the historical value of the pioneer collection and their interest to visitors, urging Jacksonville to realize the value and the charm of their own surroundings as well.

ARRANGEMENTS COMPLETED FOR GILBERT BURIAL

Final arrangements have been made for the funeral of the late Dr. E. E. Gilbert, former superintendent of the Salem district for the Methodist Episcopal church, and since last October pastor of the First Methodist Episcopal church at Medford, Or. The body will arrive in Salem, Wednesday morning, on train No. 16, at 6:40 o'clock, accompanied by the widow, Mrs. Gilbert, the son, Wendell, and daughter, Iola; also by a brother, Rev. Howard Gilbert, and his wife from Oakland, Cal.

At 10 o'clock the body will be taken to the First Methodist Episcopal church in charge of the Webb undertaking parlors, where it will lie in state until the hour for the funeral service, at 2:30 p. m. During the interval between 10 and 2 o'clock various ministers, friends of the family, will take turns in serving as honor guards for the body.

Many leading representatives of the church are expected to be in attendance at the funeral and to take part in the service. Among these are Bishop Shepherd, the cabinet of the Oregon conference, Dr. Avison, a former pastor of First church and very intimate friend of the family. Bishop Shepherd will bring a message of appreciation and Dr. Avison will preach the funeral sermon. A group of brother ministers will serve as pall bearers and the cabinet of the Oregon conference, with representatives from Willamette university and the Kimball school of theology will serve as honorary pall bearers.

It is expected that a very large assembly of people will be present from all parts of the Oregon conference, where Dr. Gilbert has been known as a prominent church leader and was greatly loved by all. No man in the Oregon conference worked his way so quickly into the hearts of Methodists throughout the state as did Dr. Gilbert. He came from the city of Medford to the pastorate in Oregon City in 1917; two years later he became superintendent of the Salem district and served successfully five years in this larger field. Last fall, when he would have been appointed to the district for another year, he was constrained to ask to be released to accept the urgent call to the Medford pastorate. A few months later his health broke and a strong man, and noble, left the field of action.

BALDWIN SAYS ARMS CONFERENCE REMOTE

London, Apr. 28.—(By Associated Press)—Prime Minister Stanley Baldwin, replying to a question in the house of commons today regarding the possible summoning of another disarmament conference, declared that he did not see any sign of an early call of such a conference from any quarter.

GOLD BASIS IS RESTORED BY ENGLAND

Demand Sterling Jumps To New High Mark For Ten Years With Announcement.

New York, April 28.—Demand sterling advanced one cent to \$4.83, the highest price in ten years and less than four cents from parity, within fifteen minutes after the news of Great Britain's return to the gold standard had been received here.

London, April 28.—(By Associated Press)—The gold standard in England will be restored today by a special license to the Bank of England to export gold bullion, it was announced by Winston Churchill, chancellor of the exchequer, in his budget speech in the house of commons this afternoon.

Operative Today

The bank's special license, Mr. Churchill said, would operate from today pending the formal lapsing on December 31 next of the 1920 act prohibiting the export of gold bullion.

Mr. Churchill characterized the yield from internal revenue as "satisfactory."

Excess profits and corporation profit taxes showed a deficit of \$9,000,000 pounds sterling, but were more than counterbalanced by the yield from income tax, super and death taxes.

The consuming power of the British people has been maintained, declared Mr. Churchill. He said he realized that the surplus of the late chancellor's estimate corresponded with remarkable accuracy to the budget's revenue from spirits. Tobacco had fallen 2,000,000 pounds sterling below the last budget estimate but beer had advanced by a million sterling.

Mr. Churchill said he was making arrangements to obtain credits in the United States for not less than \$300,000,000 with possible expansion.

The American credits being arranged for, Mr. Churchill said, would only be used if and when required and he did not expect that it would be necessary to use them.

The standard rate of the income tax will be reduced by six pence in the pound sterling, Mr. Churchill announced.

With regard to the re-establishment of the gold standard, Mr. Churchill said he would introduce a measure providing for internal treasury notes, as well as Bank of England notes, which would be convertible into coin but only at the option of the Bank of England.

The re-establishment of the gold standard, he said, did not necessarily mean a return to gold coinage.

Simultaneously with these proposals (Continued on Page Seven)

MOORE HELD FOR JEWELRY THEFT

Lee Moore of Salem is in the city jail with no bail fixed after arraignment in justice court on a charge of stealing a quantity of jewelry from the home of Roy Barton home. One diamond ring, a gold ring, a gold watch and several other articles were taken, it is alleged, having a value of about \$450. Moore was arrested by Officers Olson and Hickman.

It is said he entered the Barton home under pretext of delivering a rug, and after he was in the house found opportunity to take the jewelry. Police officers say he perpetrated a similar theft about a year and a half ago by representing himself to be a messenger boy.

When arraigned today Moore asked time to consult an attorney and his case was continued.

The same disposition was made in justice court today of the case of Henry Albert, who is accused of stealing 150 cartons of cigarettes and a carton of chewing tobacco from the Willamette Grocery company.

9094 Voters are Required to Sign For Referendums

Referendum petitions filed with the secretary of state on or before May 28, to be successful in getting on the ballot the measures attempted to be referred, must contain at least 9094 names, according to an opinion handed down by Attorney General Van Winkle today in reply to an inquiry by Secretary Kozer. This is 5 per cent of half the total vote cast for H. H. Belt, O. P. Cosbow and Percy H. Kelly, who were candidates for justice of the supreme court, the ballot directing the voter to "vote for two."

The Van Winkle opinion says that the question is hard to determine, and to be safe the attorney general advises the petitioners to get 5 per cent of the highest vote cast for any office, although the constitution specifies justice of the supreme court.

"This provision of the constitution was, no doubt, adopted because at the time of the adoption of the initiative and referendum amendment there was but one justice of the supreme court to be elected at each election, in which the whole number of votes and voters would be the same," says the opinion. "In the present instance, there being three candidates for justice of the supreme court and two justices to be elected, if the presumption be indulged that every person who voted for justice of the supreme court exercised his full right of suffrage and followed the direction on the ballot to 'vote for two,' and each elector voted for two persons as justice of the supreme court, the whole number of persons so voting would be one-half of the whole number of votes cast for all three candidates for justice of the supreme court."

Since it is known that all voters would not vote for two the opinion says:

"The dilemma, therefore, presents itself, which of several things to do, to rely on the presumption

(Continued on Page Nine)

ELECTION RIOTS IN MEXICO COST TWO SCORE LIVES

Nogales, Ariz., April 28.—Clashes between armed factions in cities throughout the state of Sonora, Mexico, where municipal elections were held last Sunday, caused a total of 42 deaths it was announced in reports received by officials here last night. Confirmation of the reports is lacking.

Two men were killed in Nogales, Sonora, opposite here, when a mob plundered the polls two blocks from the international boundary. Sixteen were reported killed in Sanana, a town which has hardly recovered from the effects of a disastrous fire which left 2000 homeless there last week. Several deaths also are reported to have occurred in Magdalena.

Casualty lists are not available, but the reports received here indicate that many were injured in the disturbances.

HEAT RECORD OF YEAR IS BROKEN THROUGH VALLEY

With the temperature in Salem at 80 degrees above zero at 2 o'clock this afternoon, unofficial indications were that today would be at least 10 degrees warmer than Monday, when the mercury climbed to 73 degrees, and the hottest day yet recorded during the year, 1925. The Willamette river, which rose to 9 feet above normal on April 21, had dropped to 4.4 feet above normal by 7 o'clock this morning, and was still falling.

Roseburg, Or., Apr. 28.—The highest temperature of the year was recorded this afternoon when at 2 p. m. the thermometer at the government weather bureau station stood at 85 degrees. The humidity dropped from 31 at noon to 21 at 2 o'clock and a fire warning was issued to the forest service and county fire patrol.

Eugene, Or., Apr. 28.—Fully recovered from the recent rains and chilly weather, Eugene basked today in the sunshine and the weatherman recorded the hottest day of the year as he shared. The mercury climbed to the 83 degree mark this afternoon.

UNITED STATES STEEL PAYS EXTRA DIVIDEND

New York, Apr. 28.—Directors of the United States Steel corporation today declared the "regular" extra dividend of 50 cents a share on the common stock in addition to the regular quarterly payment of \$1.25 on the common and \$1.75 on the preferred shares. Extra dividends at this rate have been paid since the first quarter of 1924.

BUS AND TRUCK LINES TARGET FOR HIGHER TAX

Bend, Or., Apr. 28.—R. S. Hamilton, state representative from Deschutes county, and R. W. Hawyer, county judge, are preparing an initiative measure which will increase the tax on passenger buses and freight trucks even above the scale provided in house bill 413 on which a referendum is being sought.

While the scale to be provided for in the initiative measure has not as yet been decided, according to Mr. Hamilton, it will be high enough to make up for the loss to the state during the time when the law as passed by the legislature awaits the approval of the people.

The backing of all of those in the legislature which favored house bill 413 and the county judge and county commissioners, he said to be behind the proposed initiative measure.

GERMAN BANDS RESURRECT OLD KAISER MARCH

Berlin, April 28.—The victory of the nationalists in the presidential election has been closely followed by the resumption of the band concerts in the public squares, customary in the days of the monarchy and which consisted chiefly of the rendition of patriotic airs.

At the Wittenberg Platz yesterday afternoon the band played the "Army March No. 9," the "Kaiser Waltz," by Strauss, the "Frederick Rex March," the "Black White and Red" imperial flag song and "Deutschland Ueber Alles."

General Business Activity In March On Coast Declines

The high level of general business activities reached in this district during February was not maintained during March, a smaller than seasonal increase in trade being observed in the latter month, says the report of John Perrin, federal reserve agent for the Pacific coast. Growth in volume of trade from March, 1924, to March, 1925, is estimated to have been slightly less than the normal annual increase incident to growth in population and trading importance of the district. Industrial activity increased seasonally during March but continued at lower levels than last year ago. The total volume of credit extended by reporting member banks of the district increased moderately during the month, as 311 borrowings from

NON-CITIZENS MAY DISPENSE SOFT DRINKS

Supreme Court Decides Portland Ordinance Is Violation of Federal Constitution.

An ordinance of the city of Portland prohibiting aliens from selling soft drinks is held unconstitutional in an opinion of the supreme court today, written by Justice Burnett in the case of M. George and others against the city. The opinion reverses Judge George Truvel of the lower court for Multnomah county.

The term "soft drink" is defined by the ordinance to "mean and include any drink or beverage except tea, coffee, milk, cocoa, chocolate and their direct substitutes." "Aside from the five drinks mentioned," says Justice Burnett, "and the substitute 'soft drinks,' it would include anything potable, from Scotch whisky to Bull Run water."

"Taking the equal protection feature of the 14th amendment to the national constitution and the terms of section 31 of article 1 of our own state constitution respecting the privileges of white foreigners who reside here," says the opinion, "it is plain that in respect to persons proposing to engage in an otherwise lawful occupation, a distinction based solely on whether the applicant or is not an alien, is not permitted in this state."

Justice Brown wrote a brief dissenting opinion.

Another opinion today, written by Justice Belt in the case of George F. Keane and others, appellants, against the city of Portland, holds null and void the Portland ordinance whereby the city attempted to widen Ladd avenue and East Morrison street and assigns the city from appropriating the Keane land for that purpose. The appellants are allowed costs and disbursements. The decree of the lower court, by Judge G. F. Skipwith dismissed the plaintiffs' suit for injunction and the supreme court reverses that decree.

That portion of a Portland ordinance regulating employment agencies is upheld in an opinion of the supreme court today, written by Chief Justice McBride in the case of A. G. Lyons against the city, appellant. The opinion reverses the decree of Judge Louis P. Hewitt of the lower court for Multnomah county.

Other opinions today were: William L. Robertson vs. State Industrial Accident commission, appellant; appeal from Multnomah county; suit for award under compensation act. Opinion by Justice Brown; Judge Robert G. Morrow affirmed.

Mario Thompson, administrator of estate of Olga Thompson, deceased, appellant, vs. Union Fishermen's Co-operative Packing company, appeal from Clatsop county; suit for damages. Opinion by Justice Band; Judge J. A. Eakin reversed.

S. Orant Leach vs. E. W. Heim, et al, appellants; appeal from Multnomah county; action for fraud. Opinion by Justice Belt; decree of Judge George Rosman modified and affirmed.

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The volume of payment by check (bank debits) in 21 principal cities of the district, an index of general business activity, increased by 10.7 per cent during March as compared with February, a smaller than seasonal increase. This bank's index of bank debits, adjusted for seasonal variations, stood at 135 in March, 1925, 148 in February, 1925, and 133 in March, 1924 (1919 monthly average equals 100).

Employment statistics for California and Oregon and non-statistical data for other states of the district, reflect seasonal increase in demand for workers during March. In most trades and indus-

(Continued on Page Nine)