

CIRCULATION  
Daily average net paid circulation for  
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# Capital Journal

FAIR AND MILD  
Tonight and Friday. Gentle north to  
east winds.  
Local: Max., 79; min., 49; rain, none;  
river, -4; atmos., clear; wind, north.

FORTY-SEVENTH YEAR No. 157 SALEM, OREGON, THURSDAY, JULY 2, 1925 JUL 3 PRICE THREE CENTS ON TRAINS AND NEWS STANDS FIVE CENTS

# SALEM GETS \$200,000 PLANT

## BIG SURPLUS OF REVENUES IS RECORDED

### Federal Tax Receipts For Year Ending On July 1 Exceed Disbursements By \$250,000,000.

Washington, July 2.—With final figures in hand showing a \$250,000,000 surplus for the fiscal year ended Tuesday, treasury attention was turned today to revision of estimates of receipts for the year now beginning. Orders to review all of the figures in detail were issued by Under Secretary Winston.

The re-amping of calculations was made necessary by the fact that practically all items of receipt for the past year exceeded expectations. Much of the excess thus resulting came in receipts from taxes paid in March and June and furnishes what is regarded as definite indications of the trend to be developed in the fiscal year now started.

Income tax receipts, amounting to \$1,740,000,000 were \$100,000,000 greater than had been estimated. The belief prevails at the treasury that receipts from this source in the coming fiscal year are likely to exceed by \$100,000,000, which was the figure calculated when the last budget was sent to congress.

The close of the fiscal year found a surplus of \$250,000,000 after expenditures of \$7,250,000,000 of the ordinary receipts, which totaled \$7,500,000,000.

The surplus, nearly four times the amount forecast last October is not available for tax reduction.

## PIONEERS ELECT WOLVERTON HEAD

Portland, Ore., July 2.—Bruce Wolverton was elected president of the Oregon Pioneer association at the business session in the reunion Wednesday night.

Other officers are: Mrs. Mary Barlow Wilkins (1853), vice-president; George H. Hines (1853), re-elected secretary; William Ladd (1855), treasurer.

Directors named are Charles T. Dickinson of Oswego (1854); John Morrison Crawford of Dayton (1853); and J. O. Stearns of Portland (1853).

## Baptists Row Over Issue of Modernism

Seattle, Wash., July 2.—(AP)—Modernist defeated fundamentalist, 912 to 304, here today, at the Northern Baptist convention a delegation of the Park Avenue church, New York city.

Seattle, Wash., July 2.—Staved off for two days, the battle between modernists and fundamentalists broke on the floor of the 19th annual meeting of the Northern Baptist convention here today. The question was whether to seat four delegates from the Park Avenue church, New York city.

## WVS ASKS TO ABANDON LINE

Losses on Mt. Angel Service from Oregon City Back of Request To Cancel Electric Trains.

Because of a continuous loss financially since it began operation in 1915, the Willamette Valley Southern Railway company, a subsidiary of the Portland Electric Power company, today petitioned the public service commission for authority to suspend operation on that portion of its line from Keizer station, Clackamas county, to Mt. Angel, Marion county, a distance of 21.9 miles.

The Willamette Valley Southern operates an electric line from Oregon City to Mt. Angel, a distance of 21.9 miles. The operation was begun in 1915, but the company avers that it never has made a profit.

Total losses since that date are placed at \$228,453.52. The lightest loss was in 1916, when the deficit was \$61,291.53, and the heaviest was \$144,502.25.

## AIRPLANE GETS LAUNDRY IN SMALL CAL. TOWN

Yreka, Cal., July 2.—The little settlement of Jerome, Siskiyou county, may be entirely innocent of union passenger terminals, million dollar libraries and sky high business blocks, but it has one feature of modern progress that the biggest cities lack. That is airplane laundry service.

Every few days an aircraft wings out of Yamath Falls, picks up the week's wash at Jerome, 45 miles away, and takes it to be scrubbed and mangled in an up-to-date Klamath Falls laundry. Deliveries are made the same way. The "winged wash" is getting to be a big feature in Jerome county.

## TWO BANDITS ARE KILLED IN RUNNING DUEL

### Bank Robbers At Buckley, Washington, Shot Down In Chase; Two Citizens Are Wounded.

Tacoma, Wash., July 2.—William Rose, a Buckley cigar dealer, who was shot in the abdomen yesterday by one of the two bank bandits who were slain after a holdup of the Buckley State bank, died from his wounds in the Auburn hospital, at 9:30 o'clock this morning.

Tacoma, Wash., July 2.—The little city of Buckley, 24 miles east of here has had the first bank robbery in its history and the affair ended in bloody failure yesterday afternoon when two unmasked desperadoes, like the bad men of the old west, died with their boots on. One of the bandits was shot from the running board of an automobile speeding away with the loot. The other was killed when he drove back into the rifle fire to rescue the body of his dead pal.

Neither of the bandits had been identified this morning. William Rose, a cigar store man, lies seriously wounded in the Auburn hospital, a victim of the bandits' return fire. Another citizen, two blocks away was hit by a stray bullet while he was painting the home of C. O. Steberg, president of the robbed bank.

It was ten minutes before 3 o'clock when the bandits entered the Buckley State bank and drove their guns. At 3 o'clock both were dead and the loot of \$3000 had been recovered. The first bandit was shot by Aaron Hayden.

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## PRESBYTERIANS CALL TULLY TO LOCAL PULPIT

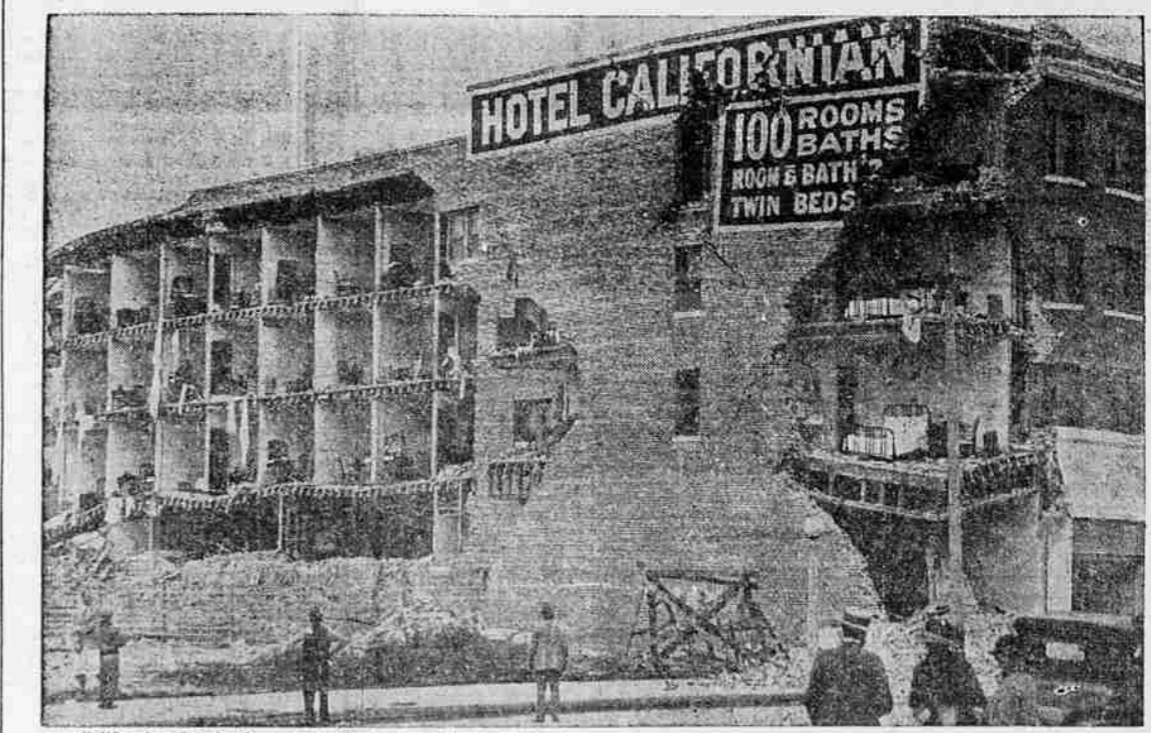
Dr. Norman K. Tully, present pastor of the First Presbyterian church of Racine, Michigan, and formerly associate pastor of the First Presbyterian church of Portland, has been chosen by a special committee of the First Presbyterian church here for the position of pastor of the local church. Dr. Tully has accepted the position, and will be officially employed as soon as the formality of ratification by the church congregation has been completed with. Notice of the committee's action will be read at the services next Sunday and the following Sunday. It is expected that an official church meeting will be held on the Monday evening following the second reading of the notice. The formality of two readings of the notice, and election by the congregation, is required by Presbyterian regulations. The committee is unanimous in its choice.

Dr. Tully will assume his duties as pastor of the local church on September 1.

The new minister is a classmate of Dr. Bowman of First church, Portland, with whom he was associated during the years 1920 and 1921. Since leaving Portland his entire time has been spent at Racine. He is a graduate of McCallister Theological seminary.

He is at present president of the Rotary club of Racine, and was selected as delegate to the national Rotary convention held in Seattle of June. His age is stated at slightly under 40 years.

## QUAKE LEAVES WHOLE SIDE OF HOTEL EXPOSED



Californian hotel after Santa Barbara earthquake, which was the severest east disturbance on Pacific Coast since 1906 disaster in San Francisco. Copyright, 1925, by International Newsreel.

## WRECKAGE OF TREMOR GONE

### Tottering Walls Razed And Most of Debris Already Carted Away; Marines Take Control.

Santa Barbara, Cal., July 2.—(AP)—With 250 of Uncle Sam's "leathernecks" patrolling the earth quake torn section of Santa Barbara today to preserve order, the city was expected to assume normalcy in many respects.

Practically all of the dangerous overhanging walls were demolished by firemen yesterday and during the night trucks hauled the debris away and cleared the section until there was little left this morning of wreckage of any character save on the site of the Santa Barbara building and in the park surrounding Hotel Arlington.

Sheriff James Ross was in command of the law and order forces of the city, including the marines, and prominent citizens, jointly with the city council took charge of the city as a public safety committee holding their first meeting at 9:30.

A board of California engineers under the chairmanship of C. E. Marx, head of the College of Engineering of Stanford University, resumed its inspection of buildings throughout the city, designating those to come down and those safe or that will be safe if repaired. The committee on public safety has announced that the findings of the committee are to be final and will be followed in detail.

Almost unanimous is the decision of business men to reconstruct the city along lines of Spanish architecture, following recommendation of the Santa Barbara Art Society and the new State street, if these plans are followed will be a replica of old Spain when it rises again.

With telephone service restored and prospects of light and gas service within 24 hours, the citizens looked forward for the next few hours to bring normal conditions to their homes and the closing of Red Cross relief stations where rich and poor alike have bowed each other at meal times since the disaster Monday morning early.

## WALES' GOLF STROKES TO BE PHOTOGRAPHED

Rubwauy, Southern Rhodessa, South Africa, July 2.—(AP)—The Prince of Wales, in his ever growing enthusiasm for golf, has inaugurated a new scheme for having his official photographer to precede him in his golfing. He has ordered special pictures of his strokes before and after.

## Low Water Likely To Force Steamer Off Portland Run

With the level of the Willamette river 6 inches below normal today, and falling at the rate of an inch a day, indications were that the Salem Navigating company, which has operated a river steamer between Portland and Salem since the first of the year, would be forced to discontinue business until fall. Government employees, dredging through the bars along the route, and blasting stumps from the river bottom, have been unable to get the channel into condition for navigation at low water.

## ASSERTS HUBBY SUPPLIED ONLY ONE PAIR SHOES

Gladys Willifong, who used to be Gladys Roberts and wants her maiden name back, declares that during her married life with Charles A. Willifong since March 1924, he provided her with only one pair of shoes, one pair of hats and \$3 in money, she says.

And at that, she goes on to relate, one time she was without food for three days and became so hungry she went out and sold the shoes to get herself money with which to buy food.

She further asserts that at one time in Bellingham, Wash., her husband burglarized a store, bringing home some money, candy and tobacco, but she makes no statement that she received any of the loot.

## WORK CANCELS VISIT TO SALEM

Hubert Work, secretary of the interior, who was scheduled to visit Salem, July 7, and remain here until the following day, today canceled his trip in a telegram from Yakima to the chamber of commerce here, in which he stated other matters had made it impossible for him to include Salem on his itinerary as originally planned.

The chamber of commerce had planned to give him a little banquet on the evening of July 7. In the morning he was to have visited the Indian school and the afternoon and evening he planned to spend with C. A. Park of Salem, an old time friend.

## SAY DOHENY STORY FAKE

### Facts Do Not Bear Out Patriotic Inspiration For Oil Lease Declare Attorneys In Case.

New York, July 2.—In answer to statements of Edward L. Doheny that representations of danger of war in the Pacific prompted his part in the oil lease, the New York Times today publishes comments of government counsel in the oil lease prosecution and of other officials connected with the case.

Mr. Doheny said the war danger was kept secret because of they were afraid of wrecking the Washington arms conference. For both Alice Pomaroy and Owen J. Roberts said that the main trouble resulting from the conference were signed and ratified by the senate before the first contract with Mr. Doheny was signed.

Dates Don't Jibe. Mr. Pomaroy recalled that the arms conference assembled November 12, 1921, that the delegates began signing the articles in December, that the senate ratified the

## PAINLEVE'S MOROCCAN POLICY IS APPROVED

Paris, July 2.—(AP)—The French senate unanimously voted confidence today in the Painleve government's Moroccan policy.

## Ford Stock Swindle Again Offered Here; Fine for Promoters

Once more the people of Salem are being given the opportunity of buying a share of stock in the Ford Motor company of Canada, Ltd., for \$750 a share, when according to prevailing prices it can be bought now on the New York curb market for \$490.

## BY PRODUCTS PAPER MILL PROJECTED

### Factory To Manufacture Boxes, Wrappers And Like Articles May Rise On Front Street.

That a new manufacturing industry to be known as the Western Paper Converting company, manufacturers of paper products, will probably establish a factory in Salem, with a capitalization of \$200,000, and a plant necessitating the employment of from 150 to 200 persons, became known here today. The choice of locations lies, it is said, between Salem and Vancouver, Washington, but Salem has in its favor certain advantages for the company, one of which is that the Oregon Pulp & Paper company offers to give the new concern outright the north power site on Front street near Division if the factory is located here. The site comprises two and one-half acres.

Plan Building Soon. Immediate construction of buildings and fitting in of machinery is on the program, and the articles of incorporation, it is understood, are ready to file. Mainly interested in the project are E. J. Mosley of Los Angeles, A. D. Alpine of Seattle and E. A. O'Neill, for some time with the Oregon Pulp & Paper company. Mr. Mosley is to transfer to the new factory the machinery which he now has in a plant at Los Angeles, and the same will be done by Mr. Alpine with machinery now in Seattle.

The new factory will be the most complete of its kind west of the Mississippi river, and more complete than those that Mr. Mosley and Mr. Alpine have operated in Los Angeles and Seattle. The advantage offered by Salem over either Los Angeles or Seattle in obtaining the paper necessary in the manufacturing of the articles that the new mill will turn out has been the main influence ruling the promoters in their desire to locate here.

New Law Material. At the Los Angeles plant it was necessary to ship the paper from the state of Washington, and at Seattle it was also necessary to ship it a long distance. In Salem this can be received directly from the big factory of the Oregon Pulp & Paper company, and it is out of consideration of the fact that a large concern will be a large consumer of paper that the pulp and paper company offers to provide the site.

Articles manufactured by the mill will include envelopes, paper boxes and wrappers, as for example the wrappers in which packed meats are contained, and numerous other articles made of paper.

Printing machinery for the printing of labels and designs on the manufactured articles will be installed, this part of the industry being an important part of the operation and requiring machinery not found elsewhere in the west.

Members of the organization are now investigating the condition of the Willamette river and the possibility of building a dam at the mouth of the river.

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