

CIRCULATION
Daily average net paid circulation for
month ending June 30, 1925
6729
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Capital Journal



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"H" CHALLENGE
JUL 13 1925
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PARTLY CLOUDY
Tonight and Sunday, with probable
showers in the west portion. Moderate
southerly winds.
Local: Max. 93; min. 52; rain, none,
river, 1.0; snow, clear; wind, northwest

FORTY-SEVENTH YEAR No. 164

SALEM, OREGON, SATURDAY, JULY 11, 1925

PRICE THREE CENTS ON TRAINS AND NEWS
STANDS FIVE CENTS

MURDERS MAN FOR THRILL

9 INDICTED IN PROBE OF DISASTER

President of Pickwick Club, Architect and Lessee Deny Guilt When Arraigned.

Boston, Mass., July 11.—(AP)—Nine secret indictments were returned today by the grand jury which since Monday has been hearing evidence relative to the collapse of the Pickwick club building July 4, with a loss of 44 lives. After the indictments had been returned to Judge Lammus in Suffolk superior court it was announced that the names of the defendants would not be made public until Monday.

Boston, July 11.—(A. P.)—Three men who were named in secret indictments returned by the grand jury investigating the collapse of the Pickwick club last Saturday in which 44 persons lost their lives, were arraigned before Superior Court Judge Lammus today. They were George C. Furb, an architect; Timothy J. Barry, president of the club, and Hyman Bloomsberg, lessee of the building. All pleaded not guilty to the indictments, which charged manslaughter in causing the death of Patrolman Paul E. Halloran, one of the victims of the disaster. They were held in bonds of \$2000 each that give the right to change their plea later if they desire. Trial was set for Wednesday.

CHARLES PONZI GETS SENTENCE OF 7 TO 9 YEARS

Boston, Mass., July 11.—(AP)—Charles Ponzi, who on February 26, was found guilty on four indictments charging larceny from investors in his international postal reply coupon enterprise in 1920, today was adjudged by Superior Court Judge Stok to be "a common and notorious thief," and sentenced him to state's prison for seven to nine years. A stay of sentence was granted to enable Ponzi to go to the supreme court on exceptions. Ponzi, after the collapse of his "get rich quick" scheme in 1920 was arrested by federal authorities for illegal use of the mails and served a term in Plymouth jail. On his release he was tried in the state court and finally convicted. He acted as his own attorney at the trial, asserting that he was unable to pay for counsel.

TEXAN TO BE NEXT EXALTED RULER

Portland, Or., July 11.—(A. P.)—An announcement today from the temporary grand lodge headquarters here of the Benevolent and Protective Order of Elks said that United States District Judge William Hawley Atwell of the northern district of Texas would be the next grand exalted ruler of the organization. Judge Atwell lives at Dallas.

The formal election of officers will be next Friday during the closing hours of the annual convention. The announcement said the election of Judge Atwell would be unanimous as he was unopposed.

Grand lodge officers, headed by John G. Price Columbus, Ohio, grand exalted ruler, arrived here today. Several large delegations also were expected during the day.

The grand officers were met by an escort of police and the Portland police band and escorted to grand lodge headquarters at the Multnomah hotel.

Caravan of Elks From California Stop Here Sunday

Coming in 50 automobiles, 25 from Bakersfield and 25 from Yreka and Crescent City, Calif., 200 Elks will arrive in Salem Sunday afternoon en route to the national convention in Portland and will be entertained here by a special committee named by W. A. Needham, exalted ruler. T. A. Rafferty, state traffic officer, will conduct the caravan in from the south.

The visitors will be in Salem for 30 minutes, the local Elks to serve loganberry juice to the guests on the state house grounds. The local Elks will gather at the east side of the capitol building. Visitors are expected to arrive here at 3 o'clock.

Not only Elks, but anyone interested, is invited to participate

EFFORT MADE TO SECURE TROUT PLANTINGS HERE

In an effort to secure further stocking of Marlon creek streams with trout, Oscar Price of Salem, has prepared a summary of the trout liberated in the streams of this county during the past four years from 1921 to 1924, inclusive.

The summary shows that in the four years 1,268,000 rainbow trout have been liberated in the county and 100,000 Eastern Brook trout.

In 1921 397,000 rainbow and 30,000 eastern trout were turned loose. In 1922, 289,000 rainbow and no eastern brook, in 1923, 280,000 rainbow and 20,000 brook trout, and in 1924, 302,400 rainbow trout and 50,000 brook trout. All told in the four years 1,368,400 trout of both kinds were liberated.

Mr. Price's analysis shows that these trout were liberated as follows in the various streams of the county:

1921, Rainbow—Turnidge Creek 2,000, Mill Race 150,000, Abiqua Creek 50,000, Silver Creek 94,000, Stout Creek 3,000, Little North Fork, 50,000, Snow Peak Lake 6,000, Brettenbush River 6,000, Mill Creek 6,000.

Eastern Brook—Unknown lakes, liberated by Forestry Department, 30,000.

1922, Rainbow—North Fork Santiam 84,000, Mill Creek 60,000, Abiqua Creek 33,000, Pudding River and Silver Creek 25,000.

1923, Rainbow—Mill Creek 60,000, Abiqua Creek 60,000, Powers Creek 50,000, Davis Creek 50,000, Butte Creek 20,000, Butte, Silver and Drift Creek 40,000.

Eastern Brook—Silver Creek 20,000.

1924, Rainbow—Mill Creek 80,000, North Fork Santiam 102,400, Silver Creek 120,000.

Eastern Brook—Silver Creek 50,000.

GAULLUX DEFEATED BY NOTE OF DEPUTIES

Paris, July 11.—(By Associated Press).—Finance Minister Gaullux was defeated in the chamber of deputies by a vote of 261 to 263 when he opposed repeal of the tax on business turnovers.

Court Enjoys Rest As Attorneys Plan Battle On Evolution

Dayton, Tenn., July 11.—(AP)—Judge Raulston was taking a well earned rest today.

The presiding justice in the Scopes trial did a big day's work yesterday in administering the routine of his court. In addition he performed another day's labor in shaking hands with his numerous friends of the law and the laity, in keeping order in the crowded court auditorium and in extending the courtesies to prominent visiting attorneys.

The argument between defense and prosecution lawyers, which brought about an adjournment of

ATTORNEYS PLAN SCOPES CASE BATTLE

Contest Expected to Center Around Admission of Scientific Testimony As Evidence.

Dayton, Tenn., July 11.—(A. P.)—With the first preliminary steps cleared away, including the selection of a jury, counsel for both the defense and prosecution in the Scopes evolution case today planned conference to consider the next move in the game of legal chess. No session of the trial was scheduled today, the defense having asked for a day to consider angles of the case.

The jury is composed of nine farmers, one school teacher and farmer combined, one fruit grower and one shipping clerk. Only one is not a church member.

Defense Plans Fight.

With indications of a battle in the offing, the defense meeting was to determine upon what grounds it would base its plea for admission into the evidence the testimony of experts, scientific and religious lines, with the announced intention of attempting to show that the theory of evolution does not conflict with the Biblical account of creation.

While they were seeking a firm basis for their contention that such testimony would be relevant, prosecution attorneys were drawing up their battle lines to withstand the expected attack.

Indications today were that they would attempt to have this testi-

CARTHEW GIVEN SIX MONTHS AND THEN PAROLED

Mac Carthew, one of the seven local men indicted by the recent grand jury in the "vice ring cases" involving four minor girls, was today sentenced to serve six months in the county jail and paroled from the bench by Judge L. H. McMahan when Carthew pleaded guilty.

He was indicted for "doing an act tending to cause delinquency." Police authorities testified that Carthew was "least to be blamed" of any of the men involved in the cases.

MUST REFUND ON OIL TAKEN FROM ELK HILLS WELL

Los Angeles, Cal., July 11.—(A. P.)—Final decree confirming reversions of the Elk Hills natural reserve oil leases by the government to Edward L. Doherty interests was handed down in United States district court here today by Judge Paul J. McCormick.

The final decree orders the Pan-American Petroleum company to pay to the government \$358,031 for oil pumped from the leases and also to pay court costs, which it was said, will amount to \$500,000.

The decree held that the government should pay to the defendants \$10,417,448 expended by them in developing the lease and in construction of storage facilities at Pearl Harbor, together with the value of the oil stored in the Pearl Harbor tanks.

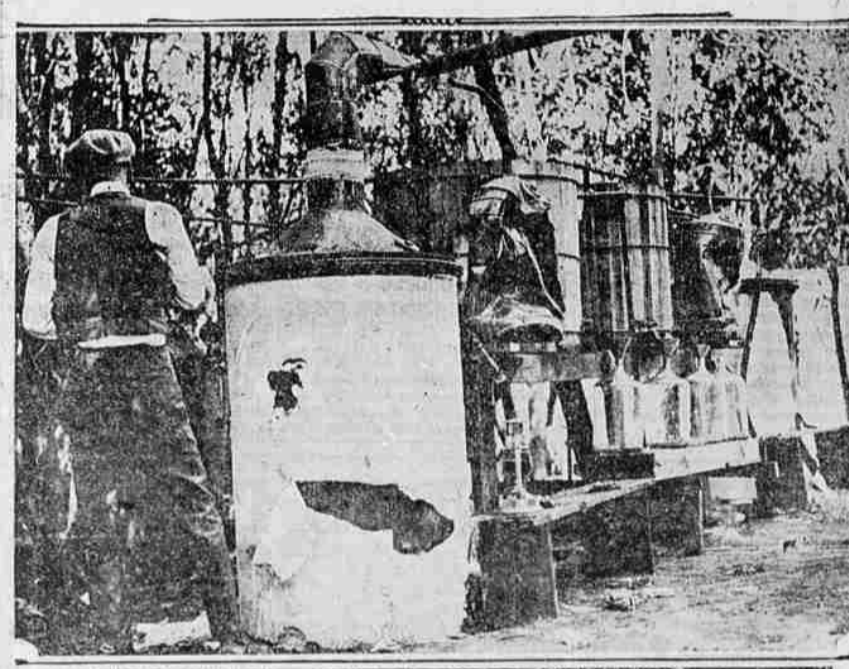
CRUDE RUBBER ADVANCES

New York, July 11.—(AP)—Crude rubber prices again moved up sharply today. Spot rubber was quoted at \$19.44 an advance of about four cents over last night's close. Futures also advanced to new high levels. Buyers are increasingly cautious and very little business was done in the local market.

Before the close of the market, the price of spot rubber reached \$19.45.

(Continued on Page Seven.)

COMPLETE DISTILLERY SEIZED



Above—One of the two double process stills seized by special agents on an island in the Williams river near St. Paul. Below—some of the huge vats of mash.

Slayer and Bandit Declared Guilty by Jury Out 20 Hours

Sacramento, Cal., July 11.—(A. P.)—The jury in the case of Floyd Hall, slayer and bandit, returned to the court room this morning after being out for 20 hours with a verdict of guilty of murder in the first degree without recommendation which means that he will be sentenced to hang.

The jury agreed that Hall was guilty early in the deliberation; but two women and one held out for a recommendation for life imprisonment. This morning the presented a verdict of guilty of murder in the first degree for the killing of Harry J. Litzberg here. When the jury voted Miss Gertrude Larimer said with the others that it was her verdict but indicated she did not know in giving that verdict the law would fix the punishment at death automatically.

While defense attorneys objected to Superior Judge C. O. Bush accepting the verdict the court ruled it was a verdict and accepted it.

Judge Busick will pronounce the death sentence next Thursday. The defense will appeal.

After the jury had been dismissed, Miss Larimer and Mrs. Harriett C. Clark, jurors, gave out statements in which they said they would not have voted "guilty" had they known that the absence of jury recommendation would mean the pronouncing of the death penalty.

Miss Larimer was on the verge of a nervous breakdown after the trial as a result of the long hours of debate in the jury room. She sobbed and declared "that is not the true verdict."

Hall was the partner of Joe Tanko in the murder of Chief of Police Meshun of San Bruno, for which both were sent to San Quentin for life. After their escape

PLAN TO ENLARGE NATIONAL PARK AT CRATER LAKE

Medford, Ore., July 11.—A program for the enlargement and improvement of Crater Lake national park was outlined before a group of representative Medford citizens at the Elks club here last night by Stephen A. Mather, director of the national park service, upon his return from his first visit to Diamond Lake, following an inspection of Crater Lake park.

"Starting today," said Mr. Mather, "the paving of the roads in Crater national park begins, and with the expenditure of \$239,000 this season, will mark the disappearance of dusty roads in the park and the construction of a system of paved highways wide enough for two-way traffic, which will be a great boon for the motor tourist. Work has been started simultaneously at the Medford and Klamath entrances, and with the roads already constructed to the park borders by the state and counties, Crater Lake by the close of the season will have one of the best systems of permanent highways of any national park in the country."

"I was very favorably impressed over this matter, but work in cooperation with them. A committee has been recently formed in Washington to pass upon problems of this sort. I have every confidence the matter will be settled satisfactorily to both the park and forest services, as well as to the people of Oregon. I want Crater national park to be a better balanced park, a park which will hold the tourist longer, and give him more opportunity for recreation and light seeing. I believe this is what the people want."

KLUXERS WARN RESORT OWNERS

Chicago, July 11.—(AP)—Several hundred men and women, some of whom admitted identity with the Ku Klux Klan today paraded in autos through Berwyn, St. Charles, LaGrange and Cicero, western suburbs, visiting vice resorts and warning owners and occupants that they must obey the law or leave. None was masked.

Detroit, Mich., July 11.—For the third time in three weeks, negroes and whites clashed last night in an exclusive residential district. A family of five negro roomers moved into the neighborhood yesterday and last night hundreds of whites gathered and stormed the place. The negroes opened fire on the crowd and seriously wounded a white boy. The police dispersed the crowd.

Poeters were left behind, announcing a mass meeting of the Ku Klux Klan on July 25.

POLICE SEEK EMULATOR OF BOY SLAYERS

Aviation Corps Deserter Leaves Note Explaining Murder of Victim Near Mineola.

Mineola, N. Y., July 11.—(A. P.)—A warrant charging Phillip Knapp, 21-year-old member of a prominent Syracuse, N. Y., family with the murder of Louis Panella, Hempstead taxi driver, was issued today at Hempstead. Knapp is believed to be in hiding in the Glens Falls section, police said today.

Selection of the foothills of northern New York as a hiding place would be consistent with the theory the police have worked out in connection with the crime. It is the locale of Cooper's famous novel, "The Last of the Mohicans," which the former Cornell student was known to have admired inordinately.

Mineola, N. Y., July 11.—Having committed murder to get the super thrill of his hectic career, in the opinion of authorities, Phillip Knapp, 27 years old, ex-college basketball player, deserter from the army aviation corps and wrecker of women's hearts, is being sought by police.

Like the murder of Bobby Franks in Chicago in which the finding of a pair of glasses in a swamp led to the intellectual slayer's capture, Knapp's carelessness started the hunt for him.

Taxi Driver Victim

Knapp is accused of picking up his victim a modest, trusting man, Louis Panella, Hempstead taxicab driver, and father of two children. Searchers stumbled over a foot protruding from the ruins of the old Camp Mills base hospital near here July 4.

Panella disappeared the previous night. That same day Knapp had obtained a three days leave.

Knapp, in a note, said he had made up his mind to kill because he had exhausted every other means to get a quick "kick" out of life. The note was found in his locker. It was addressed to his father, William W. Knapp, Syracuse, N. Y., engineer, and to the commandant of his observation squadron.

Friend For Thrills

Knapp battled natives in the South American wilds. His skull was crushed so badly that a steel plate was inserted. He sailed the South Pacific. He said he tried everything thrilling, automobile racing, accidents and airplane crashes.

"Nothing proved too tame," he wrote. "Anything was welcome that endangered life."

DRUNKEN DRIVER GETS ONLY FINE

Frank A. Demogalla was today fined \$100 and his license to drive an automobile was revoked for one year by Justice of the Peace Small on a charge of driving an automobile while intoxicated. He pleaded guilty.

It was Demogalla's car that crashed into an automobile driven by A. A. Mickie at the Southern Pacific crossing near the Valley Packing plant, resulting in the wrecking of the Mickie car and the injury of several persons. Demogalla is also said to have been on the wrong side of the highway.