

CIRCULATION
Daily average distribution for the month ending May 31, 1931
10,795
Average daily net paid 10,116
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Capital Journal

FAIR
tonight and Thursday; temperatures somewhat above normal in the latter Thursday. Moderate northerly winds offshore.
Local: Max. 69; min. 45; rain 0; river -1.8 feet; part cloudy; north wind.

43rd YEAR, No. 132 Entered as second class master at Salem, Oregon SALEM, OREGON, WEDNESDAY, JUNE 3, 1931 PRICE THREE CENTS ON TRAINS AND NEWS STANDS—FIVE CENTS

CATHOLICS DEFIED BY FASCISTS

BOARD ORDERS REMODELING OF COURT BLOCK

Knighton To Be Architect For Construction Ordered by Legislation
Combined Janitor Service Offer Received—Meier Praises Cooperation

Remodeling of the supreme court rooms, for which the state legislature appropriated \$5850, was authorized by the state board of control Wednesday. The work, with W. C. Knighton as architect, will be done as soon as possible, the plans to be approved by the secretary of state. M. Distler, representing the American Building maintenance company, appeared before the board to present his plan for the janitor service of the state capitol group, which the firm claims can be accomplished at a saving of \$23,500 during the biennium. The representatives were authorized to take the matter up with Secretary of State Hal E. Hoss, who is also state building custodian. A conference on the proposal was being held late Wednesday. Distler stated the saving can be made with virtually the same janitor personnel and without reduction of wages. Very few changes would

50,000 FLEE CHINESE REDS

Shanghai (AP)—Reports received here Wednesday night said 50,000 men, women and children driven from their homes in southern Kiangsi province by communist outlaws were fleeing southward toward Kwangtung province. They hoped to reach comparatively safer areas about Canton and along the Pearl river between Canton and Hongkong. Ten thousand nationalist government soldiers who have been opposing the Reds in southern Kiangsi were said to be withdrawing into Kwangtung, thereby exposing the people of the Kiangsi district to Red depredations. The withdrawal of the soldiers was not explained and it was rumored they had joined Cantonese forces opposed to the nationalist government at Nanjing.

400 APPLY DAILY FOR AUTO LICENSES

Nearly 400 operator's license applications are being received daily by the motor vehicle department of the state, an increase in the average daily applications of about 250, it was announced Wednesday. The reason for the rush is the desire of automobile drivers to secure their licenses before July 1, the date the new law requiring examination for driver's licenses goes into effect.

DIVORCE SOUGHT BY NANCY CARROLL

New York (AP)—Nancy Carroll, screen star, has brought suit for divorce in Nogales, Mexico, against her husband, Jack Kirkland, the latter admitted Wednesday. "It's just another one of those things— incompatibility," Kirkland said when reached at his apartment here. "We tried our best to get along but we just couldn't any longer."

PHILOMATH YOUTH SENT OBSCENE MAIL

Portland (AP)—Samuel J. Davis, son of the president of the Philomath, Ore., state bank, was arrested by secret service agents here Wednesday charged with sending improper mail matter addressed to President Hoover and others. The letters were said to have contained obscene matter and to have made threats against the lives of persons.

Good Evening!

Sips for Supper
By DON UPJOHN

Max Gehlhar has abolished the state market agent's job. So at last Keiser Bottom will Seymour Jones again. Seymour will be transferred back from among the peaches at the statehouse to the peaches on the farm. It is interesting to run over the list of captains in the forthcoming Boy Scout's drive and see those who in their ripeness and richness of experience as fathers' of boys have eagerly thrown themselves into the fray. For instance there's such examples of fatherhood as Chester Cox, Sy Eakin and Homer Foster who can go about during the campaign, leading the lads by the hand and as they tackle each prospective contributor say, like Cornelia, "These are my jewels."

There are 50 captains, each commanding four subordinates, and can't help but wonder if they could rustle up a boys' scout troop among them. It's a good job, anyway, and let's hope they put it over.

WED FLEE, ALSO
A few evenings ago Young Sips came home and told us about driving our car on a road over in Polk county. "Somebody came up behind me in a car," he said. "He honked his horn a couple of times. I turned and looked at him. He looked just like a brigand or bandit. When I took one look at him I stepped on her and beat it."

Yesterday a well known local citizen hailed us on the street. "What's the matter with you?" he asked. "The other evening in Polk county I saw you in your car, came up behind me and honked you a couple of times, you looked back, stepped on the gas and beat it."

After this when Miller goes honking at people on country roads we suggest he disguise himself in something besides his natural mug.

MAYBE JULIUS, ALSO
Chicago (AP)—Mayor J. Cermak is now an independent police force of his own to handle investigations for his office and serve Chicago as Scotland Yard.

Heywood Brown in a recent column asks "What's the difference between Borotra and the American majors sitting on the beach in the Riviera under the sun?" The answer is: "Borotra is a bounding Basque and almost anyone of the American majors sitting on a beach under the sun is a basking bouncer."

Of course, he couldn't be including our George.

FOREST FIRE RAGES IN MODOC COUNTY

Klamath Falls, Ore. (AP)—A large crew of men Wednesday was fighting a forest fire in western Modoc county, northern California. The fire, declared to be the worst in recent years, was burning through timber along the new Great North-east right of way north of Lookout. Forest service officials said they would control the fire Wednesday.

Englishmen In Homes See Race By Television

London (AP)—Englishmen sitting in their own homes saw the derby by television Wednesday from the parade of the horses to the dramatic flash past the finish line. The "teletext" was by the Baird Television company in cooperation with the British Broadcasting company.

BISHOP CANNON SUES TINKHAM FOR \$500,000

Damages for Libel Asked Of Congressman Who Accused Prelate
Charges Grow Out Of Alleged Failure to Report Campaign Fund

Washington (AP)—Bishop James Cannon, Jr. of the Methodist Episcopal Church, South, Wednesday filed in the District of Columbia supreme court a libel suit for \$500,000 damages against Representative Tinkham, republican, Massachusetts. Cannon's petition alleges Tinkham libeled him in a signed statement printed in newspapers throughout the country. The bishop seeks \$250,000 punitive damages and the remainder as compensation for injuries suffered from the alleged libel. Rich, bewildered, a big game hunter, Tinkham since the 1928 presidential campaign has been in the forefront of the congressional fight against the bishop. At most of Cannon's appearances before senate investigating committees, Tinkham has appeared to observe the strategy of his adversary. Tinkham assailed Cannon bitterly on the floor of the house during the last session of congress. The suit filed Wednesday is based on a petition.

SALEM ESCAPES TAX FOR ROADS

Salem property is relieved of a county road tax of about 1 mill by the decision of the state supreme court Tuesday in the case of Charles Harth and others against the city of The Dalles. At the invitation of The Dalles authorities the city of Salem participated in the case through a brief filed by W. H. Trindle, city attorney. Several other cities in the state are similarly affected. The cities concerned have charter provisions designed to exempt them from the tax. The suit started at The Dalles sought to invalidate the charter provision. Circuit Judge Fred W. Wilson at The Dalles filed against the petitioner and was affirmed by the supreme court opinion which was written by Justice Brown.

While the tax levied in Salem would have been only about 1 mill the state act involved permits a levy as high as 10 mills. The amount involved here at 1 mill would be about \$17,500.

102 INMATES AT SCHOOL FOR BOYS

The population of the state training school for boys numbering 102, is now at the lowest point in the past 17 years, according to a report by W. H. Bailie to the state board of control Wednesday. One hundred former inmates of the school were granted their full release Wednesday, having attained their majority. Several of these boys have been out of school on parole for some time.

At Wednesday's session it was agreed to hold future monthly business meetings of the board on the second Thursday of the month instead of on the third working day as has been the practice for many years. Institution heads were instructed to make arrangements for the payment of bills promptly in order to take advantage of cash discounts which, it was represented, would result in saving of thousands of dollars a year.

WILKINS COMPLETES FIRST LEG OF VOYAGE

New London, Conn. (AP)—The first leg of Sir Hubert Wilkins' projected antarctic expedition to the north pole was made Wednesday when the submarine Nautilus headed for Provincetown, Mass. The coast guard destroyer Hunt will accompany the Nautilus as far as the water off Cape Cod, where the submarine will be tested on the measured mile course used by navy submarines to determine their speed. Provincetown is the last stop in this country before the Nautilus departs for polar regions.

Governor Asserts Prison Conditions Best in 4 Years

Conditions are better and there is better satisfaction at the state penitentiary now under the reorganized administration than at any time during the past four and a half years, Governor Meier told the assembled audience at the regular monthly meeting of the board of control Wednesday morning. The governor said that he had determined these facts through an investigation just completed. He did not explain if or when he had made a previous investigation for comparative purposes, or whether the investigation just completed was made personally.

RECEIVERSHIP TO BE OPPOSED

Portland (AP)—Attorneys representing the Guardian group of four Portland savings and loan companies, which went into voluntary receivership Tuesday, marked time Wednesday while waiting for State Corporation Commissioner James Mott to file a motion asking that the receivership be set aside. The four companies have aggregate books assets of approximately \$4,500,000.

Hall S. Luak, Multnomah county equity judge, appointed John P. Kavanaugh, Portland attorney, receiver for the group upon a complaint filed by Jay S. Moltzer, principal stockholder and attorney. Later Mott announced he would ask the receivership order be set aside on the ground it was obtained by fraud in withholding from the judge the fact that the corporation department had taken over the companies. Mott said three of the associations had been taken over by his office May 26.

In his complaint asking appointment of a receiver, Moltzer charged that Mott and J. R. Callahan, savings and loan supervisor under Mott, had "interfered with the management of the business of said associations, circulated false reports respecting the credit, standing and financial assets of said corporations among banks, bankers, stockholders and other creditors."

NATIONS VETO SILVER PARLEY

Salt Lake City (AP)—Senator Smoot, chairman of the senate finance committee, Wednesday made public a telegram he received Tuesday from President Hoover saying informal discussions have revealed other nations are opposed to holding an international conference on silver at this time. The president's telegram read:

"I am now able to inform you that informal discussions among nations, some of whose participation is vitally necessary, develop the fact that they do not consider this a proper time to call an international conference on silver and would oppose holding such a conference."

As an alternative to an official conference, Senator Smoot suggested that the international chamber of commerce call a "non-official" formal conference of representative men on this question at some point in Europe, preferably London.

Jefferson Myers Reappointed

Washington (AP)—President Hoover Wednesday reappointed Jefferson Myers of Oregon to be a member of the United States shipping board for a term of six years beginning June 9.

Naughty Words Used By Dawes And Butler May Get Into Politics

Washington (AP)—Another political issue is likely to be thrown on this already heavily burdened nation if men like Ambassador Charles G. Dawes and General Smedley D. Butler about the country shouting "hell" and "damn" into microphones with every intonation of the next United States senator from Pennsylvania. He is reported to have gained thousands of prospective votes when a studio manager in Philadelphia recently cut him off the air for saying "damn."

CANADA'S ACT FORCES TARIFF ISSUE TO FRONT

Reprisal Duties To Figure In Campaign—Officials Continue Silence
Substantial Reduction Of Foreign Trade With Best Customer Seen

Washington (AP)—The broad tariff revision by Canada, neighbor and best customer of the United States, has dramatized the tariff controversy more than any other development since passage of the Hawley-Smoot act a year ago. Many other countries have raised their tariff walls since the Hawley-Smoot act became effective, but this revision right at the door, and at a time when foreign trade is at its lowest level in years, has brought the issue home with new force. Three probable results were visualized Wednesday from the revision, which affects the American farmer and manufacturer at so many points. These were:

1. A new emphasis on the tariff in politics, with foes of the Hawley-Smoot act already pouncing. In a flood of statements, on Canada's act as a direct retaliation for our high rates, and with supporters pointing to it as an indication of the value of a high protective tariff.

CHICAGO ASKS LEGISLATION AID

Chicago (AP)—Mayor Anton J. Cermak and County Treasurer Joseph B. McDonough led a delegation to the state capital at Springfield Wednesday to demand that legislation be enacted at once to relieve Chicago and Cook county in a financial crisis which Cermak declared was leading to certain chaos. "If the legislature does not aid us, we must by July 1 reduce the city forces to a minimum, regardless of civil service," said the mayor before leaving to beg that Illinois come to the assistance of its largest city.

"Unless something is done at once the city will be forced on the first of every month to default on payment of bonds and interest," said McDonough. Inability to collect tax money was blamed by officials of both city and county for the critical situation which Cermak said might make it necessary practically to discontinue all city departments except the police and fire departments.

COLORED BOY WINS \$145,500

Boston (AP)—Joseph P. Kennedy, diminutive South End negro, had exactly \$1.11 in his overall's pocket Wednesday when he learned that he had won \$145,500 through Cameron's victory in the derby. "I pray to God that I use it wisely," he said solemnly. He had gone to work as usual Wednesday morning at the Morgan Memorial, a welfare organization which has employed him for the past six months repairing baby carriages at wages of \$12 a week.

Meier Not To Eat State Food During Term As Governor

By special request of Governor Julius Meier the Capital Journal calls attention to the statement of the executive at a meeting of the board of control Wednesday morning that he is accepting no "free meals" from the state. The declaration was made during consideration of a request by Mrs. Clara Patterson, superintendent of the state training school for girls, that members of the board visit the institution to acquaint themselves with the details of a request she had made to have a driveway through the institution grounds treated with a light coat of oil to lay the dust. Someone suggested that the visit be made a luncheon engagement for the board some day early next week.

"That suits me fine," State Treasurer Hohman replied. "I would like to get a line on their kitchen out there."

"Governor, would you eat lunch with us out there?" Secretary of State Hoss inquired. "No, I am not going to eat any" (Concluded on page 11, column 5)

HEARST'S PLAN GETS SUPPORT

New York (AP)—William Randolph Hearst's plan for relief of unemployment as expressed in a radio address Tuesday night, was taken up Wednesday by William I. Sivovich, congressman from New York, in a telegram to President Hoover. Mr. Hearst's suggestion was for a "gigantic appropriation by the government" for the employment of a vast amount of labor, the prevailing rate of prosperity wages, which would not only stabilize wages but would immediately set the machinery in motion for the restoration of prosperity.

"In view of the timeliness of Mr. Hearst's statement," said the congressman's telegram to the president, "I would respectfully request that you immediately call into conference the great captains of industry and representatives of finance, labor, agriculture and commerce for the purpose of conferring on the plan advanced by Mr. Hearst and plans of other patriotic American citizens. These leaders should consider all possible means by which the economic situation can be stabilized and six million people put to work."

OCHOCO HIGHWAY SURVEY STARTED

Portland, Ore. (AP)—A. B. Lewellen, field engineer for the bureau of public roads, has left Portland with a party of 18 men to make a survey for the improvement of the Ochoco highway east of Prineville. The highway to be improved extends about 20 miles from Prineville to the divide in the vicinity of the ranger station. The section was constructed several years ago. With the early completion of the Mitchell-Dayville highway this route will provide an east-west road through the central part of the state and except for a few miles below Marion, will be improved from Ontario to the coast. W. H. Lynch, district engineer, said. The survey of this section, which is about 20 miles long, will take about two months.

PORTLANDERS WIN IN DERBY LOTTERY

Portland, Ore. (AP)—Good fortune Wednesday smiled on two Portland men. Both drew winning tickets in the \$1,000,000 army and navy veterans sweepstakes on the English derby. Lawrence Steinhauser, truck driver, and John Orton, pipefitter, were notified from St. Johns, Newfoundland, that they had each won \$4,041. Neither man's horse started, but the men shared with 48 other Americans and 15 Canadians in the consolation pool for non-starters.

Oregon Fire Chiefs In Annual Session

Corvallis, Ore. (AP)—Fire chiefs of Oregon Wednesday opened their annual state convention here. The sessions will end Saturday. William E. Ringold, mayor of Corvallis and W. J. Kerr, president of Oregon State college, were to give welcoming addresses Wednesday morning.

FASCIST GROUP CALLED ON TO DEFY PONTIFF

Directorate Orders Defense of Revolution at Whatever Cost
Pope Censures Club Closure As Violation of Concordat

Rome (AP)—The directorate of the fascist party headed by Premier Mussolini Wednesday night issued a call to all fascists to defend their achievements against anti-fascists "under whatever banner," a phrase which was interpreted as referring to the Catholic Action organization. The directorate, after a long meeting in Mussolini's office, issued a statement in which they "declared their respect for the church," its head and its leaders, but "firmly decided not to tolerate a situation under which whatever remains of anti-fascism should find a refuge and a protection under whatever banner, new or old."

"We order," the official statement said, "the 9,000 fascist groups of Italy to guide their action by these directions, remembering that those who feel for the revolution demand that it be defended at whatever cost."

Rome (AP)—In a speech to the college of chaplains of immigrants reported Wednesday in the newspaper (Concluded on page 11, column 7)

REFERENDUM ON ROGUE CLOSURE

Completed petitions for the referendum measure attacking the 1931 legislative act closing the Rogue river to commercial fishing, were filed in the state department here Wednesday by George Bylander of Portland. The petitions contained the signatures of 15,500 voters, which is approximately 5000 more than required by law. The referendum measure will go before the voters at the next general election in November, 1932. The referendum was sponsored by commercial fishermen living at Gold Beach and Wedderburn.

A constitutional amendment closing the Rogue river to commercial fishing was defeated by referendum a year ago.

MERGER REFUSED BY RAILROAD MEN

Houston, Tex. (AP)—The Brotherhood of Railway Trainmen in an invitation to merge with the American Federation of Labor. A resolution to reject the proposal was presented by Chairman George W. Hunt of the relations committee to delegates of the 185,000 trainmen in triennial convention here. "Affiliation at this time," the committee report said, "can only be effected by relinquishing our jurisdiction over the closure of service which we have represented for many years, and until this condition is eliminated we do not recommend an affiliation."

FIFTH GANGSTER KILLED IN WEEK

New York (AP)—The body of Louis de Rosa, 24, identified by the police as a henchman of "Dutch" Schultz, Bronx beer baron, was found Wednesday in a gutter in the Bronx. The latest victim had obviously been put "on the spot" with little chance to defend himself. The seven shots in his body all entered from the back—three in the head and four in the body. Detectives did not associate the death with a running gun battle in the Bronx Tuesday night in which two automobile loads of gangsters exchanged a dozen or more shots.

Portland (AP)—Toasts should be eaten, and not drunk, Portland breakfast club Wednesday had called the American mayors touring France. The mayors were invited to visit Portland on their return from Paris.