NRA MEMBER U.S. WE DO OUR PART

Circulation
Daily average distribution for the Month of August, 1933
9,641
Average daily net paid 9206
Member Audit Bureau of Circulations

Capital Journal

City Edition
Unsettled with showers tonight and Friday. Moderate temperature. South wind.

Local: Max. 72, min. 52, rain .11, river -2.2 ft. Cloudy. Southerly wind.

NRA MEMBER U.S. WE DO OUR PART

45th YEAR, No. 225 Entered as second class matter at Salem, Oregon SALEM, OREGON, THURSDAY, SEPTEMEBR 21, 1933 PRICE THREE CENTS ON TRAINS AND NEWS STANDS—FIVE CENTS

GANGSTERS DEFY GOVERNMENT

U of O Library

NRA JUBILEE FEATURED IN FALL OPENING

Recovery Parade Thru Business District Due To Start at 7:45

Unveiling of Windows at 7:15 Tonight To Open Annual Program

TONIGHT'S PROGRAM

7:30 o'clock. Unveiling of windows in business district.

7:41 o'clock. Start of NRA jubilee parade.

9 o'clock. Dance at Armory.

Line of march — South on Commercial to State; east to High; north to Chemeketa counter-march and south to State; west to Liberty; north to Chemeketa and disband.

Draped windows in the business district Thursday morning formed a shield for the latest merchandise which will be disclosed to the public at 7:30 o'clock in the evening in connection with the annual fall opening sponsored by the Salem Ad club and the NRA jubilee parade, a new feature this year. The parade will form at 7:15 o'clock and move promptly thirty minutes later.

The parade will be in four sections with Captain Willis L. Vincent as grandn marshal. The first will in-

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LAMSON JURY ON DEFENSIVE

San Jose, Cal., Sept. 21 (UP)—Before David A. Lamson hears Judge R. R. Syer sentence him to hang at 2 p.m. tomorrow his attorneys will make a determined effort to gain admissions of misconduct from the jury that held him guilty of the premeditated murder of his wife Allene.

Edwin M. Rea, chief defense counsel, said today he would subpena each of the five women and seven men who heard the month-long case. Lamson will demand a new trial. Few legal authorities expect Judge Syer to grant the petition, making an appeal to a higher court the next step.

Rea said today he had learned that Juror R. E. Graham, orchardist, was registered as an unpaid deputy under Sheriff William J. Emig of Santa Clara county. He will cite his finding as grounds for a mistrial.

Coroner Amos Williams postponed the inquest into Mrs. Lamson's death until sometime next week. It had been set for 1 p.m. Friday. Conflict with the retrial a hearing would have prevented Lamson from telling his story at the inquest.

Episcopal Laymen Convene Saturday

Klamath Falls, Ore., Sept. 21 (UP)—Episcopal church laymen of the Eastern Oregon diocese will gather for a conference here Saturday and Sunday.

The bishop of Eastern Oregon, the Rt. Rev. William R. Remington, D. D.; the Rev. M. G. Tennyson of Pendleton and the Rev. P. P. Houghton of New York City will attend the conference.

Payrolls of Nation Jump 12 Millions

Washington, Sept. 21 (UP)—Application of NRA and blanket codes resulted in a $12,000,000 payroll increase in manufacturing industries during the month July 15-August 15 Secretary of Labor Perkins announced today.

"The figures indicate conditions are much better than we had expected," she said. "This is the first real information divorced from 'ballyhoo' we have had. This is not 'ballyhoo' but facts, gathered by statisticians of the department. This is also the first authentic indication we have had that the NRA codes and the president's agreement is going over.

"The average hourly earnings as reported to the bureau of labor statistics showed an increase from 42.7 cents an hour in the June 15-July 15 period to 48.5 cents per hour in the July 15-August 15 period while the average hours worked per week dropped from 42.3 to 38.6 in te 89 manufacturing industries which were surveyed."

During the period only seven industries had officially adopted NRA codes but thousands of employers had accepted the president's blanket agreement.

GOTHAM FACES TRANSIT STRIKE

New York, Sept. 21 (AP)—Strikes involving about 100,000 workers were in progress in New York City today and a walkout of transit employes appeared a possibility.

The American Federation of Labor, through its affiliate in the street transportation industry, prepared to seek a showndown between A. F. of L. unionization of 30,000 workers and the company union policy maintained at present.

Patrick J. Shea, official of the Amalgamated Association of Street and Electric Railway employes and motor coach operators, announced his union had organized men on subway, elevated, surface and bus lines.

He said his union would file a request with the NRA asking a plebiscite to determine whether the men preferred company unions or the A. F. of L. union. He said failure of the companies to abide by the result and recognize the union chosen would bring strikes.

A strike of 6,000 house wreckers over difficulties of code negotiations in Washington threatened today. Among strikes still in progress were one involving 25,000 underwear workers and another involving 15,000 painters and paperhangers.

LIGHTNING BOLT KILLS LABORER

Oregon City, Ore., Sept. 21 (UP) — H. H. Kinchloe, 55, was in a critical condition today suffering from burns sustained when he was struck by a bolt of lightning late Wednesday. The same bolt killed his partner, Virgil Davis, 38, of Santa Rosa, Calif.

The two, woodcutters, took refuge under a fir tree when a sudden rain squall descended. Lightning struck the tree. Davis was killed instantly. Kinchloe's clothing was torn from his body and he suffered first degree burns. A hole six feet in diameter and four feet deep was torn in the ground.

Kinchloe was taken to his home near Molalla.

Davis is survived by a widow and family at Santa Rosa. He came here six weeks ago and obtained work cutting wood.

U. S. WARSHIPS ENTER HAVANA HARBOR TODAY

Anti-American Sentiment Expressed by Mob of Cubans

Rebel Prisoners Brought To Capital—Change of Regime Sought

Havana, Sept. 21 (AP)—The United State destroyer No. 240, with her marines and sailors drawn up in formation on the deck, and the Amercian ammunition ship Nitro entered Havana harbor today as opposition groups pressed their demand that the government of provisional President Grau San Martin resign.

Anti-American sentiment was expressed in a demonstration by a small group of Cubans who assembled before the home of James Ward Stickney. The demonstrators shouted "Down with the Americans!" but left peacefully after a short time.

Prisoners brought in from Camaguey province, where Captain Juan Blas Hernandez is leading a revolt against the Grau government, reported that the insurgents totaled 2,000 men. Previous reports have said that there were only a few hundred in the field with Captain Blas.

The Camaguey prisoners, who were placed in Cabana fortress were headed by Chief of Police Viera of Moron and they totaled 20 policemen and 15 civilians.

Viera told newspaper men that reports to the effect that government forces had surrounded Captain Blas were merely propaganda.

The student directory the princi-

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NEW CABINET RULES AUSTRIA

Vienna, Sept. 21 (UP)—Chancellor Engelbert Dollfuss, invested by President Wilhelm Miklas with dictatorial powers, guided Austria toward a fascist state today.

Empowered if he likes to assume the entire state executive with any sort of cabinet he choses, the little chancellor gave himself supreme control over all military and police forces and formed a new cabinet after obtaining the resignation of his old one. The new cabinet took the oath of office before the president at noon.

It was announced officially that Dollfuss selected the following:

Dollfuss, chancellor, foreign, military defense, public security and agriculture.

Major H. Fey, vice chancellor, succeeding Franz Winkler, head of the Landbund.

Dr. Karl Buresch, finance.

Friederich Stockinger, trade and commerce.

Kurt Schuschnigg, justice and education.

Otto Ender, without portfolio in charge of constitutional reform.

In assuming the defense ministry Dollfuss eliminated Dr. Karl Vaughoin and his own Christian social party. Fey was public security minister in the old cabinet. Schuschnigg, assuming the education portfolio, replaced Dr. Anton Rintelen. There were no other changes.

LEAGUE OF OREGON CITIES TO MEET

Liquor tax and regulation and a proposed sewage tax will be among topics discussed at a meeting of the League of Oregon Cities to be held in Eugene Saturday. Mayor Douglas McKay and City Attorney Chris J. Kowitz will attend from Salem.

Discussion of these topics will be in preparation of the league to protect its interests at the proposed special session of the state legislature which it is expected will be called about October 16. The cities intend to insist that their interests as well as those of the state be taken care of in the matter of liquor taxation when the 18th amendment is repealed.

The sewage tax question arises in connection with the proposed construction of sewage disposal plants by cities located along the Willamette river. Ideas are still vague as to the basis of such a tax.

FATALLY HURT

Portland, Ore., Sept. 21 (UP)—Nels J. Lundguist, 70, died at Emanuel hospital at midnight of injuries sustanied when he was struck by an automobile driven by W. G. Wells, Vancouver Barracks.

PORTLAND APPEALS TO GOVERNOR OVER ROAD ALLOCATIONS

Resolutions Protesting Highway Commission's Refusal To Double Multnomah County Share of Public Works Money Also Sent to Ickes and President Roosevelt

By HARRY N. CRAIN

Making good on implied threats uttered at last Saturday's highway commission meeting by spokesmen for Multnomah county's demand for a reallocation of Oregon's share of federal public works road money to double that county's apportionment of work, Portland's city-county committee of unemployment relief organizations has carried its appeal to Governor Meier, President Roosevelt and Secretary Ickes, it is announced in press dispatches from the metropolis today.

On the grounds of the percentage of the state's unemployed residing in Portland and that Multnomah county was discriminated against in the original allocation of the federal road money the committee demanded 60 per cent of one-half of the $6,100,000 allotted to Oregon highways be spent on projects in Portland and Multnomah county.

The requested reallocation would deprive upstate counties of $1,000,000 allocated to the improvement of secondary roads and primary highway routes through cities.

Monday the highway commission in an extended statement denied the Portland petition and explained in detail the basis upon which the allocation was made under the provisions and regulations of the pub-

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LAW OBSTACLE TO PWA ACTION

Eugene, Sept. 21 (AP)—Oregon laws of 1933 making it unlawful to repay debts from tax receipts stand in the way of the public works program for this state, and must be amended or repealed, it was declared here today by Dr. James H. Gilbert of the University of Oregon and a member of the state advisory board of the emergency public works administration.

The acts referred to by Dr. Gilbert are found in chapters 297 and 399 relating to use of funds from the reconstruction finance corporation, both of which contain this provision: "None of the moneys borrowed under the provisions of this act shall be repaid from funds raised by taxation, nor shall any project constructed with such moneys be liquidated with such funds."

Dr. Gilbert has just returned from a regional conference held early this week in Salt Lake City, and from a tour that included several conferences on public works projects.

The need facing the state must be considered by the coming special session of the state legislature if this state is to benefit from the public works program, Dean Gilbert said.

Slowness of applicants in putting applications into final form as well as legal difficulties such as that in Oregon, are hindering the program, the university dean pointed out. All possible speed is urged in clearing the way for approval of projects as a means of alleviating unemployment difficulties.

WEALTHY RECLUSE DIES OF STARVATION

Ogallala, Neb., Sept. 21 (UP)—With thousands of dollars at his command, Herman Brown, 76-year-old recluse, died of starvation here.

Brown, who for 40 years had occupied a small farm near here, was found near death in his dilapidated farm home and was brought to a local hospital.

Physicians who examined the emaciated man said he was suffering from starvation. He died soon after reaching the hospital.

County officials, searching the house following Brown's death, found $1,775 in cash buried beneath the floor of one of the rooms.

ROOSEVELT BACK AT OFFICE DESK

Washington, Sept. 21 (UP)—President Roosevelt has fully recovered from the cold which kept him from his desk for several days, Dr. Ross McIntyre said today, and plans to receive a delegation of cotton growers who have been urging currency inflation.

The president planned a full day's work. He was sheduled to discuss the general economic situation with Prof. Raymond Moley, former assistant secretary of state, and to confer with a group of trade union representatives.

James M. Warburg, who was an adviser to the American delegation to the economic conference also was on the list of callers.

STARR RESIGNS BOARD POSITION

A terse statement of resignation as a member of the board of higher education was made in the letter from C. L. Starr to Governor Julius L. Meier, received here today.

The letter from Starr, who was chairman of the board, read:

"In response to your request of the 18th inst. I herewith tender my resignation as a member of the state board of higher education."

Governor Meier requested the resignation in a letter to Starr, whose reply was dated Sept. 20.

Portland, Sept. 21 (AP)—In compliance with the request of Governor Julius L. Meier, C. L. Starr late yesterday resigned from the state board of higher education of which he was chairman.

The resignation was contained in a letter to the governor, the contents of which he did not make public. It was understood, however, to be merely a formal resignation with no reference to the charges the governor had made Monday in requesting it. There was no indication that Starr might ask for a public hearing on the governor's charges.

The letter of resignation was supplemented by Starr with a brief public statement designed as an answer to the governor's charge that he was "remiss in his duty as chairman of the board in failing to submit to the board of higher education a special report made by the auditing department of the secretary of state with reference to Oregon State college, although he had full knowledge of the same."

Starr declared that the suspected irregularities at the college were disclosed to him in an oral statement made to him in confidence in the office of the secretary of state; that he asked and obtained permission to convey the information to Chancellor of Higher Education W. J. Kerr, and merely respected the confidence imposed in him concerning what was not at the time a public document.

INFLATION WOULD KILL NRA, LEWIS

Washington, Sept. 21 (UP)—Currency inflation would destroy the NRA, Senator Lewis, democrat of Illinois, declared today at the White House.

Lewis did not see President Roosevelt. He said he based his assumptions on a survey made during a tour of the west and southwest. He criticized the inflation proposals of Senator Thomas of Oklahoma and Senator Smith of South Carolina.

"The result of such a program," he said, "would be that our money would lose its present standard of value and so depress business and repress expenditures by those who have money that it would destroy all the fine work done under the NRA and set back undertakings now afoot in revival of business."

BRUCE GRATIFIED AT LUMBER CODE

Washington, Sept. 21 (AP)—Satisfaction was expressed today by C. Arthur Bruce, executive director of the lumber code authority, with the way the diverse lumber industry is operating under the NRA.

"The lumber code has been in operation, in part at least, for a month," Bruce said, "and that period would naturally be the hardest one—the one in which while adaptation was going on, the most objections, fault findings and practical obstacles would be encountered. Much to our surprise and delight, there have been scarcely any cases of non-cooperation with which to deal, and few complaints involving basic principles.

"One explanation, perhaps, is that the forest products industries had long been thinking along reorganization lines that corresponded closely to the objectives of the industrial recovery act."

UNITED STATES TO RECOGNIZE SOVIET RUSSIA

Recognition Expected Before November 1 To Head-Off Debate

Preliminary Conversations Not Yet Held — Credit Loan Arranged

Washington, Sept. 21 (UP) — Recognition of Soviet Russia, frequently predicted since the election of President Roosevelt, will be announced before Nov. 1, according to the present plans of the administration, the United Press learned from authoritative sources today.

Recognition would be extended well in advance of the coming session of congress, it was said. Thus the event would be a "fait accompli," removed as an incitement to a time-consuming discussion in congress. The president feels, it is said, that nothing should operate to delay congressional action on matters of immediate and vital concern whereon legislative approval is essential.

The tremendous pressure under which the president has worked since his inauguration in his efforts to achieve domestic economic

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M'NARY ENTERS FIGHT FOR DAM

Portland, Sept. 21 (AP)—Declaring that he will rely on "the best friend Columbia river development has at the national capital — President Roosevelt," Senator Charles L. McNary left Portland last night to fight for a high dam at Bonneville.

Original plans, approved by the United States army engineers, called for a 72-foot dam at Bonneville to cost $44,000,000. After the plans for this project reached the secretary of interior they were modified to call for a 30-foot structure to cost no more than $15,000,000.

In the first plans provision was made for vastly improving navigation on the river, and for generation of tremendous hydro-electric power. Under the revised terms, dam advocates say, power development is forgotten and the improvement of navigation would be nominal, compared with the other project.

Senator McNary decided on the Washington, D. C., trip when word reached Portland that the administration was seriously considering the smaller dam. He said last night he has "strong hope of getting some results." "I shall insist on the project we discussed originally," the senator said as he explained that he had talked over the power dam project with President Roosevelt. "That included both navigation and power. I shall certainly oppose any project that does not even make effective provision for navigation on the river."

STRIKE OFF AND BOATS ON RIVER

Astoria, Ore., Sept. 21 (AP)—Several thousand boats operated by Oregon and Washington fishermen, resumed their places on the gillnet drifts of the Columbia river today after a week-old strike collapsed late Wednesday when the union fishermen decided to accept proposals of the packers, and go back to work.

Although some union leaders were in favor of continuing the strike, general sentiment in favor of resuming work was said to be overwhelming.

The packers last Thursday offered 4 cents a pound for "bright" chinnooks and steelheads; 3 cents for silversides, and 2 cents for discolored chinooks. The gillnetters had demanded 5 cents a pound for chinnooks and steelheads, and 4 cents for silversides.

CHRISTIAN SCIENTIST OUSTED IN GERMANY

Weimar, Germany, Sept. 21 (AP)—The Thuringian government prohibited and dissolved the Free Christian Scientists Union.

The property and funds of the union were confiscated. The action was taken under the terms of a decree, signed by President Von Hindenburg March 28, which was designed, the government announced, to effect "the protection of the state and the people."

Wall Street Branch Office N. J. Exchange

New York, Sept. 21 (UP)—The New York stock exchange today agreed to make Wall street a "branch office" instead of the world's major trading center when governors and officers accepted an invitation to head the New Jersey stock exchange, formed to avoid new New York City taxes.

The New Jersey exchange, formed by a group representing major brokers operating in New York, had invited President Richard Whitney, Treasurer Warren B. Nash and the governing committee of the New York exchange to head the new trading mart across the Hudson.

The move to open a new exchange in New Jersey was made after the city administration had passed legislation calling for a 5 per cent tax on brokers' gross incomes and a 4 cent transfer tax on shares.

More than 1,000 members of the New York stock exchange have ap-

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IOWA FARMERS THREAT STRIKE

Des Moines, Ia., Sept. 21 (AP)—A threat of a farm strike, coupled with a demand for the "immediate resignation" of Secretary of Agriculture Henry A. Wallace, was heard as members of the Iowa Farmers union met in annual convention.

The threat was voiced by the organization's state president, Glenn B. Miller, who told the convention in his annual address last night that unless currency inflation and other methods of farm relief are forthcoming soon, there would be a farm strike that would "overshadow anything ever seen in this country."

Petitions demanding Secretary Wallace's resignation were circulated and Miller, both in his annual report and address as president assailed the secretary, as well as the state and federal administrations and the method of crop and livestock reduction now being used under the Agricultural Adjustment act.

"Henry Wallace," said the speaker, "seems to have forgotten everything he ever learned or ever said in this state and he now declares that surpluses exist. However in 1932 when he appeared before the cost-finding committee which was preparing figures on cost of production he said that there cannot be an overproduction of food and clothing as long as there are people who are freezing or in bread lines."

PRICE FIXING UNDER ATTACK

(Copyright, 1933, by United Press)

Washington, Sept. 21 (UP) — Price fixing in the national recovery program tends toward state socialism, it was charged today as price regulation features of the proposed NRA code for the retail trades became the center of debate over price control measures.

Opponents of price fixing declared that it could not be operated successfully except where state socialism was an avowed objective.

NRA officials who prepared the revised code maintained it was intended to regulate or control prices, but not to fix them to any rigid formula.

Present discussions of prices tend to include any form of price regulation under the broad term of "price fixing." In realty there are significant differences.

Under strict price fixing the price of each article in the retail trade would be set by fiat.

In the retail code as it is now constituted there are no such provisions.

THREATS SENT TO FAMILIES OF OFFICIALS

Release of Urschel Abductors by Coercion Aim of Gangsters

Plot Against Daughters Of Kansas Governor Disclosed

Kansas City, Mo., Sept. 21 (UP)—Gangland, in a desperate defiance of a government seeking to exterminate hoodlums, today voiced threats of wholesale kidnapings and terrorism.

The families of three high government officials, the governor of Kansas and a multi-millionaire Oklahoma oil man who gained his release from kidnapers by paying $200,000, were named in the threats.

Freedom of the most desperate members of the group of persons accused of kidnaping Charles F. Urschel, the Oklohoma kidnap victim, apparently was the goal of some of the intimidation moves. George (Machine Gun) Kelly, sought as one of the actual kidnapers of Urschel, swore vengance and anihilation against Urschel and his family. The only suspected members of the Urschel kidnap gang at liberty, Kelly and his wife, were roving the country, bragging and threatening.

A daring plot to kidnap one of his two daughters to force him to re-

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MARTIN HEADS NATIONAL G.A.R.

St. Paul, Sept. 21 (AP) — Colonel Russell C. Martin, 86 year old Civil war veteran from Los Angeles, today was re-elected commander in chief of the Grand Army of the Republic at its 67th annual encampment.

Colonel Martin received 232 votes to 31 for Harding I. Merrill, Wichita, Kas., and 15 for H. V. Gates, Hillsboro, Ore. Martin became commander after the death several months ago of William P. Wright of Chicago.

The ladies of the Grand Army of the Republic, named Mrs. Sarah J. Ehrmann, Lackawanna, N. Y., president and Mrs. M. Perkins, Los Angeles, chaplain.

Mrs. Edna E. Pauley, Indianapolis, was re-elected treasurer of the National Women's Relief corps, Mrs. Estelle Rork of Kenosha, Wis., was re-elected commander in chief of the National Daughters of the G. A. R.

Rochester, N. Y., was selected for next year's gathering.

LEAGUE COUNCIL TO MEET FRIDAY

Geneva, Sept. 21 (UP)—In political atmosphere as tense as Europe has witnessed since the war, the 76th regular session of the council of the League of Nations will meet tomorrow, in preparation for the League assembly on Monday.

The political tension between Austria and Germany, the uneasiness of France and England over the Nazi frontier accidents and the agitation of Jews throughout the world for a League discussion of the persecution of Jews in Germany have all combined to charge the air with suspicion and anxiety.

Wells Grills Intolerance As Rebellion of Clumsy Lout 'gainst Civilization

London, Sept. 21 (AP)—H. G. Wells, British writer, addressing 1,000 persons today at a Grosvenor house luncheon party celebrating his 67th birthday, bitterly attacked the Hitler regime in Germany and criticized conditions in Italy and Russia.

"Just now in many regions of the world there is an epidemic of intolerance which takes ugly and novel forms," he said.

Turning to the situation in Germany, he said:

"The German affair is not a pogrom. The Jews make the most noise, but it is not only the Jews who suffer.

"To me it seems more than anything else a rebellion of the clumsy lout against civilization. It is the clumsy lout's revolution against thought, against sanity and against books.

"Where it will take Germany no one knows.

"It is not only in Germany that the wide tolerations are disappearing. The clumsy lout is rampant everywhere with idiotic symbols and idiotic salutes contriving imbecile cruelties."

The speaker asked: "Are we safe in England? Personally I do not feel a bit safe for ten years ahead."

He then added, causing laughter: "Luncheon parties for literary men may give place to lynching parties before my time is out. I may be taken from here and be beaten up by Sir Oswald Mosley. (Sir Os-

(Concluded on page 16, column 2)

Newspapers Protest Shopping News Code Held Not Newspapers

Washington, Sept. 21 (AP)—Claims of shopping news publishers for a code of their own were presented today to the NRA and immediately were attacked by the American Newspaper Publishers' association. Sam P. Anson, of Cleveland, representing the American Shopping News Publishers' association, testified the publications issued by members of his association were distinct from ordinary newspapers and hence should be treated in a different manner.

He asked at a hearing that shopping newspapers be included under the newspaper section of a basic graphic arts code submitted by the National Editorial association to cover non-metropolitan newspapers.

Elisha Hanson, general counsel of the American Newspaper Publishers' association, insisted the words "advertising newspaper" should be eliminated from the shopping news code because "their approval by the NRA of itself would be an act of unfair competition against newspapers."

He proposed an amendment forbidding the distribution of "any advertising matter free of charge, whether such advertising matter be classified advertising or display advertising."

Likewise Hanson asked shopping news publications be denied the use of news, pictures, comics or other features similar to those printed

(Concluded on page 16, column 1)