#### PAGE TWO

# The American

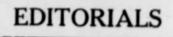
Re-established, September 13, 1928. Devoted to the best interests of

Central Point and vicinity. Entered as second class matter at the nost office, Central Point, Oregon, under the Act of March 8, 1879.

SUBSCRIPTION RATES One Year \$1.00 Six Months \$ .75

Payable in advance. Advertising rates on application. Office-Second Street, off Main.

ARTHUR EDWARD POWELL Editor and Proprietor



#### THE REPEAL

Oregon has spoken. As the 20th state to express its will regarding the repeal of the Eighteenth Amendment, she has joined the ranks of the other 19 in voting for the repeal by a vote of nearly 2 to 1.

Now comes the question as to what shall be done with the liquor traffic. Shall we have open saloons or shall we allow free and unchecked sale of intoxicating liquor? This paper is opposed to liquor on genbecause of the harm it does. No one

that there must be some control of to be permanent. the traffic or incalculable harm will surely follow.

We urge all of our readers who

us from chaos

#### HISTORY CAN REPEAT ITSELF

In 1860 the federal government cost the average citizen \$2.08 per eratives. year. In 1913 the cost of government

for all units, was \$107.37 per capita.

In 1913 the total cost of government was \$2,900,000,000, and in a plan for rehabilitating the rail- 000,000 acres of this year's crop it was \$14,000,000,000.

In 1929-a year of inflated pros- be expressed in three one-syllable bales. perity-the total tax of the Ameri- Words: "Ship By Rail." can people amounted to 16 per cent of their incomes.

-it amounted to 28 per cent. The other forms of transport. But they current year may be the most ex- know that in normal times they are New Book Published pensive in our history, with the ex- the greatest single employer and ception of the war period. purchaser of supplies of all kinds

between intersections. Last year, Wheat Control Is 2,430 persons were killed and 184. a injured in 146,500 accidents reulting from mlsunderstandings over he right-of-way.

State laws should be clarified in rder to coincide with common sense and the free flow of traffic. If this s done, another bad hazard will be meetings completed throughout the liminated. Meanwhile, motorists, State, the next move in putting the slow down at intersections

THE DANGER OF GOVERN-MENTAL RELIEF

ity units and build these into the The new farm bill is swinging permanent county wheat production lowly into action. The government associations, according to officials of will undertake to balance produc- the state college extension service in tion and demand, to improve the charge of "Triple A" educational farmer's financial condition, to ease work in this state. Each county the burden of mortgages, and to agent, with the help of a temporary raise the prices of his produce. committee, will start this local or While this may be temporarily ganization work. beneficial it will be permanently Those who took part in the series

harmful if the farmer as an individ- of 29 educational meetings throughual, comes to depend on government out the 22 leading wheat producing to solve his problems and smooth counties report keen and intelligent his path. That is always the trouble interest on the par of those to with governmental aid measures, no whom wheat is a principal source of matter how carefully they are livelahood. Among these the sendrawn-they are apt to create a timent was overwhelmingly in favor feeling of dependence in the bene- of joining the wheat control plan ficiary that leaves him helpless when despite the sensational advance in aid has been taken away. The wise farmer will recognize were being held.

the bill for what it is-an effort to Opinion prevails that present eral principles. We hate the stuff carry him that he may stand on his market booms, while highly beneown feet hereafter. Lasting farm ficial for growers having wheat to can truthfully say that liquor (that progress comes from the farmer's sell this year, gives little promise is, strong liquor) ever has been or own effort. It must be the reflec- for the future unless some form of ever will be a benefit to mankind tion of his own will, his own ag- acreage control is put into effect. And it is generally recognized ressiveness, his own courage, if it is The fact remains, according to those who have studied production and

During the next few years there consumption statistics, that even the one agency that will be of vital short crop this year, plus the abnor

importance-the farm cooperative, mal carryover next July, and that believe in clean living to get to work It is the agency through which the given then normal wheat yield on AT ONCE to frame up some new individual farmer, in company the usual acreage, the surplus would control measures and to urge upon with his neighbors, may fight his mount to ruinous proportions with Governor Meler the need of action. own battles and win his own vic- consequent effect on prices.

Our police are helpless at present, tories. Longoafter governmental re- The wheat plan, it is pointed out, New laws must be passed to guard lief is no longer necessary, the coop- permits the grower signing the con our youth; to protect travelers on erative will remain. No matter how tract to reap all the benefits of prethe streets and highways. Only an often we change our ideas of what sent advanced prices on all wheat he awakened public opinion can save attitude government should take to- has on hand or will harvest this year ward the farmer, the cooperative while insuring him of a fair "par-

idea is fixed and will not be dis- ity" price on the allotment portion lodged. And this is the time for far- of his crop in the next two years mers to work their hardest in ad- In addition, it will provide cash vancing the interest of their coop- benefit payments this year in return for agreement to limit acreage

called upon for 1934 and 1935 Meanwhile enough cotton growers The Chamber of Commerce of St. through the south have signed up Johnsville, New York, has adopted with the government so that 10, 1919 \$7,500,000,000, and in 1931 roads which is unique in its com- will be destroyed so as to reduce non-sense simplicity. The plan can production by more than 3,000,000 Secretary of Agriculture Wallace has accepted the contracts As the St. Johnsville News & Ob- and proclaimed the processing tax

1931-a year of bleak depression community have no quarrel with fective August 1.

the coast Indians and the combin-

ation of story writing and ethnology

has produced the book, "Slave Wives

A lot of people have come to look of Nehalem," which critics say will

upon Uncle Sam as a financial Santa rank in a literary way as one of the

By Oregon Woman

The AMERICAN, CENTRAL POINT, OREGON

How All the People Played a Part In Building Nation's Credit Structure

Banker Describes the Way Loans and Securities of Banks Are Based on the Hopes and Plans of All Classes-Values Dependent on Public's Ability to Meet Obligations

## By FRANCIS H. SISSON,

President American Bankers Association in The Forum CREDIT may be informally described working people of the nation were as future hopes, plans and good in- fully employed, while wages and salaries were steady and generous, while tentions converted into present purchasing power. The prices of commodities were strong and while the minds of the people were

farmer, the manudominated by faith in the future and facturer, the merconfidence in one another. chant, the home buyer, the pur-Great Changes Came to the Nation

chaser of household Then suddenly, almost as if the sun goods, the investor tself had lost part of its vitality. and the speculator all borrow at times. They plan to repay with the earnings modity value set dn. The earnings of of their crops, probusiness fell. Unemployment develeeds of the sales of oped. Wages and salaries went down. their goods, incomes from their

wages and salaries or profits from the resales of their securities at enhanced market values. each as the case may be The greater part of these various

forms of credit is obtained by the borrowers directly or indirectly through the expansion of the loans and investments of the banks. It is this which creates the notes, securities and mort gages in the portfolios of the banks. The banks are able to extend these loans because a great many people deposit money with them. Even under the best conditions the

F. H. SISSON

plans of a small percentage of borrowers go wrong through mistakes, hard luck or dishonesty, and 'the judgment of the banker in such cases is proved by the after event to have been at fault. The losses caused under such conditions are ordinarily fully met by funds set aside out of the earnings of the banks for just this purpose and do not affect the money of the depositors, who seldom hear anything about such losses

In the vast majority of cases and in the overwhelming volume of business involved the confidence of the bankers in their customers and the confidence of the customers in their own ability to carry out their plans and obligations to successful conclusions are wholly justified. This is the normal economic situation and it constitutes the conditions under which the use of credit adds to public welfare and progress.

#### The Faith of the Banks

Such was the structure of hopes, good intentions and common confidence in one another that existed among all classes of the nation's community life when the series of economic shocks began to shake the nation's social fabric in 1929. The people had deposited billions of dollars with the banks because they had confidence in them. The banks had loaned large volumes of these deposits on farm and home mortgages and on notes of manufacturers. business men and finance concerns, and had invested in the standard securities of the nation's corporations, state national government itself, because they had confidence in the citizenship and business ondition of the nation. owners of farms aggregated \$6.500.000,-000. Loans on urban real estate were \$4,000,000,000. Loans to Individuals secured by U. S. Government, municipal and corporate securities totalled \$11,-000.000,000. Loans to industrial and commercial enterprises in connection with the production and dis.ribution of the nation's infinite varieties of goods amounted to almost \$19,500,000,000. Investments in Federal, State and munews paper correspondent. teacher nicipal bonds were almost \$6.000,000,-000, and in various kinds of railroad and corporate securities \$11,000,000,000. These, made total loans and investments of \$58,000,000,000.

# THURSDAY, JULY 27, 1933

too great financial risk

the fair on the usual late date

perience in other states has

that an early date for state

during the warmer weather

been a great baan to att

are also opening on Canada Day. Without the usual \$75,099

### Method Described propriation for state fair prethe board of agriculture de

When chickens are culled from the flock as they become unprofitable for laying purposes, the nomemaker can replenish her future meat supply at unusually low cost by canning the chicken meat by one of a number of excellent methods, says Lucy A. Case, extension nutrition specialist at Oregon State college. Killing the birds at least six hours efore canning, and avoidance of soaking the meat in water while washing are two early precautions in chicken canning, says Miss Case. Water extracts meat juices and

Chicken Canning

tends to make the meat strigy. Once bled, washed and drawn, the birds are cut into pieces as for boiling, with the flesh remover from the

failed and disappeared. Industry slack- ning process is described as follows ened. A rapid drop in all kinds of com- by Miss Case: "Chicken may be canned raw,

Domestic markets shrank. Fear became general. The securities markets

values that history had ever witnessed. These destructive changes cut right hrough the qualities and values of the oans and investments, the notes and securities in the banks. Business men and manufacturers could not repay Property underlying real estate mort Next tuck portions of the breast ingages became worth less than the face to the remaining space. Pack some of the mortgages. The market values light meat and some dark meat inof standard securities became less

than the banks had paid for them as into each jar. vestments or accepted them at as col-"The giblets are usually canned lateral for customers' loans. separately. Avoid too tight a pack

This meant, in fine, that the ability Add one level teaspoon of salt to of borrowers to carry out the future each pint jar. Add no liquid. hopes, plans and good intentions that move any grease or other particle I have defined above as the basis of from the sealing surface of the jar credit, had become impaired to a far and partially seal. A properly re greater extent than had ever before ocgulated prossure cooker is the best curred in the nation's history. The resulting losses could not be absorbed by equipment for canning chicken. Pro the banks alone out of the normally cess pint jars at 15 pounds pressure ample funds that had been set aside for 70 minutes. Seal jars immediate against the expectancy of a certain in- Iy and place two inches or more a evitable percentage of human plans part to cool.

When chicken and other non Banks Showed All Reasonable Care acid home canned foods are taken It was in loans and investments, from the jar it is safest to boil or in whose values thus became so unfore- some other way heat through and seeably impaired, that the banks, in all through to the boiling point for 15 confidence, in all good faith, in all minutes before tasting, to preven humanly reasonable care and good judgment had entrusted the bill and possibility of food polsoning." dollars of deposits which their cus-

tomers had entrusted to them. Oregon State Fair Those loans and investments were, under all normal conditions, as good as gold itself. Indeed, if the banks instead had filled their vaults with gold bars, and then some unknown cosmic ray had transmuted them into lead, the results would have been scar

# And attendance is what the state fair needs this year, sin receipts will finance the great While September 4 may se early opening date to som later than many states. Wh Ohio, North Dakota, Iowa and linois conclude their state fair fore Labor Day Sulphur Helps Alsike in Kla

KLAMATH FALLS-The cation of sulphur to alsike ch everything changed. Foreign markets breast. The remainder of the can- the Ft. Klamath district will out doubt, increase the yield from two to three times, says (

Agent C. fried or roasted, but many home- been carrying on trials in ce makers prefer the flavor when can- tion with farmers for several ned raw, to be fried or roasted af- One field in particular, which ecame panic-ridder as the prices of ter taken from the jars. The use of erly yielded five or six loads at stocks and bonds withered to fractions flour or other starchy coating is not ed alsike and grass hay, was of their former values. It was the advised before canning. To pack raw ed with 100 pounds of sulpha greatest disintegration of human chicken first place a drumstick in acre in the spring of 1931, and plans, economic conditions and worldly a clean jar. Place the thigh next 1932 yielded 16 loads of hay. to the drumstick with the thicker much better quality. It is est part of the thigh next to the leaner it will yield 13 or 14 loads this part of the drumstick. Cut the tips son. One load of manure from the wings, save for soup, and with sulphur was distributed hook the elbows of the two wings to- other field, and the alsike their notes to the banks as due. Many gether. Place next to the thigh, treated area reached a height governmental units and corporations Place the meck portion in the center to 24 inches, compared to 5 or defaulted the payments on their bonds. of the jay with the rib end down, on the remainder of the field.

> O. S. BLACKFORD DAIRYMAN Fresh Milk and Cream Delivered Daily Phone 14x1 Central Point BERT PECK

# Automobile Repair And Service FABER BUILDING

ud

Dr. H. P. Coleman Chiropractic and Physiotherap Oregon License 264 California License 3029 12 YEARS IN MEDFORD, ORE Phone 965 You Can't Get Better Chiropra

> Dr. I. H. Gove DENTISTRY

SALEM, OREGON July 24 .--Oregon joins hands with seven states 235 E. Main St., Medford, Ore office Phone 872-J-Res. 419-J

erver points out, the people of this 4.2 cents per pound on cotton ef

wheat prices while the meetings

Favored Despite

With preliminary county whea

wheat adjustment program into ef-

fect in Oregon will be to district

each county into definite commun-

Price Advance

How much of the increase in the They knowothat scores of related incest of government, federal, state dustries depend on the railroads for

and local, can be laid to waste, is all or part of their income. They PORTLAND, Ore., July 15 .- A problematical. But there is no know that the rails are major tax- Lane county grl, Mrs. Claire Warner and local governmental units and the question but that it runs into the provers. They know they have led Churchill, is author of a book, hundreds of millions, for there are in industrial and social develop- "Slave Wives of Nehalem," publishscores of bureaus, commissions and ments in all parts of the country, ed this week by the Metropolitan inflated governmental payrolds, ever since the last spike was driven Press of Portland, well-known pubmany of which simply duplicate the that connected the East with the lishers of Oregon books. work of others.

"SHIP BY RAIL"

West. They know that billions of Mrs. Churchill, who now lives at We have permitted the govern- dollars of life insurance, savings Wheeler, Oregon, is a member of the ment to go into various tax-exempt bark and privae citizen's earning; pioneer Warner family of Lane counbusiness ventures in competition are invested in railroad bands They ty, she secured her education in the with the livelihoods of private citi- know that subsidized competition. grade and high schools of Eugene zens who are forced to pay the taxes and one sided regulation, have de- and at the University of Oregon. prived the ralls of much of their After receiving her bachelor of arts to maintain the competition. More and more money is going in- business and forced thew near to degree and while serving as librarian

to tax-exempt government bonds in- bankruptcy. stead of taxable, labor employing The attitude of mind of the and mayor of the town Wheeler, she investments. The result is increased Johnsville people is of vast impor- studied short story through the cortance. They are to be congratulated respondence study department of the unemploymen and distress.

History shows many examples of -they know an industry whose ex- extension division. She has made an taxing people until they repudiate istence is in the public interest, when extension study of the ethnology of tax obligations. Unless all units of they see one. government retrench, it is not im-WHO IS THE SANTA CLAUS possible to force such a tax crisis

in our own country.

THE OTHER HALF

Claus three most important Indian books Many automobile drivers who They forget that every dollar that produced in the Oregon country, the think they know all about the right- he gives to his children has to first other two being "The Bridge of the FARM ACCOUNTING of-way law understand only the half be taken away from those children Gods" and "Cathlamet on the Colof it. In answer to the question, in are form of taxes. It is just be- umbia."

"Who has the right-of-way?" the ginning to percolate into the people's The volume cantains four stories average driver would quickly reply, minds that the \$3,300,000,000 pub- -Ock-li-pat-li, the Lily; My-ee-na, "The man on the right." The an- lie works program is going to have the Singer: Le-mo-lo, the Untamed swer is partially co@rect but isn't to be taken from them, the taxpay- One; and Kal-a-ka-lah-la, the Wild complete. ers. Goose.

The best statutes on the subject Every community is clamoring "I have selected the most dramasay: "The car on the right has the for a share of this fund and although tic situations," says Mrs. Warner, right-of-way provided it enters the the government gives 30 % outright "those dealing with birth, with marintersection first, but if the car on of sums alloted to projects which it riage, with death, with mourning, the left happens to be first into the approves, the remaining 70% must with religion and pride of race, and intersection, the car on the right be returned by additional tax levies have woven them into narratives must y'eld." win every political sub-division ob- meant to entertain and not to mor-

Maxwell Halsey, Traffic Engineer taining a loan. The 30% that is alize," of the National Bueau of Casualty given outright must be dug up by The book takes its title from the and Surety Underwriters, says the all the people for the favored sec- fact that the women characters in best way to eliminate confusion on tion to which it is given. The pub- the stories had the status of slaves the farm accounting project. The this point is for all cars to slow lie works program, which has been among he Nehalems, but because of down when approaching intersec passed as an emergency measure in their charm or resourcefulness or tions. "In this way drivers will be time of stress, must of necessity in- accomplishments rose above that Clearing House, and also to the Exable to gauge each other's distance crease the burden of the taxpayers, status to important and fascinating and obey the law with greater con- unless ways and means are found to roles in the tribe. One story weaves venience cut government costs in some man- in the legend of the coming of the

"The driver of a car approaching ner, sufficiently to off-set this new first white man to the Oregon coun- as to insure the completion of a maxifrom the right has no justification expense. tiy. .

to suppose that all traffic must stop It is well for the people to begin

to permit him to cross. This atti- to understand that each citizen is a Mrs. Churchill is the wife of O. tude has produced a high toll of ac- seperate Santa Claus, who pays for M. Churchill, president of the local farmers completing the project will be cidents. More than twice as m my every "gift" presented to him by his cheese company, who expects soon given a special recognition at the an- lected by the Extension Division of accidents occur at intersections as government. to move to Central Pont.

This great credit structure was built the farms and factories were producof enterprise were large, while the of the misfortune.

CONTEST LAUNCHED

Bankers Evolve Plan for Stim-

ulating Important Aid to

Farm Success

 $T^{\rm HE\ Cache\ county,\ Utah,\ bankers\ re}_{\rm cently\ added\ a\ stimulus\ to\ banker}$ 

farmer cooperative work by launching

a farm accounting contest. At a meeting

of the Clearing House Association the

project was put before the bankers, and

Each bank in the county agreed to

enroll a minimum of five farmers in

methods and plans formulated.

nual meeting.

which permeated and debased them. The inevitable result was that, when I that they could meet the unreasoning Their mortgage and other loans to demands of their depositors, they could not get it back.

gone wrong.

It was not that our banking system and methods were of themselves weak or reprehensible, apart from the rest of the life of the nation, as has so much been made to appear.

It was not that our banks were permeated with incompetency or dishonesty or with lower standards of business ethics than were the other forms of human activity with which their own fate and activities were in extricably interwoven, as, it almost seemed at times, there was a concerted national conspiracy to lead our people to believe.

The great fact of American banking while the country was at peace, while ; is that it shared fully in the plans and hopes and 'azards of the American peotive, while the nation and the world ple,-and when those plans went provided great active markets for their | wrong, the banks carried their share outputs, while the earnings of all kinds of the burden and suffered their share

> The banks of Cache county have agreed to subscribe to an award fund. which will be presented to five winners as follows: first pr'ze, \$35.00; second prize, \$25.00; third prize, \$20.00; fourth prize, \$12.50; fifth prize, \$7.50.

Recognition for Good Farming In addition to the cash prizes, every farmer customer eurolled, who scores sixty per cent or more, will be awarded a special certificate issued by the Clearing Touse Association and the Extension Service jointly in cooperation with the Agricultural Committee of the

Utah Bankers Association. The scoring will be done on the following basis:

Farm and home account records (accurate and complete) Success of year's operations as brought out in the summary of

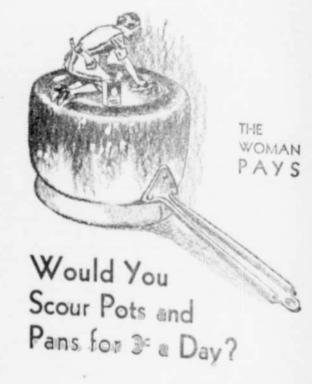
names of the farmers when enrolled the year's business ... will be sent to the Secretary of the General appearance of farm and improvements and condition of tension Division of the Utah State livestock and poultry, (judging Agricultural College. The bankers to be done during the summer agree to cooperate and keep in close

months) ..... 25% touch with each farmer they enroll so The contest will end December 31. mum number. The bank which suc-1933. The judges will be the County ceeds at the conclusion of the contest Agent, the County Key Banker, a rep resentative of the Clearing House As in enrolling the largest number of sociation, and two representatives sethe College.

startling than the depreciation that Day as the opening day for its state was caused in the assets of the banks fair. Six interesting days, from by the unforeseeable economic forces September 4 to 9, are planned. Holiday celebrations will find the banks urgently needed the money York, California, Nebraska, Minne state fairs opening in Oregon, New sota, Michigan, Maryland and Indiana. Other large fairs in different sections of the United States pro-

Held Sept. 4 to 9

Dr. Jud Rickert OPTOMETRIST Distinctive Optical Service Medford, Oregon



• THE DIFFERENCE in fuel costs between old fashioned flame cooking and the modern efficiency of electricity will seldom exceed 3 cents a day. The saving in food shrinkage alone will save part or all of this difference, and how wonderful it is to use a fuel so clean that the bottom of your cooking utensils will not soil your finest handkerchief. Cook the modern, convenient, electrical way. Electricity is the per-

THE CALIFORNIA OREGON POWER COMPANY

NOUR NATION IN PROGRAM