

BEAVERTON ENTERPRISE

LARGEST CIRCULATION IN EASTERN WASHINGTON COUNTY

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What About Government Bonds?

Babson Says Bankers are Financing Public Spending

New York City, May 26—One of the toughest jobs in the financial world today is the protection of money and property. The yield on money is lower than ever and the risks and taxes greater than ever. Consequently, bankers and investors are scared to death. They do not know what to do. They feel that whatever move they make will be wrong. They have never been so hard pressed before, not even in the abyss of the depression.

The only securities which now meet with favor here on Wall street are government bonds. Capital has been retreating into these issues for the past five years. Because the Five Year Notes are tax-free, they meet with an artificial demand. From one end of the earth to the other, United States Government bonds are considered the strongest investment that can be bought. A number of factors have boosted these bonds to the highest price level in history so that certain issues yield less than one per cent.

Why "Governments" are Favored These government bonds are particularly favored by managers of institutional and trust funds. Such people believe their primary job is to maintain the principal of the funds committed to their care. Income is a secondary consideration with them. Whereas ten years ago a conservative investment fund might yield 5 per cent, today it yields but 2 or 3 per cent. Bankers prefer United States "Governments" because they are exchangeable into dollar bills at any time. A bank's only obligation is to pay depositors "dollars" regardless of what the purchasing power of these dollars will be. Trustees, too, are buying "Governments" because they feel the price of these bonds will hold up.

I seriously question the action of both trustees and bankers on two grounds. First, I believe that interest rates will eventually advance. Either a business boom or a war would increase money rates. "Governments" are bought at the high price of "governments." Even if the price did hold up, the purchasing power of their income and principal would decline. Buying government bonds therefore, may be as risky business today as was the buying of common stocks in 1928—except for those who want ready funds with which to meet death taxes.

Registration Would be Embarrassing The second reason why I question the purchase of government bonds is the financial status of the United States Government. If these bonds had to be registered with the Securities Exchange Commission in the same way that private bonds must be, I doubt if many could be marketed. Such a registration statement would have to show that the U. S. Government has not even earned operating expenses for ten years. What corporation could get bankers to pay a premium for its 2 per cent bonds if it had only earned half of its operating expenses for eight consecutive years?

Yet, good corporation bonds can be bought to yield 4 per cent. These are obligations of well-run companies manufacturing or merchandising useful products. Ultimately, the future of government bonds depends upon the making of money by these private companies. Interest on government bonds is paid out of taxes. Corporation income taxes are the most lucrative form of taxes. These are not collected until the interest on corporation bonds is paid. Hence, no corporation profit—no taxes. Therefore, from a security standpoint, these corporation bonds should be excellent.

Reputation or Inflation Bankers and trustees must realize that federal debt can be reduced only in two ways: (1) by outright repudiation (which means simply cancelling the debt) or (2) inflation (which has the same effect in a round-about way). Because they are buying government bonds, however, these bankers and trustees feel that when repudiation or inflation comes the public will not blame them. Despite their hatred of the Administration's financial policies (and I suppose no group hates the New

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The Huber Commercial club held a card party at Huber hall May 20th. After the card party those who cared to danced. Those having high scores were: First in 500 Mrs. Little, 2nd Mrs. Jack Tatlock. In pinocle 1st Mrs. Bob Graves, 2nd Mrs. Pat Grogan. Mrs. Munro getting the door prize. A dainty lunch completed a delightful evening.

Mr. and Mrs. H. Fulton were guests of Mr. and Mrs. H. A. Alexander Sunday.

Fire Department Prepared To Serve Rural Residents

The Beaverton Volunteer Fire Department put into service a fire truck specially designed and equipped for fighting rural fires.

Preparation for this service is due to a number of fire calls from the vicinity of Beaverton in the last three or four years and until now there has been no equipment for fighting rural fires on hand. In order to be able to help neighbors when they are hit by fire and to earn their good will toward Beaverton, the boys decided to build a rural fire truck. This truck is the result of that decision.

All fire alarms within a radius of five miles, or wherever the equipment can reach the fire in time to do some good, will be answered.

In order to help defray the cost of insurance on the equipment and men, and the cost of operation such as gas and oil, and also to prevent the truck being called out unnecessarily, a charge will be made for answering a fire alarm outside the city. This charge has been set at \$13.00 for the call or the first hour and \$3.00 for each additional hour or part of an hour thereafter after that the equipment is used at the fire. The balance of the cost of maintaining the equipment will be paid by the City of Beaverton and the Beaverton Fire Department.

The truck carries 570 gallons of water and is equipped with a pump capable of delivering 150 gallons per minute at a pressure of 145 lbs. per square inch. This pump may be used to pump directly from a cistern, spring, well, or stream onto a fire, or may be used to pump from the tank on the truck. It may also be used to fill the tank from any of the above sources of supply. Where it is not possible to pump directly from a well, a bucket brigade could carry water and put it in the tank, thereby greatly increasing the effectiveness of the equipment.

Since the element of time is quite important in fighting any fire, it is essential that an alarm be given at the earliest possible moment after fire is discovered. To call the Beaverton Fire Department Rural Truck simply call the Beaverton Telephone Operator and tell her you have a fire. She will connect you to the Fire Chief or one of the firemen. Be ready to give him, at once, the following information:

1. The exact location of the fire. For example: Wheeler Ave. and Farmington road.
2. Your name or the name of the occupant of the premises. Sometimes it helps if you will give the names of your nearest neighbor.
3. What roads to take to get there from Beaverton.
4. The nature of the fire. For example: Building fire, Brush fire, etc.

County to Send 90 Clubbers to School

Ninety Washington county 4-H club members are planning to attend the 4-H club summer school session at Oregon State College June 5 to 16, inclusive, according to Palmer Torvend, assistant county agent. The number attending summer school has been steadily increasing the past five or six years and another record breaking attendance is in prospect, when a total of about 2,000 club boys and girls and local leaders will be on the campus for an intensive two weeks program of study and activity. According to information received by the assistant county agent adequate facilities will be available to handle the group despite the fact that some 1,500 state grange convention delegates will be in Corvallis during the second week of the 4-H session.

Townsend Meeting Wednesday Success

Townsend club No. 2 held an eventful meeting at Tigard grade school Wednesday evening when Mr. Welterman, Townsend representative spoke. Mr. Haskell well known Townsend Flashes Commentator also was present and ten new members taken into the club.

The club is grateful for contributions from various businessmen of Tigard, Beaverton, Metzger and Multnomah, toward a fund to send a delegate to the national convention Mrs. Mae Rabe, delegate, will leave about June 15th for Indianapolis. Townsend pictures were shown. Many out of town visitors were present.

The news that the plan will be on the floor of the house at Washington, D. C. for an eight hour discussion was gratifying.

Assault and Battery Charge Filed

Clarence Gheldon, 25, and George Albertson, 22, of Progress, were arrested Tuesday night by Sheriff's deputies and charged with assault and battery.

For MEMORIAL DAY

We Honor Those Who Died to Defend a Noble Cause

The man who fights and dies for a cause which, in his own mind, is right . . . he has died a valorous death. For he has defended his beliefs in the hope that they might continue. We honor these men this Tuesday. They are men who make great nations.

Diplomas Given Grade Graduates

Grade school students receiving diplomas this past week in the smaller schools near here are as follows: Dist. 94—Cooper Mt.—Wilbur E. Crocker, Principal—Earl Bye, Kenneth Erickson, Earle Morris, Junior Rohrbach.

Dist. 95—Raleigh—E. H. Ruh, Principal—Phyllis Dana, Shirley Georges, Helen Huddleston, Jack Hampton.

Dist. 116—Rosedale—Mrs. Jean O'Connor, teacher—Doris Gillenwater, Ralph Gillenwater, Robert Nelson, John Setnick, Edgar Stowell.

Dist. 29—Reedville—Melvin Vandermoot, teacher—Allyn Harrison, Dorothy Kirkwood, Bill Morse, Christina Wolfe, Kenneth George, Betty Prink, Donald Hagg, Ruthann Lowe, June Frost, Wilbur Janssen, Thelma Weygardt, Gordon Hughson, Harry Sinclair, Earl Corrieri, Helen Pizer, Lorriane Kennedy.

Dist. No. 60—Hazeldeale—R. Ellsworth Pulliam, Principal—Loeren Broad, John Gulliford, Joan Hill, Lois Kinchele, Jean Miller, Claire Walker, Lorna May Carey.

Dist. 97—Witch Hazel—Letha Brewer, teacher—Barbara Bainter, Gene Gourdoux, Carl Perry, Beverly Roif, Pat Shippey.

Dist. 108—Hiteon—Anna Marie McCormick, teacher—Albert Hampton, Alice Kaufmann, Shirley Landy.

Dist. 88—Farmington—Helen M. Schults, teacher—Marcell Billings, Morris Seufert, Roberta Estes.

St. Cecilia's—Beaverton—Sister M. Conslata, teacher—Clare Moshofsky, Eunice Henrick, Bernard Leis, Elmer Boyd, Fred Christensen, Dick Mallen, Robert Bernard, Bonny Kenison.

St. Mary's Home—Huber—Sister Mary Lucy, teacher—Albert Aebischer, Donald Alton, William Anderson, Burton Avery, Sammy Bartram, Tom Deines, Stanley Grazier, Wallace Hargrave, Pierre Johnson, William McKinley, Robert Olson, Jack Ryan, Harry Tobin, Rennie Tupper, Raymond Webb, Robert Zirkel, Frank Sullivan, Charles Howard, Malcolm Brady.

Albert Kemmer Appoints State Secretary for Young Democrat Clubs

Albert T. Kemmer, Beaverton, president of the Young Democratic clubs of Oregon, announced the appointment of Harold L. Lance of Gladstone to the position of secretary of the young democrats organization, on Saturday.

The appointment means that Lance also becomes a member of the executive committee of the group.

Contest Honors Won by Girls

Two girls from Beaverton were among those winning in the annual Washington county amateur contest of the American Legion post. All five first places were captured by girls. Jane Partipilo, 18, won the second cash prize and \$5 with a piano selection while Anita Pinovi placed fifth as a tap dancer.

Two honorary mentions went to Bill See tap dancer and Earl Drobbaugh accordion player.

Judges were guided somewhat in their selections by applause of the audience.

Meister Builds Another House

H. A. Meister, well known builder of houses, is busy at a job along Bertha-Beaverton Highway west of Glencullen. This house is 26 by 36 with full basement, fireplace, will be modern. The front porch will be of brick. There will be five spacious rooms and the finest materials bought locally, are being used in construction.

There is one acre of fine level ground with this new place.

Two Field Meets Scheduled Today

Cane fruit field meetings are scheduled two places in Washington county Friday, May 26, according to W. F. Cyrus, county agent. The first of these will be at 9:30 at the Richard Joyce farm four miles southwest of Sherwood. In the afternoon at 1:30 there will be another meeting a mile east of Scholls on the Sherwood road on the Rowell Brothers' planting of black and red raspberries.

At these meetings O. T. McWhorter extension horticulturist, and the county agent will discuss disease control in cane fruit plantings, cultivation, fertilization and other problems of management.

Six Held in Slashing Fray

Four Filipinos and two white persons, all of Portland, were arrested Saturday night following a midnight riot at the Balm Grove dance hall in which six white men were knifed and otherwise injured.

Charged with assault and while armed with a dangerous weapon are Ruddy W. Flores, 40 Morris P. Ragajo, 28, Mike P. Cortes, 30, and Marciano P. Carino 28, all giving their address as 204 Northwest Fifteenth Avenue.

Held as material witnesses are John May 19, of 1515 Northwest Couch and his sister Goldie Pearcy.

Most seriously wounded was Dick McKinney, 22, of Newberg, with cuts on his face, under his heart and near the right kidney also Darrell Steyffler 18, Newberg. Others listed as injured Ed Keller 26 Otto Keller, 22 Richard Heisler 18 and Harvey Wilson, 30, of Gales Creek.

Deputies have not as yet located the knives or other weapons, which the Filipinos deny having wielded in the fight.

Timber for New Bridges Checked

Engineers on the Wilson River highway project are checking the feasibility of constructing three timber bridges on the routes, according to Loyal M. Graham of Forest Grove.

Two of the spans would be near Glenwood, and the third on the highway's west slope. Native timbers and WPA labor would be used on the bridges. Graham said on advice of Henry F. Cabell, state highway commission chairman.

One of the bridges will be named for Mr. Graham honoring him for his years of advocating construction of the short cut to the sea, it was disclosed.

Andy Fuhrer Purchases Wilson Station

A well known young man of the Beaverton vicinity, Andy Fuhrer, has purchased Wilson Service Station at Wilson Corners along Bertha-Beaverton highway at the intersection of Olson Road. He is a captain of the Beaverton football team and a member of this year's graduating class. This is Andy's first venture in business and his friends wish him outstanding success.

He is a son of Mr. and Mrs. J. H. Fuhrer of Raleigh Hills east of Beaverton and for a young man shows the necessary ability to operate this kind of business enterprise. He bought out W. A. Wilson, World War Veteran who will seek other lines of endeavor and will do all possible to improve his health. "Andy" as his friends all know him, handles Richfield products will do tire work and everything that is expected of a service station operative.

Want ads often do what everything else has failed to accomplish.

Annual Beaverton Junior Festival Set For Saturday June 3rd

Saturday, June 3, 1939, the Beaverton Kiwanis club will again sponsor the annual junior flower festival, for the pleasure and enjoyment of the young people of this area. The children of surrounding communities are invited to take an active part in the program again this year. The program will consist of a junior parade, scheduled to start at about 8:45 a. m. Cash prizes will be awarded for the winning floats in the several classifications and divisions. Each child entering the parade will be given free ice cream at the conclusion of the parade. There will be a field day program in the afternoon, starting at approximately 1:30 p. m., for children of all ages up to 14. Cash prizes will be awarded for first, second and third places in each event.

The flower show, open to all amateur exhibitors, will be conducted in the basement of the high school gymnasium. Ribbons and prizes will be awarded in all of the classifications and divisions.

The merchants of the city of Beaverton will conduct a prize drawing and band concert, starting at 8 p. m. The merchants are giving away many valuable prizes in the form of merchandise.

Cash prizes are: Grand sweepstakes \$10 cash; first prize, in each division \$5 cash; 2nd prize \$2 cash; 3rd prize \$1.

Diesel School Offers Real Opportunity

The Anderson Diesel School which appears in this issue is a real opportunity for those with foresight to get into a fast growing field.

Their fourteen years experience in the educational field, training and placing people in responsible positions, has built for them an outstanding reputation.

They are members of the National Home Study Council, Washington, D. C., and are licensed in the state of Oregon which immediately places them in the ranks of a high class institution.

Flower Show Offers Substantial Prizes

Flower growers are carefully grooming their entries for display in the floral show at Beaverton June 3. From the large number of inquiries that the committee has so far received it is predicted that more entries and a greater variety will be on hand than in any previous year. Any member of the committee will be pleased to answer questions that may trouble the exhibitor. The committee consists of the president of the Community Garden club, Mrs. R. B. Denny acting chairman, Mrs. Bill Grauer, Mrs. Nelson Walker, Mrs. I. R. Metzger, Mrs. Robert Stewart, Mrs. W. R. Van Kieck, Mrs. Hartshorn, Mrs. N. P. Johnson and Karl Potten of the Beaverton florist.

There are cash awards for the winners.

Entries must be made not later than ten o'clock Saturday morning, June 3rd at Beaverton High School Manual Training room.

Commercial grown entries will not be eligible for prizes.

Flowers must be exhibited by the grower or in the name of the grower. Bring your own containers with name on the label. Containers score. Show will be open to the public at 1 p. m.

Classifications

Section A—Class 1—Collection of 6 Roses. Class 2—Single rose. Class 3—Best basket 12 roses, mixed color and type. Class 4—6 sprays of climbing roses, one variety. Class 5—Collection 6 delphinium. Class 6—Single delphinium.

Section B—Class 1—Collection long stemmed flowers not over 30 inches, annuals or perennials. Class 2—Collection short stemmed flowers not over 12 inches, annuals or perennials. Class 3—Lilies.

Section C—Display of Oregon wild flowers.

Section D—Class 1—Best arrangement of flowers in basket, bowl or vase. Class 2—House plants. Class 3—Water or pond lilies.

Section E—Best arrangement of flowers for dining table.

Death Car Driver Found Not Guilty

Richard O. Hatrick, 26, of Hillsboro route 1, Friday was acquitted of a charge of manslaughter in the traffic death of October 24 of C. H. Hines, Hillsboro. The jury deliberated about an hour and returned a verdict of not guilty.

Hines sustained fatal injuries when struck by the Hatrick car at the scene of an accident near Dawson creek.

If you want news in this issue you must see that it is in our offices by 5 p. m. Wednesday.

News Notes From Here and There

San Francisco Fair Visited by Number Of Local Folks

Mr. and Mrs. E. W. Grogan returned last week from a ten days visit to Oakland and the bay region. They were house guests of Mr. and Mrs. Geo. Hilstrom. While there they saw the World's Fair and was much impressed by the beauty of Treasure Island. Old friendships were renewed when they were met in San Francisco by Arvin Whitner of Frona California. A friend of Mr. Grogan whom he had not seen for 10 years.

The card party sponsored by the Majority Girls of Jobs Daughters, Saturday evening was well attended and a very enjoyable time had by all. Pinocle and 500 were played, Mrs. Ed. McElroy and Fred Goyt took prizes in pinocle and Mrs. Doughty, Mr. Hayman and Mrs. George Blaser took prizes in 500. The door prize going to Mr. Hayman. Refreshments followed the play of cards.

Mrs. Jay Gibson, Mrs. W. H. Engleke, Mrs. Geo. Thyng and Mrs. J. C. McCommer attended the Washington County League of Voters meeting Monday in the Forest Hills club house. The State president Mrs. Thomas Sharpe of Portland, was guest speaker.

Following the luncheon and business meeting in which election of officers was held the members visited the county court house.

Miss Amarette Barnes and Miss Barbara Cady entertained Miss Barnes two brothers and wives Mr. and Mrs. Harold Barnes of Beaverton and Mr. and Mrs. Roy Barnes of Portland at dinner at their apartments Tuesday evening. Following the dinner the group drove to the home of Mr. and H. M. Barnes, where a surprise shower was given Mrs. Harold Barnes with about 30 relatives and friends present. The party was arranged by Mrs. Howard Fuller, Mrs. Milton Metcalf, Miss Barbara Cady and Mrs. Amarette Barnes. The color scheme was blue and white with unique decorations about the rooms. The guests made a "friendship" book of advice, each contributing a page and presenting it to Mrs. Barnes. The packages were later opened containing many beautiful and dainty gifts. Refreshments were served.

Mr. and Mrs. Harry Barnes and son Robert and Mr. and Mrs. Cecil Barnes spent several days last week at East Lake and Diamond Lake fishing. They report a limit catch.

Mr. and Mrs. Robert Summers returned home the first of the week following a two weeks trip to California.

Mr. and Mrs. H. G. Paulson and family were over night guests of Mr. and Mrs. Jay Gibson Thursday. They departed Friday morning for Seattle for a short visit with relatives and friends there. They will drive to Jamestown, North Dakota, where they will make their home.

Miss Merle Woody left for her home in Bellingham Wednesday after a visit with Mr. and Mrs. Guy Alexander.

Mr. and Mrs. Guy Alexander and daughter Evelyn and Mr. and Mrs. Glenn Alexander and son Raymond of Portland picnicked Sunday at Aerial Dam in Washington.

Michael Wood, small son of Mr. and Mrs. Robert Wood of Kinzua, Wash., is spending two weeks with his grandparents Mr. and Mrs. V. A. Wood.

Mrs. George Blases entertained members of Cheerio Bridge club and additional guests including Mrs. W. C. McKell, Mrs. W. J. Scott, Mrs. E. H. Sohoene and Mrs. H. R. Nelson with a bridge luncheon at her home Friday. Mrs. McKell won the guest prize.

Mrs. Frank Davis of Boise, Idaho, spent a couple of days last week visiting her former school mate Mrs. Jay Gibson. She was enroute to Seattle, Wash. for a visit.

Mr. and Mrs. Lee Richey entertained at dinner Monday evening honoring their son and wife Mr. and Mrs. Van Brown of Portland, who are leaving soon for New Orleans where Mr. Brown will serve as interne in the hospital there. Other guests were Mr. and Mrs. Selby and their daughter Lois Ann of Garden Home and Mr. and Mrs. Jay Gibson.

Mr. and Mrs. Ralph Van Kleek and son Darrell of Portland, were dinner guests of Mr. and Mrs. Walter Van Kleek Sunday.

James Downing and Carl Hanson were at East Lake over the week end on a fishing trip.

Mrs. Emil P. Hedberg entertained the Tuesday Bridge club at her home Tuesday afternoon. This was the last party of the season for the club. Mrs. F. G. Donaldson held high score for the seasons playing. The prize for the day going to Mrs. H. P. Nelson.

Messrs W. C. McKell, Dewey Drobbaugh and W. Crocker spent the week end on a fishing trip to the Deschutes.