

Forecast: Cloudy tonight and probably rain Thursday; no change in temperature.

Table with temperature data: Highest yesterday 49, Lowest this morning 39, Precipitation—, Tot 5 p. m. yesterday 7, To 5 a. m. today .03

Today

By Arthur Brisbane

The Gains Tax. Lady Astor's Party. New Ideas, New Wealth. Women Are Better.

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The most important paragraph in President Hoover's extremely important message deals with the "capital gains tax." This tax, which the President condemns, causes many of our troubles, hampering freedom of purchase and sale, it caused, largely, the gambling mania of a year ago by withdrawing stocks from the market and, through scarcity, constantly increasing prices.

Under the capital gains tax, if you buy and sell at a profit, you must pay a tax on that profit.

On the other hand, if you buy and sell at a loss, you can deduct your loss from income tax.

While prices were going up, men would not sell, and the government made no profit in the way of capital gains tax.

But after the slump, with prices going down, thousands sold to get the benefit of income tax reduction, and this shows in Uncle Sam's diminished receipts.

Our neighbors in Canada have no such unwise tax discouraging free buying and selling, and many Americans, ingeniously advised, when they want to sell at a profit, do their selling across the border in Canada. At a loss, they sell here.

The capital gains tax is an unwise tax, hampering business, encouraging speculation, based on fear of taxation on profits.

Lady Astor gives a party and invites only women, 36 of them, who, she says, are the 36 most important women in England, and they are all workers in some field, scientists, doctors, government workers. No one would be called by our American reporters "a society woman" or anything approaching it.

It would be interesting to print the pictures of those 36 women selected by Lady Astor and contrast with their faces the 36 most important women, if they could be identified, in the New York City's "four hundred," selected by Ward McAllister long ago.

Which set of 36 faces do you think would show the most intelligence? Morrill Goddard should publish this comparison in his scientific weekly.

Dr. Reese Miller Hutchison has

Abe Martin



After skimming over the news paper headlines a fellow ought to feel pretty thankful that he's even available. Mrs. Tipton Bud's niece wuz brutally beaten and robbed of a gold tooth while smilin' today.

HOOPER FOR INCREASE IN INCOME TAX

Budget Message Carries Opposition to Present One Per Cent Cut—Deficit of \$180,000,000 Is Predicted This Year.

WASHINGTON, Dec. 3.—(AP)—President Hoover opposed continuation of reduced income taxes to-day in recommending to congress a \$132,547,000 budget for the next fiscal year.

Reiterating the prediction of a \$180,000,000 deficit this year, he warned that appropriations looking beyond action in the next six months to alleviate unemployment and drought difficulties would result in another deficit in 1932.

The house went to work on the treasury-postoffice supply bill immediately after the budget was received.

The detailed estimates for 1932 included increases over current appropriations of \$109,620,000 for veterans, \$51,500,000 for federal-aid roads, \$10,320,000 for public buildings, \$2,480,650 for prohibition enforcement, and \$35,000,000 for the shipping board's construction loan fund. Decreases of \$25,000,000 for tax refunds, \$33,897,000 for national defense, and \$22,000,000 for interest on the public debt were listed.

Cut Not Warranted As to taxes, cut one per cent on 1929 incomes, he said the outlook "for heavy decrease in profitable income and the necessity to increase public works and aid to employment does not warrant continuation of the reduction."

The president likewise opposed attempts to meet the impending deficit by reduction of the statutory redemption of the public debt, now amounting to \$440,000,000 per annum. He continued: "Nor do I look with concern upon the moderate deficit for the current fiscal year, which, in fact, amounts to less than 5 per cent of the total government expenditure. The adverse balance can be met by reducing the general fund balance from the amount in it at the beginning of the year, supplemented, if necessary, by temporary borrowing by the treasury."

Look to Future "When we recollect that our budget has yielded large surpluses for the last 11 years, which have enabled us to retire the public debt, in addition to retirements required by law, to the extent of nearly \$2,500,000,000 we can confidently look forward to the restoration of such surpluses with the general recovery of the economy situation, and thus the absorption of any temporary borrowing that may be necessary.

"It will probably be necessary for congress to appropriate additional money for expenditure within the present fiscal year in order to increase employment and to provide for the drought situation. While this will operate to increase the amount of the deficit, as above estimated, I believe such increase can be accommodated by the methods indicated. On the other hand, no appropriations should be made for such purposes which look beyond such action as will ameliorate the immediate situation during the next six months."

DWIGHT MORROW NOW A SENATOR

WASHINGTON, Dec. 3.—(AP)—Dwight W. Morrow was administered the oath today as senator from New Jersey.

Mr. Morrow's entry completed the membership of the senate. Mrs. Morrow and the senator's daughter, Elizabeth, were in the gallery but Colonel and Mrs. Charles A. Lindbergh, of his family, did not come to Washington.

The political composition of the senate for this session now stands: Republicans 53; democrats 42; farmer-labor 1.

Americans Too Efficient For Enjoyment of Life

ST. LOUIS, Dec. 3.—(AP)—America would have a better time except for its "efficiency" in the opinion of Dr. Allen Hoben, president of Kalamazoo, Mich., college.

Rose Queen



Mary Lou Wadell, 16, was chosen queen of the annual Tournament of Roses festival to be held in Pasadena, Cal., January 1.

SUBURB WATER CONTRACT WILL BE CONSIDERED

Oak Grove Agreement Before Special Council Meeting Tuesday—Club Request Referred.

The city council had so much unfinished current business on hand at its meeting last night, that it was voted to hold a special meeting next Tuesday evening, when the city water commission will be present so the two bodies may consider provisions to be incorporated in the contract with the Oak Grove Improvement association for furnishing that suburban section with city water.

The council received a petition from the Greater Medford club, asking that the city administration allow the club the use of the brick depot building on the P. and E. tract of 19 acres recently purchased for a city park.

Mrs. A. J. Hanly, president of the club, acted as spokesman for the delegation of club ladies presenting the petition. Would Be Asset. After she had read the petition she stated that the club was asking for the permanent use of the structure, which the ladies would improve and make it a real asset for the city.

Councilman Thorndyke then called to the attention of Mrs. Hanly that while the city officials were deeply in sympathy with any efforts of the ladies to provide themselves with a permanent club home, the granting of the request

SAILORS SAVED BY KEEN EYES OF CLERGYMEN

HOLYHEAD, Eng., Dec. 3.—Thirty-five men of the Norwegian steamer Asmund today could thank for their lives the keen eyes of a clergyman and a woman parishioner with whom he was walking along the coast yesterday.

The Rev. H. H. Jones, and his parishioner, were strolling near the water line when, through a dense fog over the Irish channel, he happened to see the Asmund go on the rocks. He ran half a mile to the nearest telephone and reported the accident to the Holyhead coast guard station.

Rockets were sent up to reassure the men aboard the boat, and lifesaving equipment was taken to the scene. Three of the crew were pulled ashore by life-lines and others in a life-boat.

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ACTION BY COUNCIL TO MAKE JOBS

Cottage Street Bridge and Park Landscaping Will Aid Many—Big Factory May Locate Here—Street Tree Protest Heard.

The city council last night in the way of rushing the preliminary work so as to start construction work on the Cottage street bridge over Bear creek as soon as possible, to provide work for the unemployed this winter, passed an ordinance to advertise the sale of the \$25,000 bond issue voted at the recent election, the bids to be opened December 16th.

Another action taken in an effort to provide more city work for unemployed was adoption of a suggestion by Mayor Pines that efforts be made to induce M. D. Olds, from whom the council recently voted to purchase for \$30,000, the P. and E. tract of 19 acres for a city park, \$500 down and \$500 a month, 5 per cent interest, to agree to the annual payments being started in 1932 instead of next year.

Added Employment. If Mr. Olds agrees to the change this would enable the city to expend the first annual payment provided for in the budget, on grading and landscaping the grounds, etc., this winter, thus giving still more employment.

Factory May Come. Still another constructive matter coming before the council was that Attorney Frank Newman on behalf of James Reeves of Eureka, Calif., manufacturer there of polished wood products and rubber fingers and some other types of rubber goods asked the council to agree to permit a change of zone so as to allow Mr. Reeves to establish a similar factory in Medford at the end of Fifth street and Riverside.

It was stated by Mr. Newman that the Medford factory would have a payroll of \$2500 a month. The city planning commission is in favor of such a change in zone. Action on the request was deferred for further investigation, especially in view of the fact that the council had not yet received formal notification from the city planning commission.

Protest Tree Boxes. In addition to receiving a protest from the Colony club about the danger to traffic from boxed Christmas trees at street intersections in the business district and one from Amos 'n' Andy about having been refused a license for their "Fresh Air Taxi Service," and discussions of this same related elsewhere in this newspaper, the council considered much other business.

RAILROADS DELAY FREIGHT REVISION

WASHINGTON, Dec. 3.—(AP)—Railroads in the western and eastern rate zones today notified the interstate commerce commission they would be unable to put into effect before April 1, 1931, revised rates recently ordered in these zones.

The commission had fixed no date for the general rates to become effective. It did, however, expect long and short haul rates to be made effective by November 1, 1930. Later this date was postponed to February 1, and today until April 1.

COLD WAVE CREEPING OVER MIDWEST AREA

CHICAGO, Dec. 3.—(AP)—Another cold wave, one of many that have visited the midwest in recent days, was due today. The weather bureau predicted a considerable fall in temperature in the northern plains states and the upper Mississippi valley today, and over much of the other midwest territory tomorrow.

WILDCAT PETE WINS ROUGH MAT TUSSLE

ASTORIA, Dec. 3.—(AP)—In a whirlwind knock-down-and-drag-out wrestling match here last night, Wildcat Pete of Eugene won a decision over Wildcat McCann of Salem. At one stage of the contest police, the referee and the wrestlers were involved in a free-for-all.

Irene Saves Two Dogs From Rigors of Chicago Winter

CHICAGO, Ill., Dec. 3.—(AP)—Mrs. Irene Castle McLaughlin is on the warpath again. As a result two more dogs were in her "Orphans of the Storm" refuge. The former famous dancer charged among other things owners of the animals had compelled them to sleep out of doors, and it has been extremely cold in Chicago and vicinity lately. They were haled into court and Mrs. McLaughlin got the dogs as a result.

PETITION SEEKS INVESTIGATION DAHACK DEATH

Brother of Moonshine Still Raid Victim Now Circulating Request for New Probe.

A petition requesting a special grand jury to investigate the death of Everett Dahack of Eagle Point during a recent raid by state and county prohibition officers, on a moonshine still in the Reese Creek district, was being circulated today by Ernest Dahack, brother of the raid victim.

Close to 50 names from this city and the Eagle Point district appeared on the petition, which was being presented throughout the business district. It is understood that relatives and friends of Everett Dahack feel that the regular grand jury investigation, which spent a week hearing 23 witnesses and visiting the scene of the raid, did not make a complete probe. George H. Alden was foreman of this body.

It was reported that the governor would be asked to conduct a quiz. The name of Ernest Dahack appeared as the petitioner, in the document.

ANTI-CATHOLICS STONE CONVENT

LIVERPOOL, Eng., Dec. 3.—Two hundred anti-Catholic demonstrators during the night blocked the approach to Notre Dame convent here, preventing Mr. Dewney, Catholic archbishop of Liverpool, from entering to attend a prize-giving and threatening him with violence if he persisted in his efforts.

The angry crowd stoned the convent windows, later prevented workmen from moving the furniture into the new Catholic prebytery, and took down the railings in front of the building, setting the priest, who escaped serious injury.

WILL SPEED DAM COLORADO RIVER

WASHINGTON, Dec. 3.—(AP)—Construction of the huge dam on the Colorado river is to be pushed forward in the next fiscal year with use by the reclamation bureau of \$7,900,000 of a total of \$25,477,000 proposed to cover all the bureau's activities.

An increase of \$2,938,126 in appropriations for the bureau was recommended to congress today by President Hoover. A reappropriation of \$2,531,000 and \$793,000 in revenues from power developments and other sources would increase the bureau's available total to \$27,649,700.

MAGAZINE PUBLISHER SUFFOCATED BY FIRE

NEW YORK, Dec. 3.—(AP)—Courtland H. Young, 54, wealthy magazine publisher, was found dead today in his apartment in West 217th street, apparently asphyxiated by smoke from a fire which swept the living room.

WILSON STORE THIEVES TAKEN IN WASHINGTON

Heavily Armed Trio Nabbed in Tacoma, Confess Rurglary Local Store, Is Report to Sheriff.

Two members of the sheriff's office plan to leave this evening for Tacoma, Wash., to take in custody three suspects for the burglary of the Will H. Wilson store here early Sunday morning. The trio, giving their names as George Bennett, C. B. Smith and Albert J. Bennett, are said to have confessed to the crime. They were arrested in Tacoma yesterday and most of the loot taken from the local establishment was recovered.

TACOMA, Wash., Dec. 3.—(AP)—Heavily armed three bandit suspects admitted from Chicago, were captured here by a police shotgun squad in a hotel raid at 2 a. m. today after actions of the men and the appearance of the car in which they arrived had excited the suspicions of other hotel roomers.

The men were overpowered before they could reach for weapons placed on the floor at each side of the bed in which they slept. All three agreed in their stories that they left Chicago three months ago on a tour that took them to Texas and Arkansas before they came to the coast.

Nearly \$400 worth of new apparel and bedding, believed to have been stolen, was found with other guns and ammunition in a search of the suspects' car.

ONE OF TRIANGLE EXPECTED TO LIVE

PORTLAND, Ore., Dec. 3.—(AP)—Jack H. Lovett, 39, Seattle salesman today was believed to be recovering from bullet wounds inflicted, police said, by John M. Llewellyn, 55, president of the Portland Bolt and Manufacturing company.

After wounding Lovett Llewellyn turned his pistol on Mrs. Ida Hume, 26, and then drove to his summer home near here and took his own life.

The shooting occurred in Mrs. Hume's apartment where Lovett said he and Mrs. Hume were at breakfast.

WOMEN VICTIMS RELATE STORIES

NEW YORK, Dec. 3.—(AP)—A parade of women who said they either paid tribute to police officers, lawyers and bondsmen or went to jail on charges since declared false, marked the reopening today of public hearings in an appellate court inquiry into New York magistrates' courts.

In such instance "Chile" Aguna, one-time paid police informer, who said he helped trump up "immoral" charges against the women, took the stand to substantiate the stories related by the women.

MILLION DONATED BY ROCKEFELLERS

NEW YORK, Dec. 3.—(AP)—John D. Rockefeller, Sr., and his son gave a million dollars today to the emergency unemployment committee of New York City, the committee announced.

Their contribution brought the fund to \$4,136,000. The total sought is \$6,000,000, estimated to be needed to furnish employment to 15,000 men during the winter.

Oregon Turkeys Favored In Gotham Says Corlies

Oregon turkeys are popular birds in New York when holiday season rolls around, according to F. M. Corlies of this city, who with Mrs. Corlies is visiting his son, Lloyd Corlies and family, in New York City.

Wins Prize



In recognition of his activities in creating the Kellogg-Briand peace pact, Frank B. Kellogg, former secretary of state, was awarded the Nobel peace prize for 1929.

SANTA ARRIVES EARLY TONIGHT TO GREET KIDS

Talks Over KMED at 5:15 and Passes Out Presents at 7:30—Window Displays Uncovered.

Tonight's the night! Medford children, after waiting patiently for many days for the expected arrival of Santa Claus, will have their fondest desires gratified when the jolly old saint makes his initial appearance in this city. According to latest reports from Santa Claus headquarters at the North Pole, he left early this morning for Medford, and will arrive here at 5:15 this afternoon, and will make his first appearance at the local radio station, KMED, at that time.

At 7:30, promptly, escorted by Amos 'n' Andy Santa will be at the Chamber of Commerce building, on the corner of Main and Front streets, prepared to present to each child some small token of his visit, and to gather information about Medford children for his next visit here on Christmas eve.

Amos and Andy to Aid. Amos 'n' Andy will assist him in distributing his gifts. All children in Medford and from the surrounding country are invited to meet Santa at 7:30 tonight.

Medford tonight will present a gala appearance on the occasion of the annual Christmas opening. (Continued on Page 9, Story 2)

ATTACK UPON STAR WITNESS BOWLES CASE

PORTLAND, Ore., Dec. 3.—(AP)—With the state admittedly holding back its most important witnesses against Nelson C. Bowles and Irma Loucks Paris, charged with the murder of Mrs. Leone Bowles, the formal inquest into the stabbing of the young society matron opened here today. A crowd of several hundred milled about the corridors of the court house, gathering at 7 a. m., when the hearing opened.

More than 200 found seats, and the rest were left outside clamoring for entry.

A reputed attack on Mrs. H. W. Howard, state witness, was reported to police last night. The district attorney announced Mrs. Howard would not testify at the inquest as her testimony "is too important to be made public."

WILL ROGERS SAYS

BEVERLY HILLS, Cal., Dec. 3.—See by today's papers that the state of New York don't recognize Reno divorces. What a complicated social upheaval that will cause. Have to give up the present wife and take in the old again, and the present one will have to go back where she made her previous stand. The hard part for some of 'em is going to be to remember who they were divorced from last, and it does away with all alimony. There's another economic blow to the country; and Reno—they will turn that town into a sheep ranch if this is so.

BICKERING BEGINS IN CONGRESS

Democrats Will Demand Particulars in Hoover Plans to Withdraw Huge Sum From Treasury for Unemployment Relief.

WASHINGTON, Dec. 3.—(AP)—The much talked of harmony between the parties in congress over emergency relief legislation appeared today narrowed down one more notch.

So much skeptical comment on the part of Democratic leaders met President Hoover's recommendation for a \$100,000,000 to a \$150,000,000 unemployment relief fund that a contest along party lines on this issue was not impossible. The Republicans moved immediately for action, taking the larger figure in offering legislation.

It was from the idea of taking the money out of the treasury to benefit the unemployed, the Democrats criticized, but rather the president's suggestion it be turned over for distribution to the government departments "upon recommendations of a committee of the cabinet and approval by the president."

They wanted to see where the money was going, they said, and until shown were disposed to be "from Missouri."

"If he expects to get that much money he will have to show what he is going to do with it," was the observation of Democratic Floor Leader Garner of the house. Representative Byrns of Tennessee, ranking minority member of the house appropriations committee, was even more emphatic in disapproval.

"Never before, outside of wartime, has a president asked for such power," he said. Other Democrats joined their position.

On the administration side, instead, the introduction of bills to carry out the plan was backed up by favoring words.

"I will have my support, and I think the president will get the money," said Chairman Wood of the appropriations committee of the house. Leader Wilson termed it "a reasonable request."

"We will make our best efforts in behalf of the president's recommendations," he said.

To a considerable extent these expressions on the two sides indicated the comment which met the whole of the president's message. The Democratic way of receiving it was tepid, but there was comparatively little harsh criticism. The majority of the regular Republicans expressed themselves as well pleased, with a few exceptions noted by some Senator Brookhart, Iowa Republican independent, thought agricultural relief should have been included in the bill. More general lines and the lone Farm-Labor member of the house, Kvale of Minnesota, said there was "an awful lot" left out to be desired, but he liked the tone of the message.

POWER COMMISSIONERS NAMED BY PRESIDENT

WASHINGTON, Dec. 3.—(AP)—President Hoover today sent to the senate the nominations of the five members of the new independent power commission, as follows: George Otis Smith of Maine, chairman; Frank R. McNinch of North Carolina; Ralph B. Williamson of Washington state; Marcel Gassaud of Louisiana; and Claude L. Draper of Wyoming.

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