

The Weather
Forecast—Tonight and Wednesday fair. Moderate temperature.
Temperature
Highest yesterday 65
Lowest this morning 40

MEDFORD MAIL TRIBUNE

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Twenty-Seventh Year

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No. 66.

G. JURY REPUDIATES CHARGES

Comment on the Day's News

By FRANK JENKINS
BOTH houses of congress have passed the tax bill, which isn't perfect, by any means, but is probably as good as could be hoped for under the political circumstances involved.

If congress will now pass the economy bills and the absolutely necessary supply bills and ADJOURN, the country will have a vast sigh of relief and business will begin to show some signs of improvement.

THE lumber tariff which is a part of the tax bill just passed by congress will not become effective for at least two weeks, but its results are apparent already.

For example: One lumber-carrying ship which has been on a California-British Columbia run has been taken off and put on the California-Columbia river run, and already two lumber cargoes have been booked for this ship.

But for the new tariff on lumber, this business would have gone to British Columbia instead of to Oregon.

WHY this change? Here is the reason: Because of the new tariff on lumber, it now costs six thousand dollars MORE to lay down a cargo of British Columbia lumber in California than it cost before the new tariff was adopted.

It costs \$25,000 more to lay down a cargo of British Columbia lumber in New York.

THAT is to say, it now costs Canadian mills materially more to do business in this country than formerly, which means that it is just that much easier for Oregon and Washington mills to sell lumber in their own country.

Everything that makes it easier for the mills of Oregon to sell lumber will help to INCREASE EMPLOYMENT in this state.

Increasing employment is our big need.

NORTHERN California is jarred by a severe earthquake, whose distant tremors are felt faintly here in Southern Oregon.

The scientists tell us that the faults in the earth's crust that are responsible for earthquakes run from northwest to southeast and that Oregon is in a zone that is free from these faults.

If that is true, as it appears to be from the record of the past, Oregon has still another cause for thankfulness.

"THE proof of the pudding," an ancient proverb runs, "is in the eating thereof," and the accuracy of this theory that Oregon is located in an earthquake-free zone is borne out by the fact that there has never been a damaging earthquake shock in Oregon.

Oregon, as a matter of fact, is singularly free from angry moods of nature. We have no cyclones. Even our floods are mild, in spite of the fact that in certain areas of Oregon rainfall is exceedingly heavy.

FIND NO BASIS IN ASSERTIONS OFFICIALS LAX

Thorough Probe Results in Complete Collapse of 'Miscarriage of Justice' Claims—One Indictment

Complete collapse of charges alleging "miscarriage of justice," "breakdown of law and order," and other sensational claims hurled at District Attorney George A. Coddling, in the conduct of his office, is contained in the report of the grand jury filed this afternoon. The allegations have been under investigation for the past week. Among the witnesses called were L. A. Banka, newspaper publisher, Earl H. Fehl, Republican nominee for county judge, Attorney Frank J. Newman, Deputy Sheriff Paul Jennings, Justice of the Peace H. D. Reed of Gold Hill and other citizens and officials. The quiz was thorough, and covered all angles.

The grand jury report also sets forth that it has investigated charges against other county officers, and also finds them "unsubstantiated by any incriminating evidence."

Many Cases Probed. It was reported that among the cases investigated were: the Reese creek still case, wherein Everett Daback was slain; the Prof. C. Englehardt case, and the allegations that the district attorney's office had attempted to use its power to censor the Pacific Record-Herald, of which Earl H. Fehl is editor. These cases have been a local storm center for months.

The report is signed by all the grand jurors, except Howard A. Hill, Medford, orchardist. No reason was given for the omission.

The report of the grand jury in full is as follows: Medford, Oregon, June 7, 1932. We, the regularly empaneled Grand Jury for Jackson County, Oregon, May, 1932, term of the Circuit Court, report as follows:

That we have inquired into all matters of a criminal nature which have come to our attention and have returned indictments where justified. We have examined the County Poor Farm and find conditions there very satisfactory.

We have also made an examination of the County Jail and find the same satisfactory.

We have investigated charges of miscarriages of justice in the office of District Attorney, and other county officers, and we find these charges unsubstantiated by any incriminating evidence.

Joseph G. Hibbard, Foreman, Irving Porter, Leo E. Carley, W. M. Barber, Leo B. Williams, Reed Charley.

The grand jury returned one secret indictment, and one not true bill.

HARBOR PROJECT HOPE REKINDLED

BASEBALL RESULTS

National. Cincinnati 3 10 0, New York 4 9 0. Batteries: Kolp and Lombardi; Walker and Hogan. Chicago 2 7 3, Brooklyn 9 10 1. Batteries: Warneke, May and Hartnett; Vance, Quinn and Picinich. Pittsburgh 7 17 2, Philadelphia 11 2. Batteries: French and Grace; Hansen, Dudley and Davis. American. New York 9 8 3, Detroit 2 17 2. Batteries: Bridges, Wyatt and Ruel; Hayworth.

EGAN SURRENDERS TO 'FRISCO POLICE ON DEATH CHARGE

SAN FRANCISCO, June 7.—(AP)—Frank J. Egan, suspended public defender, surrendered to police today on a murder charge and brought an end to one of the most strenuous manhunts here in recent years.

Accused with two of his benchmen of slaying his friend and benefactor, Mrs. Jessie Scott Hughes, in a cleverly plotted simulation of a hit-run accident, Egan disappeared last Saturday a few hours before the grand jury voted to indict him.

His attorney, Vincent W. Hallinan, had promised Egan would surrender yesterday morning, and when the time designated by the lawyer had passed with no signs of the accused man apparent, the harassed police started a hunt that spread over a wide area.

Just before Egan walked into the Golden Gate police station Hallinan, already under subpoena to explain to the grand jury why his client had not given himself up, as promised, telephoned police saying he had instructed the accused official to do so at once.

Egan was silent as he stepped up to face the accusation. He volunteered no information as to his whereabouts since Saturday, when he was last seen at Tanforan, 10 miles south of here, driving southward while the grand jury was hearing the confession of Verne Doran, his former chauffeur.

WOMAN'S BOAST LEADS TO 'PINCH'

Violent Emery of Grants Pass, known in this city, arrested Sunday by the state police, after she sold them a case of beer, was sentenced to 30 days in jail, and to pay a \$500 fine. A previous fine of \$500, suspended when a parole was granted a few weeks ago for a similar offense, was revoked.

The arresting officers alleged that the woman boasted of outwitting the law the first time, and "set up the drinks" to the officers. At this juncture she was presented with a warrant.

The arrest following an anonymous tip, that "the lady on the hill is at it again."

BROOKHART LOSES IOWA NOMINATION

BT. FALLS MUST PAY TEACHERS, IS COURT'S DECISION

Supreme Court Holds Ousting of Faculty After Contract Illegal—Lower Court Is Upheld in Decision

SALEM, June 7.—(AP)—The five teachers of the Butte Falls school in Jackson county must be paid their salaries as per contract, amounting to \$7,650 for the year 1930-31, although not permitted to teach, the Oregon supreme court held in an opinion today affirming the lower court on an appeal from Jackson county.

The suit in the lower court was brought by the defendants, constituting the entire faculty of the school in district 91, for fulfillment of their contracts. The plaintiffs claimed they were employed under contract with the board at the time the school year 1929-30 was in progress.

New Faculty Employed. A new board elected later dismissed the faculty and employed an entirely new group of teachers at a lower salary. The five teachers, records of the suit stated, appeared at school each day during the year, but were informed they were not needed.

The jury in the lower court, presided over by Judge H. D. Norton returned a verdict in favor of the plaintiffs, Leola Stoddard, William Joe Nee, Lena Gilbert Nee, Rhea

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MAY DROP CASE AGAINST EMPIRE HOLDING HEADS

SALEM, June 7.—(AP)—James W. Mott, state corporation commissioner, announced here he would confer later today with Special Prosecutor Ernest Goldstein at which time he would recommend dismissal of indictments against I. H. Petty and W. R. Adams, former officers of the Empire Holding corporation.

The two ex-officers of the corporation were indicted along with Frank J. Keller, Jr., Oliver P. Coshow and Jay Stockman, also former officers of the firm, with devising a scheme to defraud. Trials have been held for the other three, while Petty and Adams are awaiting trial. Keller was found guilty, the Coshow trial resulted in a "hung jury," and Stockman was acquitted.

Mott's recommendation was declared prompted by the acquittal of Stockman and the disagreement in the Coshow trial. He said he considered Keller the original promoter of the corporation scheme. He did not indicate what action he would recommend relative to a new trial for Coshow, former chief justice of the Oregon supreme court.

The trials have been held in Polk county on a change of venue, before Judge Arlie G. Walker, as the expense of Marion county. The three trials have averaged \$700 each. Keller is awaiting sentence by Judge Walker.

SIX KILLED WHEN AMBULANCE HITS CAR AT CROSSING

COLLINGSWOOD, N. J., June 7.—(AP)—Six persons were killed and another seriously injured today when an ambulance speeding to a hospital with an injured three-year-old girl collided with an automobile at a street intersection.

Growing Bonus Army Problem In Capital



World war veterans continuing to pour into Washington to demand payment of a soldiers' bonus form a problem for capital authorities. A special senate committee, at the urgent appeal of police, is considering advisability of approving an emergency \$75,000 appropriation to feed the men. Meanwhile the veterans "chow" from army field kitchens as the picture above shows. Below, commanders of the "bonus expeditionary force." Left to right: Elmer Jensen, Salt Lake City; Walter W. Waters, Portland, Ore., commander-in-chief, and George Kleinholz, Portland.



SALEM, June 7.—(AP)—Tactics of the bonus marchers besieging Washington, D. C., with demands for full payment of the bonus were branded as "repugnant to American citizens," in a resolution passed by the Salem American Legion post here last night. Department headquarters were called upon in the resolution to repudiate any responsibility for the marchers.

With Oregon the national convention state this year and Portland the origin of the first detachment of bonus marchers, the state is receiving "dubious credit" for the entire movement, the resolution stated.

In an address to the post, adjutant Carl Moser of the Oregon department of the Legion said that "because Oregon has done more for ex-service men than any other state in the union, the American Legion of the state sought to repay its gratitude to the people of Oregon in bringing the national convention to Portland this fall."

Search began five hours after an

TRI-CITY TIE UP TO LURE TOURIST IS MEDFORD HOPE

A plan for bringing about a more friendly relationship between the communities of Medford and Klamath Falls, as well as for a more united program of tourist travel promotion will be presented to the board of directors of the Klamath Falls chamber of commerce tomorrow when the publicity committee of the Medford chamber of commerce attends the meeting of the Klamath board tomorrow noon, at Klamath Falls. The Medford delegation will be headed by C. L. MacDonald, chairman of the local publicity committee.

The idea of a more comprehensive tie-up between the two communities was first brought to the attention of the local chamber of commerce by W. A. Gates, director of the publicity committee, with the suggestion that the plan be presented to the Klamath group. Earl C. Reynolds, secretary of the Klamath county chamber this morning invited the Medford publicity committee to attend the directors' meeting at Klamath Falls.

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MOBILIZE POLICE TO CONTROL VET BONUS SEEKERS

Search for Communists in Ranks of Gathering Ex-Soldiers—Shelter and Food Capital Problem

(By the Associated Press) Re-enforcements marched, hooked rifles and motored toward Washington to lend their presence to the appeal for a two billion dollar bonus for world war veterans.

Walter W. Waters, Portland, Oregon former commander-in-chief of the bonus marchers, arose from his sick bed today to rejoin his comrades. "My place is with the boys," he said. At Washington it was parade day, with a touch of red offering a prospect of fireworks. Police there announced that a communist plot to "combat the police with violence" had been discovered.

To frustrate this possibility, Pennsylvania avenue was roped off so that the 5,000 or more "bonus marchers," here from all parts of the country, might parade peacefully. Today's parade was not intended as the climax of the veterans' efforts to stir congress to action in their behalf. Thousands of others were being barely started from their distant homes to join the "Army" here.

A bonus "expeditionary force" of some 2,000 men were to move from Los Angeles toward the capital. Other marchers were gathering at widely separated points heading for the capitol.

WASHINGTON, June 7.—(AP)—Pelham D. Glassford, superintendent of police, has been warned by Police Commissioner Herbert B. Coohey that his continued efforts to shelter and feed the bonus marchers might lead to his "peremptory dismissal" by the White House.

Police of the capital mobilized today to meet the increasingly aggravating problem of mounting numbers of veterans within the city. All leaves of absence were cancelled and one-third of the available officers were assigned to special duty in connection with the bonus seeking contingents.

Search for Reds. The search for communist agitators within the ranks was redoubled and efforts were made to check their every activity. Vice-President Curtis and Speaker Garner ordered a rejection of an application by the Workers' Ex-Service Men's league, a communist organization, to parade in front of the capitol tomorrow to present demands for full payment of the bonus.

The league has a permit to parade, but the action of the two hill leaders leaves them without a destination for their parade. Veterans poured into the city to swell the ranks of those now here. 7000 in City.

The number under police care and feeding today was 5711 but police estimated veterans in the city totaled "near 7000." Many of those who arrived yesterday had funds to care temporarily for themselves. Preparations for the veterans' parade up

(Continued on Page Five)

Retain Veterans Allowance in Bill

WASHINGTON, June 7.—(AP)—The Senate today struck from the economy bill the provisions intended to save \$48,000,000 by curtailing allowances to war veterans.

ELEVEN PERISH IN APARTMENT FIRE FOLLOWING BLAST

CLEVELAND, O., June 7.—(AP)—Eleven persons were known to be dead and twelve others were missing in an explosion and fire which swept a downtown apartment early today. Four bodies had been brought out of the ruins and firemen had sighted four others. First Assistant Chief James Nimmo said he was positive two more bodies still were in the ruins.

Nimmo's estimate was based on a check of the number of residents with those accounted for. It would take hours, firemen said, to make a complete search of the debris.

About 30 more were burned or injured, while the rest of the nearly 200 residents were saved in dramatic escapes.

Search began five hours after an

ROCKEFELLER JUNIOR FOR LEGALIZING LIQUOR TO CURB DRINKING AND CRIME

NEW YORK, June 7.—(AP)—Jubilant rejoicing reigned in the wet-camp today, for John D. Rockefeller, Jr., a life-long dry, has decided that the 18th amendment ought to be repealed.

The oil magnate's change of opinion, disclosed in a letter to Dr. Nicholas Murray Butler, brought expressions of amazement and sharp disagreement from supporters of the prohibition amendment.

In expressing hope that both major parties would adopt repeal planks and remove the question from partisan strife, Rockefeller made it plain he had not altered his views on temperance.

He said he had been a teetotaler all his life. "Neither my father nor his father ever tasted a drop of intoxicating liquor, nor have I," he said.

He said he and his father had contributed \$350,000 to the Anti-Saloon league to support prohibition legislation.

"Slowly and reluctantly," he said, he had come to believe that the amendment had not been supported by public opinion sufficiently to hasten the day "when the value of society of men with minds and bodies

Governor Ely To Nominate Smith

NEW YORK, June 7.—(AP)—The name of former Governor Alfred E. Smith will be placed before the Democratic national convention at Chicago as a candidate for the presidential nomination by Governor Joseph B. Ely of Massachusetts.

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HARDER IS NAMED BANKER EXECUTIVE

EUGENE, Ore., June 7.—(AP)—F. E. Callister, vice president of the First National bank of Albany, was elected president of the Oregon State Bankers' association at the 27th annual convention here today.

C. G. Colt, vice president of the First National bank of Portland, was elected vice president, and O. A. Houghum, cashier of the First National bank of Eugene, chairman of the general committee in charge of the convention, was elected treasurer.

The executive committee consists of Eugene Courtney, vice president of the Bank of Woodburn, chairman; John H. Edlestein, vice president of the U. S. National bank, Portland; Charles H. Stewart, vice president of the Portland Trust & Savings bank; B. E. Harder, president of the First National bank, Medford; Edwin Winter, vice president of the First National bank, Pendleton.

The executive committee will meet in January to name a place for the next annual convention. Invitations were received from Salem, Tillamook and Gearhart.

WILL ROGERS SAYS

SANTA MONICA, Cal., June 6.—The senate voted a 10 per cent. cut in government civilians' wages. Surprised they didn't vote themselves a raise.

Chile is the first country to return to normalcy. Last Saturday they had two dictators and one president, and returned the country to the Democrats.

The crown prince is trying to get back in power in Germany. A man has either got to be conceited or "looney" to purposely want to be the head of any country nowadays.

Congress is working fast now so they can attend the convention, and the payers of the tax can attend the poorhouse.

Will Rogers says: (Continued on Page Three)