

The Weather  
Forecast: Occasional rain tonight and Saturday; moderate temperature.  
Temperature  
Highest yesterday 61  
Lowest this morning 55

# MEDFORD MAL TRIBUNE

A growing circulation  
The circulation of the Mal Tribune is growing rapidly. Hundreds of new readers have been added in the past few months. Paid-up circulation is the kind that pays Advertisers.

Twenty-eighth Year

MEDFORD, OREGON, FRIDAY, JUNE 9, 1933.

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# STATE DISCLOSES STRONG CASE

## Comment on the Day's News

By FRANK JENKINS

**CHEERFUL** note in the news: Bank deposits on the Pacific Coast gain sharply in May over April and come within 3.5 per cent of reaching the level of last May.

**BANK** debits are charges against checking accounts in the banks. Practically speaking, they represent checks drawn against accounts in the banks. An increase in the total of bank debits indicates a rise in the volume of business being transacted. That is why news of such an increase is cheerful news.

**BANK** debits, incidentally, are a somewhat more accurate measure of the amount of money changing hands than bank clearings, which is the more commonly accepted index.

Bank clearings represent checks drawn on one bank and paid at another. The checks that are paid at the same bank on which they are drawn do not get into the clearing figures.

Bank debits include all withdrawals from accounts. **RISING** volume of business indicates both returning confidence and more money in circulation. People are less afraid of spending than they were before. As they spend more, more money gets into circulation to be spent by everybody.

**WHERE** does this increased volume of money changing hands come from? Well, in part, of course, it comes from the accumulations of people who HAVE it, and have had it in the past and who now, because of increasing confidence, are spending it more freely than before.

In other part, it comes from those who have been without employment before, or whose employment has been scanty, but who are now securing increased employment and more wages.

**HERE** is the way that works out, as illustrated by a story told to this writer yesterday:

A young fellow who has been on short time got in a full shift at the mill during the past two weeks, and last Saturday night got a good pay check. He paid up his rent, which was in arrears, and paid a month in advance. Then he paid a jewelry store bill of three or four dollars, bought \$2.50 in merchandise at a drug store and spent \$12.50 for clothes.

**HE** still had money enough left to last him to his next payday, and when he gets his next check he is planning to open up a savings account. Mark that plan for a savings account. That young fellow is sensible. He proposes in the future to save some of it as he gets it. He'll never regret that decision.

**FROM** this little tale you see what happens when employment begins to open up even a little. People who are without money get some money, and as they begin to get money they spend it. Everybody, you see, gets a share of it.

The way to build up prosperity in this country ISN'T to concentrate a lot of money in a FEW hands. The way to create prosperity is to put a lot of money into a LOT of pockets. When that is done, the money gets scattered around, and everybody gets a chance at it.

## ROOSEVELT HAILS SIGNING OF PACT

WASHINGTON, June 9.—(AP)—Signing of the four power pact in Europe was hailed today by President Roosevelt in a formal statement as a good omen for the Geneva and London conferences.

The brief statement by the president follows: "The initialing at Rome of the four power pact between France, Germany, Great Britain and Italy is a good omen. The United States welcomes every effort toward replacing conflicting national aims by international cooperation for the greater advantage of all."

**MURRAY**, Idaho, June 9.—(AP)—Murray, publisher of the first issue of the Cour D'Alene register, died at his home here today at the age of 95.

## Brazen Plot Told Jury in Ballot Trial

Opening statements of both state and defense, in the trial of J. Arthur LaDieu, former newspaper business manager for L. A. Banks, convicted slayer, were completed this morning in circuit court before Judge George F. Skipworth of Lane county. The opening statement of the prosecution, given by Assistant Attorney General Ralph E. Moody, required an hour to deliver and portrayed the hectic events in and near the courthouse on the afternoon and evening of February 20 last—the date of the ballot theft and destruction—involving the state's attorney declared, County Judge Earl H. Fehl, suspended-Sheriff Gordon L. Schermerhorn, John Jones, mayor of Rogue River, John Glenn, former county jailer, and Tom L. Brecheen, in leading parts and all indicted for the same crime with the defendant at the bar.

Defense Brief. Attorney Tom J. Enright, in his opening statement to the jury, took less than ten minutes. Attorney Enright briefly told the jury that it "would be shown LaDieu took no part" that the state would not be able to prove its claims beyond a reasonable doubt, and asked the jury to "pay particular attention to the demeanor of the state's witnesses upon the stand."

"The state of Oregon will unfold to you, members of the jury, a concerted scheme on the part of County Judge Fehl, Gordon L. Schermerhorn, suspended Sheriff, Walter Jones of Rogue River, John Glenn, former county jailer, and Thomas L. Brecheen of Ashland to destroy the ballots cast in the last election," declared LaDieu, now on trial, was an accessory before and after the crime, and a big principal in it. I have not told you half of the evidence that will be told from the witness stand, from the lips of participants in the crime—who were mere satellites—and the observations of people outside the courthouse that night during a meeting of the Good Government Congress.

**Will Prove Participation.** "The state will prove to you conclusively and completely the role LaDieu played in this crime," the state attorney closed. "And will demand of this jury, as citizens and taxpayers, and fair and impartial men and women, a verdict of guilty, as charged in the indictment."

Discussing the motive for the ballot theft, Assistant Attorney General Moody said: "For some reason—political or otherwise—Fehl and Schermerhorn, particularly, did not want the ballots counted. They were not alone afraid of a recount in the sheriff's race, they were suspicious about something in the county judge race that they did not want the people to know. So when the circuit court order was issued calling for a recount, Fehl and Schermerhorn were in consultation with LaDieu, with other persons interested, then decided upon drastic action. They made up their minds that the ballots must not be counted."

**Fehl Present.** Assistant Attorney Moody declared that Fehl was present at conferences on the afternoon before the ballot theft, with LaDieu, and conferred with Walter Jones of Rogue River, Charles W. (Chuck) Davis, John Glenn, former county jailer, and the Sexton brothers twice on plans for breaking into the courthouse vault. "Fehl asked one of the Sextons: 'Do you know the combination to the vault?' Sexton replied 'I am not sure. I think it starts at thirty.' They were discussing how to get in and steal the ballots."

"To determine if there were bars on the inside of the window," the state attorney declared, "Fehl sent Chuck Davis and Brecheen outside, and Sexton was to turn on the vault light. It was agreed that the light was to be flickered three or four times and Joe Daniels, a janitor, saw the flickering while outside the courthouse and came in and asked the Sextons 'what was going on.' They made some joking reply and Daniels moved on."

**Couldn't Stand Recount.** "And when the plans were all completed," Attorney Moody declared, the evidence will show "that Fehl said to the Sextons: 'We can't have this recount, or we will all be out, and that would be too bad.' Fehl then went to the Good Government Congress meeting in the courthouse, and made one of his speeches for the dear people."

**Role is Outlined.** Outlining the role he held the evidence would show that LaDieu played, the assistant attorney general declared: "That LaDieu conferred with Fehl (in the afternoon) while the circuit court was in session, and after the ruling ordering the recount had been filed. That the defendant had arranged an alibi with Mr. and Mrs. L. A. Banks to be at their home between 11 o'clock and 3 o'clock in the morning."

## BASEBALL

National  
Cincinnati 0 6 0  
Pittsburgh 2 7 0  
Derringer and Manion; Swetonic and Crace.

American  
New York 7 10 1  
Philadelphia 6 11 1  
Brown, MacPadden, Penneck and Dickey; Peterson, Walberg, Coombs and Cochrane.

Washington 7 10 3  
Boston 2 7 3  
Whitehill and Sewell; Pipras, Wiland and Ferrell.

## MATTERN HALTS AT BELOYE FOR NIGHT OF REST

MOSCOW, June 9.—(AP)—Jimmie Mattern, round the world flier, landed at Beloye, Siberia, about fifty miles from Irkutsk at 3:45 p. m., today, Moscow time, (7:45 a. m. E. S. T.). He intends to remain there until tomorrow. No details were available here but the aviator presumably was in good health and his plane was functioning well.

**NEW YORK, June 9.—(AP)—**When Jimmie Mattern landed at Beloye, Siberia, this morning, he was 147 hours and 24 minutes out of New York. At the time-point in their record flight around the world Wiley Post and Harold Gatty had left Khabarovsk, their last stopping place in Siberia, and were a couple of hours on their way toward Alaska. Khabarovsk is about 1400 miles farther east than Beloye.

## WAN SUN PIERCES ROSE SHOW MIST

PORTLAND, Ore., June 9.—(AP)—While a wan sun made futile efforts to pierce banks of rain clouds, thousands of merry-makers celebrated the 1933 annual rose festival here today. Large crowds came from surrounding cities to attend the silver jubilee of Portland's flower show and to attend the court functions of the mythical kingdom of Rosaria over which Queen Jean reigns.

## VETS' COMPROMISE ACTION TOMORROW

WASHINGTON, June 9.—(AP)—The house democratic steering committee today unanimously accepted a modification of President Roosevelt's compromise proposal on veterans cuts and made plans to bring it up for house action tomorrow.

## FOREST SERVICE MEN ARE INJURED

B. C. Vimmer and H. R. Boussum were injured last night when an axle broke on their auto on the Nell Creek road, the machine plunging several feet off an embankment. Both are employed by the United States forest service.

## HAWKINS WILL BE LOAN BANK AIDE

WASHINGTON, June 9.—(AP)—President Roosevelt today withdrew the name of Russell Hawkins of Oregon, submitted yesterday to be a member of the reconstruction finance corporation. He today designated Hawkins a member of the home loan bank board.

**HOME OWNER RELIEF BILL PASSES HOUSE**  
WASHINGTON, June 9.—(AP)—The administration's rephrased bill intended to put \$2,000,000,000 at the call of debt pressed home owners was accepted today by the house and sent to the senate, where approval will make the measure ready for the signature of the president.

## MANY DIE UNDER SIZZLING SUN OF EASTERN SECTOR

Toll Near 100 As Great Cities Baked by Record-Breaking Heat—Dozens Are Overcome in Chicago

PORTLAND, Ore., June 9.—(AP)—Exceptionally heavy rains—Portland got 2.09 inches yesterday and last night—started a sharp rise in the Willamette river here during the night and brought a new threat of serious flooding.

The rainfall recorded here was heaviest 24-hour precipitation in any June in the weather bureau's history. The weatherman remarked today that "another storm area lies over the Pacific and is moving in, giving no promise of settled weather here."

**(By The Associated Press)**  
Sizzling hot weather breaking temperatures baked vast stretches of the eastern half of the nation, bringing reports of deaths that approached the century mark.

And while some portions of the affected areas, notably the extreme southern and eastern parts of the Great Lakes region were enjoying moderate relief from the devastating effects of the week's intensely high temperature readings, the east saw no prospect for lower figures until tonight when local thunder showers may ease the situation.

The nation's metropolis—New York—suffered yesterday with a record-breaking June 8 temperature of 92, with one heat death and two drownings, but it was in the middle-west where the death figures mounted.

Illinois alone counted 22 dead in three days of the heat wave. Eighteen of the fatalities were in Chicago, where the thermometer shot up to 97—a new all time record for a June 8—and then began to recede, with a

**(Continued on Page Nine)**  
**LAMONT REVEALS TAX SAVING DEAL**  
WASHINGTON, June 9.—(AP)—Two more lists of those selected by J. P. Morgan and Co., for bargain purchases of stock were recorded today in the senate investigation of the bank, which meanwhile centered on how partners of the firm cut their income taxes by stock transactions within the family.

Thomas S. Lamont, youngest of the twenty partners, recounted how through stock deals directly and indirectly with his wife his 1932 taxable income had been reduced by \$114,000. Ferdinand Pecora, committee counsel, estimated this saved \$20,000 taxes.

**CONNER, HARRELL CADET GRADUATES**  
WEST POINT, N. Y., June 9.—(AP)—Following are members of the graduating class of the United States military academy from western states: Delph, Cyrus A., II, Portland, Ore.; Thobin, Frederick, Portland, Ore.; Conner, John S., Medford, Ore.; Harrell, Ben, Medford, Ore.; Gowen, Paul R., Caldwell, Idaho; Thompson, H. Benjamin, Pocatello, Idaho.

**SOCIETY LEADER IN RENO DIVORCE QUEST**  
RENO, Nev., June 9.—(AP)—Mrs. Madeline Force Astor Dick, New York society leader, arrived here last night and it was learned today she expects to file suit at the end of six weeks residence for a divorce from William K. Dick.

**Midnight Rainbow**  
BEND, Ore., June 9.—(AP)—A midnight rainbow, created by the light of the moon just past its full phase, arched the northwestern heavens last night and was viewed by scores of Bend residents. The spectacle lasted for nearly half an hour. A light rain was falling at the time.

**Boose Cobblers Pay**  
RINGHAMPTON, N. Y., June 9.—(AP)—A wage increase of five per cent for the 17,000 employees of the Rindt-Johnson corporation shoe manufacturers, was announced today. The increase is effective next Monday.

## President's Son, Wife Part



Elliott Roosevelt, second of the President, and Elizabeth Donner Roosevelt, Philadelphia heiress whom he married Jan. 16, 1932, have separated and contemplate divorce. At Los Angeles he announced plans to establish a Nevada residence and said it was possible she will institute divorce proceedings after he becomes a legal resident of the state.—(As associated Press Photo).

## Mrs. Roosevelt Denies Role of Peacemaker

PITTSBURGH, June 9.—(AP)—Commenting on the prospective divorce of her son, Elliott, and his wife, Mrs. Franklin D. Roosevelt said today that "each generation has its own attitude—standards change."

The president's wife was en route to Washington after visiting her son on the west coast. Mrs. Roosevelt appeared refreshed and rested. She said she had slept in a chair in the plane most of the time required for the flight here.

**HULL HITS PLAN TO EVADE ISSUE**  
LONDON, June 9.—(AP)—Secretary of State Cordell Hull, chairman of the American delegation to the world economic conference, struck out vigorously today at what he described as attempts by "minority groups" in various countries to divert attention from the real purpose of the conference to relatively minor issues.

**MEDFORD ENTRANT PLAYS GOOD GOLF**  
FIRECREST GOLF CLUB, Tacoma, Wash., June 9.—(AP)—The final 96 holes of the 72 hole Pacific north-west open golf tournament today developed into a hot battle between Walter Pursey, Seattle, and Jimmy Johnson, Tacoma, when they were tied at the start, two strokes ahead of Al Zimmerman of Portland.

**TWO KILLED WHEN MOTORBIKE SKIDS**  
KLAMATH FALLS, Ore., June 9.—(AP)—Bert Bagley, 18, and J. M. Haines were killed in a collision at Lakeview late Thursday afternoon. The men were crushed when their motorcycle skidded on a gravel highway and struck a moving logging truck.

**FALSE PAY FOR MAIL ORDER TIES**  
ASTORIA, Ore., June 9.—(AP)—When A. N. Silvo of Clatskanie received a package of neckties from a middle-western firm with instructions to remit \$5, he had an idea. Silvo wrapped two old sets of false teeth and mailed them to the necktie company with a note which explained that the teeth were valued at \$50, that he was crediting the company with \$5 for the neckties, which he would remit, and that "you can remit the \$45."

## MORGAN'S POWER DICTATED POLICY OF MANY FIRMS

Suggestion or Veto Whipped by One of Partners Sufficient to Sway Dozens of Larger Corporations

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By JAMES McMULLIN

NEW YORK, June 9.—The Morgan control of American finance and industry has not been a mere matter of owning stock and holding directorships.

Their influence through those factors, as developed by Pecora, has been enormous. But this official interest was hardly more than a single pawn in their gigantic chess game. The real punch lay in their entirely unofficial power of suggestion or veto in the policies of dozens of corporations with which they had little or no direct connection.

Literally hundreds of bank and business executives hardly dared to breathe without consulting the Morgans. They were the supreme oracles. If a Morgan partner whispered "I wouldn't do that" in the most casual of conversations, it wasn't done. Or if a partner intimated that wage economy was a good idea, wage economy became the order of the day. The laws of the Medes and Persians were no more binding than the offhand opinions of the House of Morgan.

It was a beautiful combination of the power of prestige with the power of dollars and it worked to perfection. But the prestige now sports a neat pair of black eyes and the dollars will be shaved to dimes when projected legislation is adopted.

The Morgan Intelligence service was developed to a high point of efficiency also. That is why many of those names appeared on the "preferred list." Judicious but informal questioning of beneficiaries often yielded vital advance information on business and politics.

The finest-tooth comb Pecora can devise won't rake out any violations of the law. The many law firms who had the house for a client took no chances whatever on that. The answer was "No" on any action where

## THREE GET LICENSE BEFORE NEW RULING

Three marriage licenses were issued at the Jackson county courthouse Thursday, the last day before the "gin marriage law" went into effect. Under the law effective today, requiring a three day notice before a license is issued, no applications had been filed, the clerk's office reported.

Licenses were issued yesterday to Lawrence Nelson and Constance Lucille Snelson of Portland, John Henry Sylvia and Agnes Lillian Moore of Hornbrook, and an Ashland couple.

## WILL ROGERS SAYS: BEVERLY HILLS, Cal., June 8.—Aviation developed another Lindbergh, Jimmie Mattern and Amelia Earhart, when Mrs. Franklin D. Roosevelt finished a transcontinental flight. There is a real boost for aviation, but here is what she really takes the medal for. Out at every stop, day or night, standing for photographers by the hour, being interviewed, talking over the radio, no sleep and yet they say she never showed one sign of weariness or annoyance of any kind. No maid, no secretary, just the first lady of the land on a paid ticket on a regular passenger plane.

If some of our female screen stars had made that trip they would have had one plane for secretaries, one for maids, one for chefs and chauffeurs and a trailer for "business representatives" and "press agents." Yours, *Will Rogers*