

New Home Loan Bill As Passed by Congress Is Explained in Full Detail

In previous discussion of the home owners loan act, of 1932 attention has been given only to temporary emergency measures to stop foreclosures. It is not contemplated that the federal government shall permanently engage in the field of home mortgage loans which heretofore have been successfully handled by private institutions.

The bill sets up agencies in which the investing public may again have full confidence subject to government supervision. This is in line with the entire legislative program of the president, who is attempting to reorganize business so that the people of this country will once more have confidence.

In the last few years the corporation commissioner of this state has pointed out that there have been certain building and loan associations that have been run as rackets. Nearly all of these have been eliminated and there are only a few cases left in this state where building and loan associations have not revised their policy to conform to the desire of the department. This will no doubt be done. If not, competition will inevitably bring about benefits which cannot always be obtained by law. The first step in restoring confidence in this business is being taken by the government in the establishment of federal savings and loan associations.

Protecting Loan Companies
Building and loan associations will, in a very short time, command the same prestige in the long time credit field that national banks command in the short time credit field. In 1931, building and loan losses for the country amounted to only twenty-six hundredths of 1 per cent of assets. The enviable record enjoyed by these institutions for over a hundred years will once more be re-established.

Section V of the bill says:
"A. In order to provide local mutual thrift institutions in which people may invest their funds and in order to provide for the financing of homes, the board is authorized to provide for the organization, examination, operation and regulation of Federal Savings and Loan Association, and to issue charters therefor, giving primary consideration to the best factors of local mutual thrift and home financing institutions in the United States."

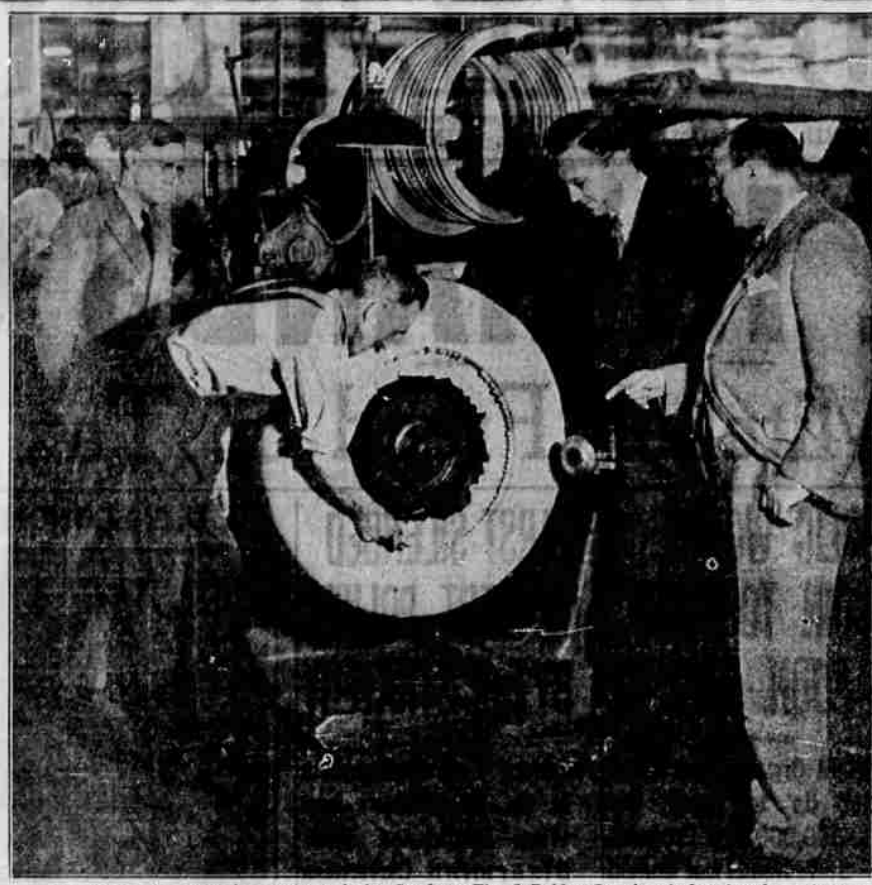
Such associations shall raise their capital only in the form of payment on such shares as are authorized in their charters, which shares may be retired as therein provided. No deposits shall be accepted and no certificates of indebtedness shall be issued except for such borrowed monies as may be authorized by regulation of the board.

I wish here to call attention to the fact that shares in a building and loan association are not, and never have been, bank deposits, and that this law specifically states that shares may be retired as provided in the charter. Quoting from our state code, section 45, a shareholder other than reserve fund stockholder, desiring to withdraw his invested funds shall give 60 days' notice in writing of his intention to do so. On the expiration of such notice, upon presentation of his passbook, he shall be entitled to receive the amount specified in the withdrawal schedule; provided, however, that not more than one-half of the receipts from the principal of loans repaid and the principal received from the sale of other association, less any sums disbursed by the association in payment of its indebtedness and in protecting its investments, need be applied to its withdrawal in any month. This section goes on to say that in case above receipts are not enough to pay withdrawals that the board of directors may authorize payment from said applicable sums the full or proportionate amount of notices up to a limit per individual, to be fixed by them.

Not Bank Deposits.
This means just what it says. Money is put into an association as an investment and not for the purposes of a bank account. The money is made absolutely safe and returns a higher rate of yield than deposits in a savings bank. It is subject to withdrawal that does not interfere with the conduct of the business, but is less available than in a bank, and in times of depression practically frozen.

Other features of the federal savings and loan bill will be taken up tomorrow.

SOUTHERN BLDG. & LOAN ASS'N.
By Hamilton Patton, Secretary.



A new air of activity has permeated the Goodyear Tire & Rubber Co. plant in Los Angeles as it enters its 14th year of production. Machines that were temporarily idle, now hum again as they perform their manufacturing functions. 500 new employees have been added to the payroll during the past month. In the above picture, Roy Farrell, who has been a tire builder for 20 years, is shown building a truck tire as executives of the Los Angeles factory look on. From left to right are shown J. C. McIntire, Division Superintendent, Farrell, General Superintendent W. H. Fleming, and Sales Manager John K. Hough.

ROSEBURG PLANS SEWAGE SYSTEM

ROSEBURG, Ore., June 22.—(Sp.)—With the assurance of available Reconstruction Finance corporation funds for the project, Roseburg city council today set a special election to pass upon the proposed trunk line sewer system and disposal plant for this city. The election has been set for July 28.

Low rate of interest on the borrowed federal money, lack of taxes on the sewage system, and assistance from the United States veterans' bureau will make the city's share of the expense about \$50,000, which will be amortized by funds from service charges.

The veterans' administration has promised to share in the expense because the system will care for the sewage from the new north-west national soldiers' home.

KING VICTOR EMANUEL PLANS AMERICA VISIT

ROME, June 22.—(UP)—King Victor Emanuel plans to pay an official visit to the United States next spring, it was reported here last night.

The visit would be to pay the visit of the late President Woodrow Wilson to Italy when president, at the end of the World war, it was said.

GIRL IN KIDNAP PLOT DERANGED

ROSEBURG, Ore., June 22.—(UP)—Adjudged mentally deranged, Rita Winningham, 18, charged with kidnaping, was taken to the state hospital last night.

Miss Winningham was implicated in the kidnaping of Ray B. Compton which resulted in the death of Jack Haley, with whom she had been keeping company.

Since her arrest she has been highly nervous and hysterical. Physicians pronounced her deranged.

HEARST SILENCED ON DEBT POLICY BY F. R. STRATEGY

(Continued from Page One.)

MacDonald started talking about debt at the London conference. Our officials had no idea he would do such a thing. They had MacDonald's private word to keep debts out of this conference. It did not matter greatly. We have his confidential assurances now that there will be no more of that sort of business.

The second surprise to our officials was when they paid in silver. They chided us out of about two million dollars that way. We thought they would pay in dollars or securities.

They got caught in their own trap there. Their failure to buy dollars helped the little game our boys were playing with the British pound.

All in all we broke fairly well.

The strategy behind this administration maneuvering is clear. We are lining up Great Britain and incidentally Italy as our friends in Europe. They deserve it. Britain has paid eight times as much as France. Italy inside and out.

With those two on our side you can see how it is going to be for the defaulters—France and her allies. The united front they had in Europe after the Lausanne conference is completely broken up.

We will deal with each, separately—and harshly.

The boys near the top believe their debt troubles are over for the duration of the London conference. They think the temporary arrangement saved the conference. It did. They also believe MacDonald will keep his word to avoid future references to that subject in London. He probably will. Their secret hope is that the London meeting will conclude before the final debt agreement is made.

In that they are too optimistic. If European diplomacy is handled as it usually is, you will see the London delegates turn around and ask about debts just when the time comes to sign some tariff and silver agreement.

It is a two-to-one bet they will never sign until they get a final debt understanding.

The Democrats made a deal with Republican Leader McNary on government reorganization. They agreed to let the Republicans get in one kick at the presidential program if

the Republicans would be satisfied with one. They were.

That is why you saw the senate unanimously adopt the McNary resolution deferring cuts in agricultural education work. Also why Republicans like Senator Reed suddenly dropped resolutions kicking at other points in the program.

The White House agreed to take the rap. Those agricultural cuts probably will never go into effect. Protests from the west were too loud and strong.

Less drinking and drunkenness were noticeable at the closing session of congress this year. Usually the boys blow off steam that final night and use bottles for the purpose. This year fewer were drinking and they drank less.

The idea has been offered that the advent of beer promoted temperance. A more logical reason is that they were not sure up to the final moment whether it would be their last night.

A synthetically happy congressman who threw away money on the closing night of the last congress found a less expensive way to amuse himself this time. He made a speech. That is, he tried to make a speech. The house applauded so he could not be

KIND HEARTED P. M. GETS NEW CHANCE

PORTLAND, June 22.—(AP)—A sentence of two years in federal prison and immediate probation for the same period was given Bert Jeffrey, postmaster at Gates, in Marion county, when he pleaded guilty here Wednesday to a charge of misuse of postal funds. His postmastership was exercised in connection with a retail store. The store extended credit to unemployed men, soon became involved and \$913 of postoffice money was used to maintain the store. Residents of the town pleaded for clemency on the grounds Jeffrey had violated regulations so that jobless families might eat.

Copper

COPPER, June 22.—(Sp.)—Mr. and Mrs. Colwell and son, and Billy Hagerman arrived at Orvie Phillips' Squaw lake to spend a few days. They are from Alturas, Calif.

At the Beaver creek school election Mrs. Eva McKee was re-elected director and Mrs. Lee Port clerk. At Watkins district, Mrs. Bert Harr was elected clerk and Mrs. Irvin Lewis director.

Mr. and Mrs. Watson and son and Miss Florence McKee arrived Monday to spend a few weeks at John Byrne's. They plan to return home to San Jose after July 4.

Gordon Phelps, who is working in the C. C. C. at Medford, spent the week-end at Floyd Rippey's.

Mr. and Mrs. Fred Copple visited at the D. T. Jones mine on Little Applepie Sunday.

Mr. and Mrs. C. W. Culy and Mr. and Mrs. Floyd Rippey were in town Tuesday.

Local folks shopping in Medford Saturday were Mr. and Mrs. Fred Copple, Mr. and Mrs. Floyd I. Rippey, Frank Ortman, Mr. and Mrs. Irvin Lewis, Mr. and Mrs. Benton Poole and Miss Maude Poole.

Many of the farmers started haying this week.

A group of boys from the C. C. C. camp hiked to Squaw lake Saturday. Brush Marines defeated the Gold Diggers again Sunday.

Plans are being made for a big Fourth of July celebration with the neighborhood and the C. C. C. camp combining.

McLeod

McLEOD, June 22.—(Sp.)—Berry harvesting is in full swing in this district with a good demand for well-handled fruit. The heavy freeze of last winter cut down the quantity, but the size and flavor still command a premium in southern Oregon markets. Thirty-two regular pickers are being employed by F. Ditworth, who has 8 acres of bearing plants.

School patrons attending annual school meetings on the 19th at Laurelhurst were surprised at the large attendance. Roy Vaughn was elected director and Mrs. J. E. Peyton clerk. It was decided that the old Brophy school be disposed of.

Miss Emogene Edmondson was stricken with the flu and had to be taken to a hospital last week. She is somewhat improved and is recuperating at the home of relatives in Butte Falls.

Mrs. Chester Davis and baby daughter are visiting her parents. Mr. and Mrs. Jim Casey, Salmon are being caught in the Rogue in spite of high and swift water. Many Sunday visitors are seen on McLeod bridge and along the banks of the Rogue and Butte creek.

I. W. Richardson and son, Edmund, spent Monday in Medford on business.

Laurelhurst road is being resurfaced with shale from the pit near McLeod sub-station. The county gas shovel and five trucks are being used besides local labor.

Society Leader Seeking Divorce

RENO, Nev., June 22.—(UP)—Frances Mella Ingersoll, Philadelphia society leader, filed suit for divorce from John N. W. Ingersoll here today. They were married at Wayne, Pa., April 16, 1923, and have two children. Mrs. Ingersoll charged cruelty and said an agreement had been reached regarding custody of the children.

Two Drown.
ANTIOCH, Calif., June 22.—(UP)—Stepping into a deep hole, Fred Lazzaroni, 23, and Grace Kulas, 18, both of Brentwood, drowned in the San Joaquin river near here late today while enjoying a picnic excursion with a party of friends.

Pierce's Hot H-use tomatoes at your grocer's. The quality is fine and the price is right.



Why shouldn't I say nice things about Luckies?

I must confess that I enjoy smoking more and more. Maybe it's because I started with a cigarette that suits me right. Luckies are so very mild. I like the fine taste of their tobaccos—and because I'm so sensitive to personal daintiness—for, after all, my cigarette touches my lips—I particularly welcome the added assurance of purity which "Toasting" affords. Whenever I hear comments about cigarettes—I always say, "But Luckies are different." And then I would say some nice things about "Toasting". To hear me you'd think that I discovered "Toasting"—but that's just my way. I like to root for things that please me. And certainly,—"Luckies Please!"

LUCKY STRIKE CIGARETTES
"IT'S TOASTED"

because "It's toasted"

FREE Tube

at Western Auto Stores

Regardless of what you have heard or read... Here Are the True Facts About Tires...

There Are No Better Tires Than WESTERN GIANTS

We positively guarantee Western Giants to give you service AT LEAST equal to any other Standard Quality, first line tire, such as those used for equipment on new cars.

Do not compare our Western Giants with the 2nd, 3rd or 4th line tires others may advertise, and may claim to be as good as compared with those tires.)

Western Giants. (Our Wear-well should be compared with those tires.)

With Our Low Price and FREE TUBE Offer

YOU SAVE 1/3

29x4.40-21 \$449 EACH Tube FREE!	30x4.50-21 \$498 EACH Tube FREE!	28x4.75-19 \$560 EACH Tube FREE!
--	--	--

West'n Giants Standard Quality	Standard 4 FULL PLY 6 Ply Under Tread	Hvy. Duty 6 FULL PLY 8 Ply Under Tread	West'n Giants New Stock Fully Guaranteed	Hvy. Duty 6 FULL PLY 8 Ply Under Tread
29x4.40-21.....	\$4.49	\$5.60	30x6.00-18.....	9.65
29x4.50-20.....	4.77	6.25	31x6.00-19.....	9.75
30x4.50-21.....	4.98	6.45	32x6.00-20.....	9.85
28x4.75-19.....	5.60	6.95	33x6.00-21.....	9.95
29x4.75-20.....	5.85	7.20	34x6.00-22.....	10.85
30x4.75-21.....	6.10	7.50	32x6.50-20.....	10.75
29x5.00-19.....	5.95	7.45	34x7.00-20.....	12.65
30x5.00-20.....	6.15	7.75	35x7.00-21.....	12.95
31x5.00-21.....	6.45	7.95	Blue Ribbon Gray Tube FREE with Wear-well Tires	
32x5.00-22.....	6.65	8.15	Blue Ribbon Red Tube FREE with Western Giant	
27x5.25-17.....	6.60	8.15	Center-traction 4 and 6-Ply Tires... Jumbo Red Tube FREE with Super Whipcord and Deluxe Double-duty Tires	
28x5.25-18.....	6.80	8.35		
29x5.25-19.....	6.85	8.65		
30x5.25-20.....	7.15	8.65		
31x5.25-21.....	7.35	8.95		
27x5.50-17.....	7.45	9.15		
28x5.50-18.....	7.65	9.25		
29x5.50-19.....	7.75	9.45		
30x5.50-20.....	7.95	9.65		

More Than 50 Stores in the West

Western Auto Supply Co. Open Saturdays to 9 P.M.

101 So. Riverside, Medford

DOLLAR DAY TRIPS OVER THE 4TH!

Tickets good on all trains leaving

JUNE 30, JULY 1, 2, 3, 4

Be back by midnight, July 11

For the first time we offer our famous "Cent-a-mile" fares over the 4th of July holidays. Pick the place you want to go, then see your S. P. agent before you choose a way to get there. Ten to one, the train will save you time and money.

ROUNDTrip EXAMPLES

Portland	\$7.15	Redding	4.00
Salem	6.00	Sacramento	7.70
Eugene	4.45	San Francisco	9.10
Roseburg	2.85	Los Angeles	18.25

Southern Pacific
J. C. CALLA, Agent, Phone 34.