The Weather
Forecast: Fair tonight and Thursday; temperature somewhat above normal.
Temperature:
Highest yesterday 85
Lowest this morning 55

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KELLAHER POSTS $3,000 AS BAIL

News Behind The News

By PAUL MALLON
(Copyright, 1935, by Paul Mallon)

WASHINGTON, Aug. 7.—Secretary Roper's business advisory council has been confidentially preparing another nice cinder for President Roosevelt's eye. It is a report on the Guffey coal bill, which, the insiders relate, attempts to burn that measure to a small clinker. The report predicts that the bill would boost coal prices even more than coal operator opponents contend.

PAUL MALLON

Readers with long memories will recall that this is the council of business men, designated with a fanfare last year to keep Mr. Roosevelt advised about the business viewpoint. So far it has been advising him mostly not to do what he is doing. Exceptions were its favorable report on the social security legislation and a memo suggesting continuance of the NRA for two years.

President Roosevelt has solved this cinder situation so far by donning blinkers. He lets all the council's unfavorable reports (utility bill, etc.) fly past into a receptable he calls a departmental filing place, but which might also be called a waste basket. Only the favorable reports are made public.

Thus, it is hardly probable that the council's views on the coal proposal will get into print. At least not before congress acts.

Ignoring the council may be easier for the president this time than before. It has suffered about seven resignations since its utility bill report was referred to some departmental grave digger.

However, a few of the remaining members have formulated some new ideas about publicity which may upset the usual burial procedure this time. They have decided that they can make public their reports if they want to. Also, they are threatening to want to.

The president has been mulling over an idea of calling industrialists and labor leaders together here this fall. He has in mind possibilities of an unofficial agreement to continue the major features of the NRA on a permanent basis.

The suggestion for such a conference was dropped to two labor leaders who recently called at the White House. They were highly pleased.

The genius behind the Patton cigar box flurry seems to have been Congressman Blanton, who is known among his pals as the greatest detective (amateur) in congress. He stage-managed much of the affair, first by introducing to senate inves-

(Continued on Page Four.)

WOMEN STRIPPED AND SPANKED BY STRIKERS

DALLAS, Aug. 7.—(AP)—Four women were stripped naked and then spanked here today by striking women garment workers in riots in front of two dress manufacturing plants.

Four policemen and two women were injured.

Forty policemen, called to the plants, two blocks apart, arrested 27 women and three men.

SIDE GLANCES
by
TRIBUNE REPORTERS

Rex Gilinsky putting a gleam on the shoes of one of the touring Nipponese, and talking away to the Oriental as though that young man could understand him.

An out-of-town cop peeking with suspicious eye into the Medford Nat'l Bank, as workmen were busy with an air-hammer on the floor. He said he thought someone was robbing the place.

Bill Carle of Lake Creek finding to his surprise that to multiply by five the number 10,204,081,632,653,061,244,897,959,183,673,469,387,755 all you have to do is to move the last five in front of the first 1, and there you are.

Gus Arnie figuratively paving the ground, along with Virg Swanson for another crank at Coquille, which they will get Sunday. It was on Arnie's hit that Virg scored, but the umpire didn't allow it, last week.

Fred Colvig exhibiting a stomach and chest about the color of a papier mache beef-steak display as a result of a dive into too shallow water.

HEARING DELAYED ON PAROLE PACT UNTIL THURSDAY

Inability of Former Parole Officer's Attorney to Be Present Causes Postponement in Justice Court

SALEM, Ore., Aug. 7.—(AP)—The preliminary hearing on information charging Dan Kellaher with "agreeing to receive a bribe" was continued here today until tomorrow afternoon at 2 o'clock, after bond was filed with Justice of the Peace Miller B. Hayden.

The $3000 bail, set for the appearance of Kellaher, was furnished by Joe Schnitzer and Frank Hochfeldt, bail bond brokers of Portland. They appeared at 2:30 p. m. today to post the cash bond and stated Kellaher had retained J. R. Murphy of Portland as defense counsel.

The case was continued one day to permit Murphy to appear here for Kellaher. He was unable to be here today.

PORTLAND, Aug. 7.—(AP)—Dan Kellahar, former state parole officer, declared he "had nothing to say today" in connection with his arrest on a charge that he agreed to accept a bribe.

"I'll just keep perfectly quiet," he said. "When the time comes to talk I will have plenty to say."

Kellaher has been charged with agreeing, while still parole officer, to take $50,000 from Llewellyn A. Banks, prison inmate, for working for Banks' release.

SALEM, Aug. 7.—(AP)—Dan Kellaher, former chief parole officer at the state penitentiary, was free on his own recognizance until 2 p.m. today following his arrest yesterday on information filed with Justice of the Peace Miller Hayden charging him with "agreeing to receive a bribe."

The information was filed by District Attorney W. H. Trindle shortly after 3 p.m. yesterday. Less than an hour later Kellaher was arrested here by Lieutenant Walter Lansing of the state police and taken to Hayden's office, where he plead innocent to the charge.

Time to Decide.

Hayden set his bail at $3000 and gave the ex-parole officer until 2 p.m. today to decide whether he would ask for a preliminary hearing in justice court or would waive the hearing and be bound over to the grand jury. He was then released.

Appearing before Justice Hayden with Kellaher was M. Clifford Moynihan, Salem attorney, who witnessed the alleged contract between Kellaher and L. A. Banks, life-termer at the penitentiary, wherein the former was to receive $50,000 if successful in freeing the former Medford publisher from prison. A photostatic copy of the agreement was produced by Ralph Moody, deputy attorney general, at a hearing on the Banks case last week.

Carson Refuses Aid.

After his appearance in court Kellaher asked John Carson, former district attorney, to represent him in the case, but Carson said last night he had declined.

The information filed by Trindle read:

"Dan Kellaher, being then and there an executive officer of the state of Oregon, state parole officer, did then and there unlawfully, feloniously and corruptly accept a promise to him in the sum of $50,000, which said promise was then and there made by one Llewellyn A. Banks, with the understanding that he, the said Dan Kellaher, acting in his official capacity, would secure the release of the said Llewellyn A. Banks from the Oregon state penitentiary."

Officials said the information was filed under a section of the Oregon law which provided, on conviction, a sentence of not more than 15 years' imprisonment, nor less than five.

Income Shares

Maryland Funding, bid 16.54; asked 17.89.

Quarterly Income Shares, bid 1.37;

Wife And 2 Dogs Eat Up Relief Is Plaint Of Negro

KANSAS CITY, Kas., Aug. 6.—(AP)—A tall negro, sprawling his lean legs on the Wyandotte county courthouse steps, gave his own version of the "relief situation."

"All Ise got at home is a wife an' two dogs," he drawled while sitting among several hundred "strikers" protesting a work relief cut.

"Dat she feeds herse'f. Then she feeds the dogs. After that there ain't nuthin' left for me."

Walks Out of Jail

Dressed in civilian clothes, Henry "Midget" Fernekes (above), at one time sentenced to hang for murder, calmly walked out of Joliet, Ill., prison where he was serving a sentence for a bank robbery. (Associated Press Photo)

DEBTS OF COUNTY GREATLY REDUCED FIRST HALF YEAR

Out standing warrant indebtedness of Jackson county during the period from January 1 to June 30, is $13,641.41 less than for 1934, according to the semi-annual report of the county clerk's office.

On January 1, the outstanding warrants totalled $219,413.53. On June 30 last, it totalled $206,777.12.

The reduction is attributed to an increase in tax collections and decrease in expenditures, though the decrease came in the face of an increase of approximately $1000 per month in old age pension payments.

A better financial condition for the county is also shown with all the county funds within the budget at the turn of the half-year, with the exception of those concerned with relief.

Relief expenditures in the county for the first six months of 1935, amounted to $40,389.86. Relief expenditures for the next three months, are expected to "ease off" due to seasonal employment and less sickness.

Relief expenditures by funds, for the first six months were.

Hospitalization	$ 8,449.09
Old age pensions	12,454.42
Widows pensions	4,432.53
Miscellaneous relief	5,714.34
Indigent relief	7,603.44
Burials	356.50
Drugs	1,124.35

POST AND ROGERS HOP FOR ALASKA

SEATTLE, Aug. 7.—(AP)—Wiley Post and Will Rogers, airplane cronies, hopped from Renton airport, 12 miles south of here, at 9:15 a. m. today, presumably for Juneau, Alaska.

Mrs. Post made a last-minute decision not to fly with them, as the trip "may be too strenuous."

Ahead of Post and his "hitch-hiking" passenger, along the northern British Columbia coast and over southeastern Alaska, was rainy weather, the observer at Boeing field weather station said.

"The trip may be rather strenuous," Mrs. Post told airport attendants. "I expect to join Wiley, however, within a few days, going by boat."

Two Alaska boats, the Aleutian and the Yukon, sail on Friday for Alaska, with Juneau one of their first Alaska points.

GOLD SUIT BAN DEFENDED, FLAYED

WASHINGTON, Aug. 7.—(AP) Legislation to prevent holders of government gold clause obligations from filing damage suits after six months was defended as "logical and inevitable" in the senate today and denounced as "immoral and unjust."

Chairman Fletcher of the banking committee, which decided to permit suits for six months after the administration had asked a flat ban against them, said the bill was a "logical, natural, inevitable consequence" of the nation's monetary policy.

Senator Adams (D., Colo.) calling the proposal "immoral and unjust," asserted "the government, if it owes an obligation, should perform it."

BUSINESS TRENDS TOLD AUTHORS BY PROF. N. H. COMISH

Noted Economist-Writer Speaks at Morning Session of Convention—Ben Field, Author, Also Heard

Professor N. H. Comish of University of Oregon gave the opening address this morning at the convention of the League of Western Writers in session at the Methodist church here.

Speaking on "Trends in Business," which also is the title of a book on political economy written by Prof. Comish, the author stressed particularly the need of legalized price maintenance, and gave as arguments in favor of such relationship between manufacturer, retailer, and wholesalers its tendency to raise the quality of commodity, to improve dealer cooperation, to destroy unfair discrimination that now exists, and to destroy some unfair business practices. "Competition is the death of trade, contrary to popular opinion," the speaker said, and stated that cooperation is the life of trade.

Ben Field Speaks

Ben Field of Los Angeles, noted author and travel-editor, who just returned from a trip to New York by Panama and Havana, gave an inspiring address on "Viewpoints in Literature," and made a strong appeal to his audience to hold their standard of writing to a higher spir-

(Continued on Page Eight)

HURLEY TESTIFIES TO RICH RECEIPTS FROM POWER FIRM

WASHINGTON, Aug. 7.—(AP)—A turbulent session of the senate lobby committee today produced testimony that the law firm of Patrick J. Hurley, Hoover secretary of war, received $100,000 in the last three years from the Associated Gas and Electric System.

In marked contrast to the violent clashes between the dapper former cabinet officer and committee members, Joseph P. Tumulty, former secretary to President Wilson, then told calmly of fees received the last two years which totalled $109,700.

This included $33,500 from utility companies for assistance in their fight against the Wheeler-Rayburn holding company bill, Tumulay said, adding his work was "not lobbying but advisory."

At the conclusion of the hearing, Chairman Black said the committee had mailed questionnaires to telegraph offices in 50 cities about telegrams sent to congressmen on the Wheeler-Rayburn bill.

Replies from 10 cities he said showed 14,782 telegrams had been sent on the bill and all but three were filed and paid for by representatives of the utility companies.

Explaining he represented Associated shareholders, Hurley asserted:

"I've never taken a case from anyone that was incompatible with the public welfare and these shareholders have a constitutional right to my services."

During one of the frequent altercations with committee members, the outspoken Hurley shouted:

"Oh, yes, you gentlemen are all prosecutors."

Frequently he accused committeemen of "putting words in my mouth" and at one point inquired sarcastically why he was not asked if he had quit beating his wife.

"I am a gold fish in a bowl," he shouted another time. "You can see me from any angle."

RANGERS RESCUE TRAPPED HIKERS

YOSEMITE, Cal., Aug. 7. — (AP) — Two hikers trapped on the precipitous face of Yosemite's famous Half Dome were reached by rangers this morning.

Decision was reached to lower them from the rocky ledge instead of hoisting them. No report on their condition was immediately available.

The hikers, trapped yesterday when they attempted a short cut, are Miss Elizabeth Lorimer, 23, of Chicopee, Mass. and Robert Pate, 35, of Inglewood, Cal.

Rangers said it would take several hours to complete the rescue.

The Ethiopian Situation

(By the Associated Press.)

ADDIS ABABA.—Rumors of Japanese military mission to Ethiopia and rift in emperor's family officially denied as Hubert Julian, "Black Eagle of Harlem," begins drilling troops.

GENEVA.—League of Nations circles believe appointment of Prof. Manley O. Hudson, Harvard, to Italo-Ethiopian conciliation commission possible.

ROME—Populace demonstrates in favor of new mobilization; more potential officers summoned.

ADDIS ABABA.—Emperor gives assurance of foreigners' safety in Ethiopia.

PARIS. — Feud in Haile Selassie's own family reported threatening to split Ethiopia.

LONDON.—Ramsay MacDonald becomes acting prime minister as lead is yielded to France for tri-power talks.

KELLAHAR ARREST RECALLS REMARK BY JUDGE NORTON

The arrest yesterday at Salem of former State Parole Officer Dan Kellaher, on a charge of "attempting to accept a bribe", in the efforts of L. A. Banks, former local agitator to procure a pardon from a life term for murder, recalled the interchange last winter between Circuit Judge H. D. Norton, and Kellaher, in which the court commented from the bench:

"It looks like a new chief parole officer is needed at the penitentiary."

Kellaher promptly retorted, in effect, that Jackson county needed a new judge, in a public statement and letter.

Judge Norton was praised by several Salem citizens for his comment.

The controversy grew out of the Glenn Stringer case. Stringer is now serving three and one-half years in the state prison for admitted participation in 15 burglaries in this city, including the robbery of Mann's department store.

Stringer's record, introduced at the time of sentence, showed that he had twice been paroled, his second conviction under state law, not entitling him to parole. The court mildly rebuked the state parole board for "easy paroles," and made the observation that the state needed a new chief parole officer.

At the Banks trial investigation and pardon hearing last Friday, it was brought out that the murderer and Kellaher, had assertedly entered into a signed contract, whereby Kellaher was to be paid $50,000, for negotiating freedom for Banks.

ABANDONED HOUSE IS TRAGEDY SCENE

PENDLETON, Ore., Aug. 7.—(AP)—Coroner Allen Folsom ordered an inquest tonight into the death of Roy Hamm, 20, Portland youth whose beaten body was found in an abandoned ranch house near Meacham last night.

Hamm's head was bashed in and his body was dumped into the cellar under a bedroom and bed clothes thrown over him.

Hamm left Portland July 26 for Pocatello, Idaho, driving a truck loaded with household goods. Blood spattered on the walls in the bedroom and much spilled on the floor had been partially cleaned up.

A hitch hiker or a maniac was sought by the police, who were checking fingerprints found on two small fruit jars which had contained lemonade.

BASEBALL

American.

(First game)—	R.	H.	E.
New York	5	12	2
Boston	5	9	1

Broaca and Jorgens; Grove and R. Ferrell.

(Second game)—	R.	H.	E.
New York	6	10	1
Boston	4	9	2

Gomez, Malone and Dickey; W. Ferrell, Walberg, Wilson and R. Ferrell.

(First game)—	R.	H.	E.
Chicago	2	9	0
Cleveland	5	11	0

Fischer, Jones and Sewell; Hudlin and Phillips.

Philadelphia at Washington (2), postponed; wet grounds.

National.

	R.	H.	E.
Pittsburgh	6	14	0
Chicago	0	9	3

Blanton and Padden; French, Kowalik, Shoun and O'Dea.

MINER SUFFOCATES AS RESCUE NEARS IN G. PASS REGION

Curtis Hale, 49, Dead When Taken Out of Tunnel 3½ Hours After Cave-in — Talked With Diggers

GRANTS PASS, Aug. 7. (AP)—Buried alive while rescuers attempted to dig him from the tomb of a caved-in mine on Miners' creek, Curtis Hale, 49, was suffocated and taken out 3½ hours later Tuesday night—dead.

He could talk with the men digging him out until the last minutes, when oxygen dwindled. His last words heard before he lapsed into unconsciousness were, "Shove fast, boys."

Hale was buried in the Black pocket mine, 20 miles southeast of here, which he operated with Carl Branch, when a tunnel caved in at 3:45 Tuesday afternoon.

Hale had a premonition of his danger. Shortly before the cave-in he turned to his partner, pointed to loose sand, and said, "I wish I were out of here." Branch went out for a few minutes, but Hale remained and was caught.

The mine extends into a hillside, drops down a pit vertically for 40 feet, levels off 30 feet, and then ascends on an incline of 25 feet. Here Hale was trapped.

Men dug feverishly for hours, hearing and talking to the doomed man. New slides blocked their work. At 7:15 the body was recovered.

Dr. R. G. Wilbur of Grants Pass said there were no marks on the body and that death apparently was caused by suffocation in the tunnel 10 feet wide. Hale was a bachelor. There are no known relatives.

County Coroner Virgil E. Hull has brought the body to Grants Pass.

SPEED NECESSARY IN CAPITOL PLANS

PORTLAND, Ore., Aug. 7.—(AP)—Unless the state of Oregon, acting through the legislature, grants final authority, completes plans and approves contracts for the new state capitol by October 1, there is doubt a 45 per cent federal grant for the structure will be available.

This was the word brought here today by Col. Horatio B Hackett, assistant administrator of the PWA.

An application for the 45 per cent grant for the building, described as "very tentative," has been forwarded to Washington.

Colonel Hackett said speed and definite action are necessary in connection with the application for the capitol grant, as well as for all other PWA projects for which applications have been filed.

MITCHELL STOCK SALE FRAUDULENT

WASHINGTON, Aug. 7.—(AP)—The alleged sale by Charles E. Mitchell, former chairman of the National City bank of New York, of stock to his wife, to establish a loss for income purposes, was held fraudulent today by the board of tax appeals.

The board also ruled a payment received from the management fund of the National City company to be taxable income, and held Mitchell to have acted fraudulently in failing to report it.

On the other hand, his sale and repurchase of stock in the Anaconda Copper Mining company were held to be bona fide, and the loss sustained to be deductible.

OREGON H. E. C. TO JOIN WORLD GROUP

CORVALLIS, Ore., Aug. 7.—(AP)—Affiliation with the Associated Rural Women of the World was voted by delegates to the Oregon Home Economics Extension council at its closing session here late yesterday.

The council recommended organization of a National Home Economics Extension council and established a scholarship fund to assist students interested in home economics extension work.

Fifty women from 12 counties took part in the conference.

P. L. Ballard, vice-director of the extension work, explained plans to expand the service as soon as funds expected from the national government are available.

Sought in Slaying

Robert Miller (above) is being sought by police in connection with the holdup slaying in Dunsmuir, Calif., of Police Chief F. R. "Jack" Daw, whose burial was the incident which touched off the lynching of Miller's confessed partner, Clyde L. Johnson. (Associated Press Photo)

NEW DEAL LOSES TO REPUBLICANS IN RHODE ISLAND

(By the Associated Press.)

The new deal suffered a defeat in Rhode Island yesterday when voters in the first congressional district elected a Republican to fill a vacant seat in the national house of representatives previously occupied by a Democrat.

With Roosevelt policies directly at issue, Charles F. Risk, a former judge, was swept to victory by a margin of more than 10,000 votes over democratic State Treasurer Antonio Prince. Risk had campaigned on a platform of "repudiate the Roosevelt administration."

Old Order Upset.

Central Falls, R. I., went Republican for the first time in a score of years. Pawtucket elected a Republican state representative in a district normally overwhelmingly Democratic. Newport chose its first Republican mayor in almost two decades.

(Continued on Page Four)

WOMEN JAILED ON CAR THEFT CLAIM

Mrs. Dorothy Osborne, 22-year-old Oklahoma woman, is in the county jail, being held for the federal grand jury in Portland on a charge of violation of the Dyer act, for transporting a stolen Ford truck, belonging to Joseph Stevens of Talent, across the state line.

She was arrested in Ashland by city police Monday night, after she had allegedly driven Stevens' car to that city from Hilt, Cal., while he stopped there on business. Stevens was giving the woman a ride in his truck, from Hornbrook north.

OREGON ADVERTISING PROGRAM TO START

SALEM, Ore., Aug. 7.—(AP)—Authorization for the state highway commission to proceed with the advertising program provided by an appropriation of $25,000 by the 1935 legislature was issued by the board of control here today.

Immediate expenditure of $2175 for printing 50,000 booklets advertising the scenic beauty along Oregon's highwayst was ordered. The request was made by R. H. Baldock, state highway engineer.

G. Pass Merchant Stumped By Bid To Style Review

GRANTS PASS, Aug. 7.—(AP)—A Grants Pass merchant may not attend a preview of fall merchandise by a San Francisco firm because he can't figure out whether initials on the lower left-hand corner of the engraved "formal" invitation mean another new deal agency of something Emily Post forgot.

"W. S. R." has the merchant scratching his head. Etiquette books in the local library give no clue, unabridged dictionaries fail to solve the problem, and a call 380 miles to a Portland society editor left the mystery unsolved.

SEWAGE DISPOSAL CONTRACT LETTING EXPECTED FRIDAY

City Council Informed PWA Officials See No Reason for Delay—Entire $120,000 Available at Once

K. V. Hall, resident engineer for the city's new sewage disposal plant, who appeared before a regular meeting of the city council last night, announced that he has received a telephone call from Portland that PWA officials "see no reason" why the contract for construction of the plant cannot be let immediately. A letter confirming the telephone conversation is expected to arrive within the next three days, and with the view of awarding the contract, the council adjourned until Friday evening at 7:30 o'clock.

Several points regarding the revised loan and grant agreement were aired at a recent conference with PWA representatives at Portland, Hill stated. Present were C. C. Hockley, state PWA engineer, his assistant, and Ed C. Kelly, formerly of this city, who is PWA legal adviser for Oregon.

No Rate Change Needed.

The first point brought up at the conference was whether or not the

(Continued on Page Eight)

LOGGING TRESTLE BURNING DELAYS OPENING OF MILL

Destruction by fire of undetermined origin Monday night of a Medford Logging railroad trestle, five miles west of Butte Falls, 450 feet in length and 70 feet high at its loftiest point, will delay opening of the Medford Corporation (Owen-Oregon) sawmill in this city until about September 15, Manager James H. Owen reported today. It was planned to start cutting lumber September 1 or thereabouts.

Insurance adjusters are today surveying the loss, and Manager Owen hopes for a speedy adjustment to enable operation plans to continue.

The fire necessitated laying off for a week or ten days of part of the saw and bucking crew, which started Monday in the woods near Butte Falls.

Rebuilding of the destroyed trestle—the longest on the logging railroad—will start as soon as the insurance loss is adjusted. No estimate of the loss was announced.

The cause of the fire is unknown, but Manager Owen this morning attributed it to a carelessly thrown cigarette.

The placing of the sawmill and other department machinery in order, will not be delayed by the blaze, Manager Owen said, nor the repairs on other sections of the railroad.

As soon as possible the logging crews in the Butte Falls area, will be restored to a full quota, to furnish logs for the sawmill and hauling of them over the road, Owen stated today.

SAN FRANCISCO, Aug. 5.—Folks live down around Los Angeles way. Got to come to town every once in awhile. We got the numbers down there but San Francisco has got the class. This town is going through a "wild orgy" of bridge building. You know how a town is when it decides to pave. Well, San Francisco is that way with bridges. You daresen't leave a few buckets of water out over night or somebody will build a bridge over it by morning.

San Diego has done so well with her fine fair this summer that this town is going to hold one. When folks' minds turn to fairs and expositions, why it's a sign of better times.

Yours,

Will Rogers.

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