

The Weather
 Forecast: Fair tonight and Saturday; little change in temperature.
 Temperature: 90
 Highest yesterday: 90
 Lowest this morning: 45

START SAVING NOW—for the Mail Tribune Annual Bargain Days which are to be announced soon. Be sure your subscription to the Tribune is paid up to September 1, so that you can take advantage of the big savings.

Thirtieth Year (Twenty Pages—Two Sections)

NEW DEAL EXPERIMENTING OVER



News Behind The News
 BY PAUL MALLON.
 (Copyright, 1935, by Paul Mallon.)
 WASHINGTON, Sept. 6.—The adventure of Secretary Morgenthau and the bond dealers during the last ten days may be significant to the public, but not to Mr. Morgenthau and the bond dealers. They understand perfectly what happened. Also they understand each other better than we, although, of course, they are not saying anything about that out loud.

The outsiders, it may seem odd that the treasury was able to float a \$500,000,000 note issue this week at the same interest rate and approximately the same maturity as the issue for one-fifth of that amount which failed a week earlier. It looks as if there had been some bareback blood and thunder in the interim. There was not.

The inside story is not a thriller, but a modern fab in finance, with a lesson for Mr. Morgenthau. You might call it the lesson on "The Economizing Master and the Gravy Hounds."

Mr. Morgenthau has been cutting down on gravy for the bond dealing hounds, month by month, giving them smaller and smaller opportunities for a subsistence profit. In fact, some of the hounds have been barking among themselves that Mr. Morgenthau was not only an economizer, but a chiseler.

They became convinced of it when he started making them bid for bare bones under the auction bidding system of bond flotation. They decided to teach the economizing master a lesson by going on a hunger strike when he put the hundred millions before them at the time there was in a period of liquidation with the banks. The strained period offered them a subtle opportunity to stress their feelings.

Now, no politician will undertake to do a good word for bond dealers, but Mr. Morgenthau had obviously sharpened his teeth. The side of the story is that they should be treated as good customers. No manufacturer tries to chisel prices on his customers, at least not to the limit of taking sixteenths, eighths or quarters of a point from them, especially if the manufacturer expects to remain in business very long.

When first contacted this morning, some of the local companies had already been instructed to drop their prices, while a few did not fall in line until later in the morning. By noon, however, all of the major companies were recognizing the cut.

Standard and Union were the first to announce their drop, followed almost immediately by Associated Oil, more, Richfield, Shell, Texaco, General and Signal.

Business Reassured By F.R. as Recovery Barometer Mounts

HYDE PARK, N. Y., Sept. 6.—(AP)—President Roosevelt today declared the new deal's "basic program" had reached "substantial completion" and a "breathing spell" for industry "is here—very decidedly so." He asserted further "that at this moment conditions are such as to offer substantial and widespread recovery."

The president gave his views in a letter to Roy W. Howard, publisher of the Scripps-Howard newspapers, who reported that of business men and asserted, "there is need to undo the damage that has been done by misrepresentations of the new deal."

In perhaps his most complete exposition of his administration and his ideas for the future, the president said he claimed no "magician's wand," but "we do claim that we have helped to restore that public confidence which now offers so substantial a foundation for our recovery."

Confidence Returning
 "I take it," he wrote, "that we are all not merely seeking but getting the recovery of confidence, not merely the confidence of a small group, but that basic confidence on the part of the mass of our population, in the soundness of our economic life and in the honesty and justice of the purposes of its economic rules and methods."

Howard discarded hostility from "financial racketeers, public exploiters, and the sinister forces spawned by special privileges," but asserted that many business men of "patriotism and sense of public service" believed the wealth tax bill "revenge on business" and expected a "recess from further experimentation until the country can recover its losses."

Mr. Roosevelt replied that he would "I take it," he wrote, "that we are all not merely seeking but getting the recovery of confidence, not merely the confidence of a small group, but that basic confidence on the part of the mass of our population, in the soundness of our economic life and in the honesty and justice of the purposes of its economic rules and methods."

WASHINGTON, Sept. 6.—(AP)—The board of trustees of Willamette university deliberated seven hours yesterday behind closed doors before deciding to "reject with regret" the offer of the state board of control to pay \$700,000 for the university campus for a state capitol site.

The trustees however, cut their previously stated price of \$850,000 to \$750,000, but specified that the state must provide acreage on the Bush pasture site for a new university.

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Wholesale Grocery Will Operate Here

CLOSE RELIEF STATIONS IN TEN COUNTIES WESTERN STATES BUYS WAREHOUSE AT 11TH AND FIR

JACKSON IS AMONG COUNTIES ORDERED TO HALT ACTIVITY

Closure of relief work in Jackson county, announced today from Portland by the Oregon relief administration, will have no great effect upon relief employment in this vicinity, due to the fact that seasonal employment in the valley has been sufficient to previously allow the discontinuance of most of the work.

It was learned from officials of the local SERRA administration that four projects, employing at present a scant 20 men, will be the only ones discontinued under the executive order from Portland. These projects are repairing the county poor farm, distribution of a few government commodities, discontinuance of work in this city such as assistant janitor work in the city hall, and discontinuance of improvements at the agricultural experiment station.

The closure will serve to encourage relief cases in this vicinity to take advantage of seasonal employment, according to the local administration, although a great majority of the cases have already done so. Lessening of

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A number of growers reported "they could use more help" and one report stated all orchards were working "short handed." Several companies of the plained that their inability to get full crews. The labor situation was described as "not so lous but more people could be used."

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The majority of the pickers employed are local residents, with a few transients, there not being the influx of the latter class that has marked previous fruit seasons. There have been some reports of local employables on relief declining orchard work, but it is not general.

In the upstate areas, press reports state, hop growers and fruitmen and farmers are experiencing difficulty getting workers, many refusing to leave the dole lists for jobs. The governor has issued an appeal for assistance and welfare heads have given assurances that acceptance of private employment will not mean removal from lists. A labor emergency exists in the Salem district, reports state.

BASEBALL

American.			
First game:	R.	H.	E.
St. Louis	7	9	2
Washington	8	14	0
Batteries:	Calm, Vanatta, Knott and Hensley; Russell, Pettit, Coppola, Hadley and Bolton.		
Cleveland at Boston	postponed; rain.		
Detroit at Philadelphia and Chicago at New York	postponed; rain.		
National.			
First game:	R.	H.	E.
Brooklyn	0	9	4
Pittsburg	13	21	0
Batteries:	Zachary, Baker, Bahlich and Lopez; Blanton and Padden.		
(10 Innings)			
First game:	R.	H.	E.
New York	7	9	2
Cincinnati	5	12	3
Batteries:	Schumacher and Mancuso; Derringer and Lombard.		

\$700,000 OFFER IS REJECTED BY WILLAMETTE 'U'

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The governor intimated, however, that he would entertain some proposal under which the city of Salem or other interest would provide funds in excess of the \$700,000 offered by the state to complete the purchase.

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CHICAGOAN WINS BENDIX RACE



Benny Howard (right) of Chicago was the first of the Bendix racers to reach Cleveland, O., from Burbank, Calif., to win by 23 seconds from Col. Roscoe Turner. With Howard, pictured here upon arrival in Cleveland, were Gordon Israel and Mrs. Howard. (Associated Press Photo)

BRITAIN'S EXCLUSION FROM EGYPT MAY BE DEMANDED BY ITALY

GENOVA, Sept. 6.—(AP)—The League of Nations council today appointed a sub-committee of five countries to deal with the Italo-Ethiopian dispute, and French delegates said this action implied there would be no hostilities while the sub-committee was at work.

ROME, Italy, Sept. 6.—(AP)—The semi-official Journal Azione Coloniale (Colonial Action) stated today that Italy will demand the exclusion of Great Britain from Egypt if Great Britain poses the question of Italy being a threat to the British empire by going into Ethiopia.

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M'KENZIE FOREST FIRE PERIL'S POWER, WATER SUPPLIES FOR EUGENE

EUGENE, Sept. 6.—(AP)—Spurred on by a serious threat to the source of Eugene's water and power supply, 1900 fire fighters under direction of Supervisor P. A. Thompson, battled on a five-mile front in an endeavor to check the forest fire which has swept over 1500 acres of virgin timber in the upper McKenzie country today.

The fire centers on a ridge dividing the McKenzie and Blue rivers and should the timber in this area be destroyed, the water level of the McKenzie river would be lowered so as to ruin this river's value as a water and power source, forest officials said today.

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SIDE GLANCES

by TRIBUNE REPORTERS

Vi Beach getting a big head upon his return to the golf throne at the rasling arena last night.

Delmar Wright, \$350 richer than he was before Wednesday night, being very Democratic about his wealth, and returning to his job of carrying papers next day just as though he weren't a Croesus.

Paul Newcombe walking disconsolately about with his arm in a sling as a result of a recent pulling of shoulder tendon, which he claims did not happen as the result of getting out of a rumble seat.

Ralph Woodford declares that he wouldn't carry a deer across the street, but no one taking him up on the offer.

Bill Pomeroy's saying "I'm finding that a golf tee had punctured his tire and tube, leaving a nice round hole."

Ray Henderson and family back from Yosemite where Ray secured and checked traffic during the summer, in the capacity of ranger.

BREATHING SPELL IS WELCOME NEWS FOR DEMO CHIEFS

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PICKERS NEEDED AS PEAR HARVEST HITS FULL STRIDE

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TO CALL BUDGET DRAFTERS OCT. 1

It is now tentatively planned to call the first meeting of the 1935 Jackson county budget committee October 1, or "a few days earlier if possible," County Judge Earl B. Day said today.

Announcement of the budget committee is scheduled to be made next week. The county court has 15 or 20 names under consideration. Judge Day said the committee would represent "a cross-section of the varied interests of the county," and that farming, business and banking would be represented. The budget committee will act with the county court in preparing the budget.

Under Oregon law, the budget is expected to be completed and ready for the assessor by November 1. A number of the county offices have prepared their budgets, which for the most part show but slight change from last year.

At the half-year mark all the county offices and funds were well within the budget allowances, though relief and allied expenditures were crowding the sums allotted. At the present time there is a slight jump in relief expenditures due to seasonal work, and decline in hospitalization and sickness.

The part about being a nudist was his story, and the police were stuck with it. He didn't know where he lived, or how he came to be there, and he varied his story only so as to interrupt at intervals that he was also crazy!

This morning he awoke with a thick tongue and a bulging head, and a little more lucid idea of what went on the night before. He told police that he had come to Medford last night, with a companion, and became thoroughly intoxicated. In that condition, what could be more logical than a cool dip in the waters of the Applegate river?

GEORGE LAIDLEY TAKEN BY DEATH

George Laidley passed away Sept. 5 after a week's serious illness, at a local hospital.

Mr. Laidley was born in Vassas, Tuscola county, Michigan in 1883. He immigrated to Marysville, N. Dak. when a child and was reared on a farm. As a man, he became interested in the timber business in Minnesota. He later moved to Spokane and Portland, coming to Medford in 1911, continuing his business in Jackson county ever since. His knowledge of the timber was unsurpassed.

In passing he leaves his wife Kate, and sons Glen, also three sisters and two brothers and a host of nieces and nephews.

Funeral services will be held at the Peril Funeral home Saturday at 2:30 p. m. Rev. D. E. Millard, officiating. Interment in Stratyon Memorial park.

McMINNVILLE, Ore., Sept. 6.—(AP) Judge William M. Ramsey, dean of the Oregon bar and former justice of the state supreme court and circuit judge, has been confined to his home here this week by illness.

Judge Ramsey recently closed his law office here after having served in the legal profession in Oregon for more than 60 years. During that time he founded and served as first dean of the Law School of Willamette university. He also served as mayor of Salem and McMinnville.

STEAMER CREWS RETURN TO WORK

SAN FRANCISCO, Sept. 6.—(AP)—Crews of the Dollar liners, President Coolidge and President Pierce, returned to their posts today after a one-day walkout, and the vessels will sail as soon as cargo is loaded, the marine department of the chamber of commerce reported.

Decision to return was voted at separate meetings earlier today of the marine firemen and sailors' union.

It was reported the shipping company had not acceded to purported demands of the striking crewmen.

Nine other ships are tied up in Pacific coast ports in alleged "direct violation" by union men of last year's arbitration awards. They are the Golden State, West Mahwah, Point Ancha, Iowan, Manukai, Tacoma and Point Clear.

A Killed by Bomb. ABBOTTABAD, British India, Sept. 6.—(AP)—Five persons, including three British soldiers, were killed and 30 injured today by the explosion of a bomb which was better unloaded from an army plane. Two airplanes were destroyed in the subsequent fire.

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WESTERN STATES BUYS WAREHOUSE AT 11TH AND FIR

Former C. and E. Fruit Packing Plant to House Big Concern After Complete Remodeling Program

The Western States Grocery Co., one of the largest wholesale houses west of the Mississippi river, with a gross business of over \$1,000,000 a day, has just bought the old C. and E. fruit packing plant at the corner of West Eleventh and Fir streets. It was announced today by a Medford bank which handled the negotiations.

Due to a short-term lease now held on the building, the Western States company will in all probability not occupy the building at once, but it was stated by the banker that the building will be completely remodelled to suit the needs of the company within the next six months.

They will handle a complete line of wholesale groceries, it was stated. The purchase price of the site was not made public, nor the amount to be spent in repairs, but the latter item is said to be considerable. The building was at one time occupied by the Guy W. Conner fruit packing plant, later taken over by the C. and E. company. For the last few years it has been operated by the Grocers' Exchange but did not open for business this year.

In the last year it has been used as a storing house. The packing house equipment will probably be dismantled and sold, it was announced. This building itself is said to be in fair repair, with fireproof cement walls.

The Western States Grocery company has wholesale houses in nearly every important center in the western United States, having operated extensive branches in California for several years. The central route from San Francisco to Los Angeles and southern California is covered first, then the coast territory was opened up, and now the company is invading the northwest, having last week purchased the Granta Falls Wholesale Grocery Co. from H. L. Wilson, the owner.

The old fruit building was purchased from the creditors of the old C. and E. Fruit company, now defunct.

DEAN OF OREGON BAR CONFINED BY ILLNESS

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FATAL TO MISTRESS

SEATTLE, Sept. 5.—(UP)—Love of her dog brought death to Miss Lottis Beng. 70, yesterday. When she returned home, after an absence, the joyful Great Dane leaped against her, bowled her over. She died at a hospital from a broken hip and other injuries.