The Weather
Forecast: Partly cloudy tonight and Wednesday with fog; slightly colder tonight.
Temperature:
Highest yesterday 53
Lowest this morning 37

MEDFORD MAIL TRIBUNE

PULITZER AWARD 1934

Turn Into Cash
The discarded articles you have stored around the premises and have no further need for. The quickest, surest and most satisfactory way is through Mail Tribune classified ads.

Thirtieth Year | Full Associated Press | MEDFORD, OREGON, TUESDAY, DECEMBER 31, 1935. | Full United Press | No. 240.

SNIDER DAIRY BUYS GOLD SEAL

News Behind The News

By PAUL MALLON
Copyright, 1935, by Paul Mallon

WASHINGTON, Dec. 31.—It may or may not have been somebody's New Year resolution, but!

On the day after Christmas, President Roosevelt luncheoned David Sarnoff, sharp chairman of the board of Radio Corporation of America. No one else was present.

PAUL MALLON

Twenty-four hours later, Mr. Sarnoff announced the appointment of Mr. Roosevelt's good friend, Joseph P. Kennedy, as a special executive to study the financial structure of R. C. A.

It was something of a surprise because the R.C.A. structure did not seem to need much studying. Also because capable Mr. Kennedy's line has been more promotional than structural. At least it was before he entered and left the chairmanship of the securities and exchange commission.

As 1936 is the big political year and as radio broadcasting is a ticklish political business, those inside the trade have been nodding their heads knowingly ever since. They suspect Mr. Roosevelt may have arranged a spare wave length to assure a happy radio New Year for himself.

What bolsters this conclusion is the inside background of White House radio relations.

Mr. Roosevelt's pals have always had a feeling that NBC (subsidiary of R.C.A.) was less favorable to him were some of the other chains. There may have been insufficient reason for the feeling, but it existed.

In fact, they have not forgotten the incident of Mr. Hoover's grass-growing speech in New York during the last campaign. It seems that Mr. Hoover was late and the announcer had to improvise. At first he radioed all the usual grandiosities about the large size and enthusiasm of the crowd. Then he began to radiate. Running short of adjectives he of-

(Continued on Page Six)

JACKSON NAMED CHEMAWA CHIEF

SALEM, Dec. 31. — (AP) — Paul Jackson, former high school principal at Klamath Falls and recently head of the national youth movement in Oregon, has been named head of the Salem Indian school at Chemawa, it was announced here today.

Jackson will succeed Homer T. Morrison, who was appointed there temporarily when J. T. Ryan resigned. Morrison will resume his work as superintendent of Indian instruction in public schools in Washington, with headquarters at Olympia.

Jackson, while superintendent at Klamath Falls, was also head of the state high school athletic association.

SIDE GLANCES
by
TRIBUNE REPORTERS

Bob Colvig throwing his hat in the ring; not politically, but so that some one might buy it, since he's had it for two years now, and is getting tired of looking at it.

Richard Sleeter pawing over four trays of men's jooley before finding the exact tie-clip he was looking for, and then ambling off contentedly.

Bob Hammond patiently waiting several minutes for the car ahead to move on into the stop street before giving it up as a bad job and pulling on around and away.

Howard Scheffel deciding that the best of all possible New Year's resolutions is his new one to never again become involved in such a mess as followed the Medford-Klamath football game he umpired this year.

Jack Hueston, golf pro, repeating rapidly over the phone: "No-you-don't-have-to-start-until-you-like-the-course-opens-at-9-o'clock-if-you-can't-find-your-partner-we'll-get-you-a-new-one-good-bye-hello-yes-I-am-in-the-golf-course-no——"

The police, state and city, becoming alarmed at the huge inroads reporters and others are making on the apples Myron Root gave them for Christmas.

GEBAUERS RETAIN CREAMERY PLANT, BREWING COMPANY

Transaction Largest Here in Several Years—Avoids Duplication — Robert Hart in Executive Post

Purchase of the Gold Seal Creamery by the Snider Dairy & Produce company was announced today. The business of the two firms will be merged and conducted from the Snider plant at 28 North Bartlett street.

Effective tomorrow, the transaction represents one of the largest business deals consummated here in the past several years. It converts the Snider company into the largest creamery in Oregon outside of Portland.

Under the purchase the Snider firm takes over all the dairy business of the Gold Seal Creamery, the latter retaining only its ice business. The sale does not involve the physical property of the latter firm. The Gold Seal building on North Fir street, between Third and Fourth streets and some of the equipment, such as trucks, will be utilized by the Southern Oregon Brewing company, whose plant is adjacent.

Avoids Duplication.

The transaction was prompted by a desire to avoid duplication of facilities, to give better service and to effect economies that could be passed on to producers, consumers and employes, it was said in a joint statement issued by Mrs. M. M. Snider, president of the Snider Dairy & Produce company, and Ted GeBauer, secretary of the Gold Seal Creamery.

It was pointed out that as each firm was about the same size and served virtually the same territory,

(Continued on Page Three)

OREGON COMMANDER TO INSTITUTE NEW POST FOR VETERANS

Dwight E. Alderman, Oregon state commander of the Veterans of Foreign Wars, will spend the week-end in Medford after instituting a new post of the organization in Ashland Saturday night.

The new Ashland unit, to be known as the Walter Phillips Post No. 3423, will be instituted at 8 p. m., in the Odd Fellows hall. Invitations to attend the event were issued today by Ira D. Canfield, district commander, to all Veterans of Foreign Wars and members of the American Legion and its auxiliary.

After institution of the post and installation of officers, there will be a social hour, during which refreshments will be served.

Monday night at 8 o'clock, Mr. Alderman will address the Kiwanis club at its weekly meeting-luncheon at the Hotel Medford. All foreign war veterans will be invited.

Sunday evening, Commander Alderman will be entertained at Mr. Canfield's Aloha ranch house, veterans and their wives having been invited. The visitor will spend Sunday afternoon on the Medford golf links.

PART OF STOLEN PROPERTY FOUND

Two of the articles stolen in the recent flurry of thefts in the city, have been recovered, it was announced today by city police. The medical kit, complete with instruments, stolen from the Dr. Harold Gillis car parked near the Community hospital Christmas day, was found, the equipment intact, on a parking row on Minnesota street. A valuable stamp collection, taken at the same time, was also lying nearby, only one stamp missing.

Police are working on the theory that the case had been stolen by a narcotic addict, searching for morphine.

The truck tire and wheel stolen from Harry Hawk was discovered buried under a pile of leaves in the 1300 block on West Tenth street. Children playing in the leaves found the wheel. The truck equipment had evidently been concealed there, the thief waiting for the search to die down so the articles could be sold, police said. There were no new robberies reported in the city.

Income Shares

Maryland fund, bid, $17.94; asked $19.40.

Quarterly income shares, bid $1.51; asked $1.66.

Plunges To Death

Olga Steck, 38, former Broadway showgirl and a San Francisco night club entertainer, fell 12 stories from a hotel room there. Police ordered an investigation to determine whether it was a suicide or occident. (Associated Press Photo)

PARLEY ON BONUS FAILS TO PRODUCE COMPROMISE PLAN

WASHINGTON, Dec. 31.—(AP) An hour's conference between Speaker Byrnes and Representative Patman, (D., Tex.), house bonus bloc leader, ended today with no new suggestions for a compromise of the ticklish cash bonus issue.

Author of a measure to pay off the bonus with $2,000,000,000 new money —the one President Roosevelt vetoed last session—Patman left the speaker's office with only one terse phrase for reporters:

"I have nothing to say—see the speaker."

Byrnes said no suggestion forhandling the bonus question when it comes up early in January was advanced during the discussion. He added that none would be until after a steering committee backing the Patman bill meets Thursday.

"There was no specific discussion of the bonus," Byrnes said. "It was entirely general."

Democratic leaders were laying plans for an attempt to cope with two drives for a $5,000,000,000 expansion in the nation' money.

A battle over monetary expansion threatens in connection with the campaign to pay the $2,000,000,000 soldiers' bonus immediately. Although Patman said he would compromise on

(Continued on Page Three)

TO HONOR LOWE WITH LUNCHEON

Lieut.Col. Frank E. Lowe, national president of the Reserve Officers' association, will be tendered a luncheon at Valentine's cafe during his brief visit in Medford Monday. It was announced today by the Rogue Valley chapter.

Colonel Lowe is on a national tour of inspection and is to make an official visitation to Portland headquarters Monday night. He is to call here for a few hours during his flight from San Francisco to the up-state city.

All regular army, retired army and navy, national guard and reserve officers are invited to the luncheon. The committee in charge of arrangements comprises Capt. Vern B. Marshall, Capt. Carl Y. Tengwald and Lieut. Lyle P. Wilcox. Those planning to attend were requested to communicate with members of this committee.

Portland Drops Football Plans

PORTLAND, Ore., Dec. 31.—(AP)—A six-year high school, devoting 40 per cent of its time to vocational training of trade-learning, will open here Jan. 27, C. A. Rice, superintendent of schools, said today.

Frederick G. Leasure, director of vocational education in Portland schools, will be principal of the schools which was expected to have an enrollment of 500. A former grade school building will house the new school.

PORTLAND BANKER SEES PROSPERITY FOR 1936

PORTLAND, Ore., Dec. 31.—(AP)—The new year will bring higher rents, higher prices, profits for business men, increasing prosperity, and profits for those who play the market wisely, E. B. McNaughton, president of the First National bank of Portland told the chamber of commerce here.

Governor Visions 1936 As Kick-Off in Greatest Development for State

Oregon Will Be Focal Point for History Making Era Is Prediction Voiced; Dam Projects Are Cited

By CLAYTON V. BERNHARD,
Associated Press Staff Writer.

SALEM, Dec. 31.—(AP)—Oregon as the focal point of the greatest development in the nation's history was the New Year's prediction of Governor Charles H. Martin, made to the people of the state in an interview here today.

The governor, who tonight will give a radio address of 1936 cheer, declared that economists of outstanding reputation have stated that this development is about to begin in the northwest with this state as the focal point.

The people of Oregon are doing more than embarking upon a new year, the executive said. They are embarking upon a "new era," which can be termed the "Oregon renaissance."

Cites Dam Projects.

Explaining his enthusiasm for the next year, the 73-year-old major-general, who was elected to the high state office last year, declared that there will be many scenes to the great Oregon drama, of which two —Bonneville dam and the Willamette valley project—are outstanding.

The governor said that the Bonneville dam project, which "yesterday was a dream and today a reality," would be practically completed by the end of next year. The completion of this Columbia river project means "unprecedented industrial growth." He urged the people of the state to make it their job to see that the benefits are wisely distributed and administered.

Referring to the Willamette valley project, a land reclamation program, the state's executive said the survey now being made reveals that from two and a half million to three and a half million acres can be cultivated, where now only about one million acres are under cultivation. The project, he said, includes flood control, irrigation, drainage, power and navigation.

Governor Martin stated that while these two projects were the mammoth points upon which he based his prediction, there were many

(Continued on Page Three)

SOLONS HONESTY INVITES PENALTY

CHICAGO, Dec. 31.—(AP)—When former Congressman James T. Igoe gave the internal revenue department a tip which led to seizure of a wildcat alcohol still last September 21, he thought he did the government a favor.

Today it looked like a $12,000 favor, with Igoe footing the bill.

The internal revenue department filed a $12,000 assessment against him for unpaid taxes on alcohol produced by the still on the 10th floor of the Igoe building, owned by the former congressman.

Carter H. Harrison, internal revenue collector, said the assessment was possible under a federal law holding landlords responsible for acts of their tenants.

FRANCE TO KEEP FRUIT LIMITATION

PARIS, Dec. 31.—(AP)—France indicated today it will continue restrictions on foreign foodstuffs in 1936, limiting the United States apple and pear quota to 22,000 tons for the first quarter of the year.

Grains, meats, fats and oils also are restricted in the minister of agriculture's quota chart, with no quotas for tinned meats and fresh frozen beef.

The few changes in the 1935 quotas all were slight reductions.

Teachers Attacker Sentenced To Jail

PORTLAND, Ore., Dec. 31.—(AP)—Pleading guilty to a beatup of Martha Balmer, 27, school teacher, Joe Costa, 34, dairyman, was sentenced to six months in jail yesterday by District Judge Olson.

Miss Balmer said Costa attacked her early Sunday, beat her badly and tore her clothes.

POSTPONE BABY CLINIC TO THURSDAY JAN. 9TH

The usual monthly baby clinic at the county court house has been postponed until Thursday, January 9, according to notice issued today by the health department.

BUSINESS UPTURN MARKED IN 1935, KIWANIANS STATE

Business in 1935 showed a marked improvement over that of 1934, it was shown by a poll of members of the Kiwanis club at its weekly luncheon meeting at the Hotel Medford yesterday. All but one of the Kiwanians reported an upswing in business during the past 12 months.

The club yesterday omitted a regularly planned program and instead each member was asked to anawer this question: "How was business this year?" The answers were:

Robert W. Frame, branch manager of the General Petroleum company: as 1934 but by careful management 1934 because there were not so many travelers on the road and because there was a diversion of traffic to the coast highway.

Ted GeBauer, manager and secretary of the Gold Seal Creamery: We were ahead of our 1934 record by October 15.

Frank Dillard, building contractor: Nineteen thirty-five was not so good ried out by packing houses, we equalwe were able to show more profit this year.

Everett Trowbridge, head of Trowbridge Cabinet Works: Nineteen thirty-five will show an increase of 15 per cent over 1934.

James K. Hoey, secretary-treasurer, Brill Metal Works: Due to air conditioning and to the expansion carried out 1934 record by October 1 and 1934 was 50 per cent better than the year before.

houses, we equaled our 1934 record by October 1 and 1934 was 50 per cent better than the year before.

J. H. Fletcher, manager of the Medford Federal Savings & Loan Association: Nineteen thirty-five will be much better for us than 1934. Numerous sales of properties have been made.

G. C. Briggs, special agent, Standard Oil Company of California: The year just closing has been much better than the year before. Credits and collections have been much better.

C. M. Kidd, shoe merchant: Business has been 10 to 15 per cent better than last year.

George T. Frey, manager of the Medford branch of the United States National Bank of Portland: Banking improved very measurably during 1935. There was an 80 per cent increase in deposits and 60 per cent in loans.

John C. Mann, Mann's Department Store: In the first eight months business was only fair, but the last four months shows a big increase.

Carl Y. Tengwald, realtor: Real estate sales in 1935 showed a big increase over 1934 and from present indications 1936 will be a banner year.

Tom Delzell, WPA director for southern Oregon: We find general conditions much improved.

Everett Faber, merchant, Butte Falls: We did as much buisness in November and December at the Butte Falls store as we did in all of the year 1934. This was due to the resumption of the Medford corporation, the old Owen-Oregon Lumber company.

75 AT BANQUET OF GUARD UNITS

About 75 members and former members attended the anntual banquet given at the armory last night by Company A and headquarters company, 186th infantry. A turkey dinner was served.

A quarterly inspection and muster preceded the banquet, the inspection being conducted by Maj. William H. Ellenburg and Maj. Walter W. Abbey.

William Ryan entertained with accordion selections during the dinner, being accompanied by Victor Tengwald.

Plans were discussed for the coming year and it was announced both national guard units would be brought up to full strength in the near future.

MORGAN ESTATE WILL BE HAVEN FOR LINDBERGHS

Famous Family Secluded in Liverpool Hotel After Landing—Length of Stay in England Not Divulged

By LLOYD LEHRBAS
(Copyright, 1935, by Associated Press.)

LIVERPOOL, Dec. 31.—The Lindberghs — Charles, Anne and Jon — reached British shores today to stay, a family spokesman said, "for some time" in peaceful Wales, seeking privacy and security for their second son.

While the famous little family rested in the seclusion of a Liverpool hotel, following their arrival from the United States, a member of the J. L. Morgan family in Llandaff, Wales, disclosed the Lindberghs will be guests at the Morgan home.

The Morgan spokesman said the family understood the Lindberghs were seeking some degree of privacy in England, fearful lest Jon meet the same fate as befell their first son, Charles A. Lindbergh, Jr., kidnaped and murdered in 1932.

To Stay "Some Time."

J. L. Morgan, at whose home the Lindberghs will reside, is the father of Aubrey Neil Morgan, widowed husband of Mrs. Lindbergh' sister, the former Elisabeth Morrow.

The Morgan family expects the Lindberghs to arrive at Llandaff tonight or tomorrow from Liverpool, and to stay there "for some time," it was disclosed.

Efforts to determine whether they

(Continued on Page Five)

AMBULANCE CREW SLAUGHTERED BY ITALIAN AIRMEN

(By the Associated Press)

The alleged slaughter of a Swedish-Ethiopian ambulance unit of 32 by Italian aerial bombs was reported to Addis Ababa today by the high Ethiopian command on the southern African front.

Ras Desta Demtu, son-in-law of Emperor Haile Selassie, wirlessed his capital that nine Swedes and 23 Ethiopians, making up the ambulance unit, had died in an aerial bombardment near Dolo, on the Ethiopian-Italian Somaliland frontier.

In the north, the Italian invaders moved up reinforcements in anticipation of a long-drawn-out campaign and it appeared the old year would go out to the crack of rifle fire.

Blackshirt Italy prepared for the most sober New Year celebration since the world war.

The nation awaited calmly the turn of the twelfth-month in the knowledge that increased bloodshed at the front probably would be the keynote of 1936, sounded yesterday by Premier Mussolini when he explained the tardiness of advances into Ethiopia.

Soldiers were given special rations, an extra quantity of wine and a small ration of cognac, but the New Year celebrations were kept withi narrow limits.

Stork Is Winner Over Team, Auto From Farm Home

COLFAX, Wash., Dec. 31.—(AP)—A team and an automobile raced against the stork and lost.

A baby was born to Mr. and Mrs. G. E. Thompson, isolated farm residents, in the family automobile half way to the hospital here. Thompson had to use his team to pull the car over impassable road to the highway.

The mother and infant girl were reported "doing well."

JUDGE COLEMAN MARKS SIXTY-FIFTH BIRTHDAY

William R. Coleman, well-known pioneer and justice of the peace, observed today his 65th birthday. He was born December 31, 1870 on Coleman Creek near Phoenix. He was born on Saturday, the last day of the week, the last day of the month, and the last hour of the day. He gives the time as 11:30 o'clock at night. He has spent all his life in Jackson county.

NEWPORT, Ore., Dec. 31.—(AP)—Fire broke out aboard the 388-foot intercoastal lumber carrier Elna today and caused damage estimated by the agents at from $4,000 to $5,000. All the possessions of Captain F. A. Kristenson were destroyed. The freighter had been docked here for rudder repairs.

G. O. P. Convention Is Waste Of Time Jibes Sen. McAdoo

CHICAGO, Dec. 31.—(AP)—Senator William Gibbs McAdoo (D., Cal.) said today the Republicans might just as well forget about a national convention and plan to stay at home.

With this sly poke at the GOP, McAdoo and his three-months bride, the former Doris Cross, continued on their way to Washington for the opening of congress.

"I think conditions are improving, especially on the coast, and I can see no reason for the Republicans to hold a convention at all," he said.

The "new deal" still commands his vote, Senator McAdoo said.

ASHLAND RUMPUS FLARES UP AS 2 COUNCILMEN QUIT

The Ashland recorder rumpus took a new and sudden twist today with the filing of resignations from the city council by Gerald H. Wenner and Guy Applewhite, members of the finance committee.

While no official statement was issued, The Mail Tribune learned that the two councilmen had tendered their resignations to Mayor T. S. Wiley. It was understood the resignations would be acted upon at the next meeting of the city council on January 7.

The Ashland municipal dispute has been brewing for months and recently came to a head when a public hearing was held before the council of charges of carelessness and negligence against J. Q. Adams, recorder. After four acrimonious sessions the council voted four to two against a motion to dismiss the charges.

During the hearing Mr. Adams contended he had been harrassed in fulfilling his duties by Mr. Wenner. A recall movement was hinted against members of the council's finance committee which Mr. Adams indicated was the source of much of his trouble. Mr. Wenner, Mr. Applewhite and L. H. Hansen, member of the finance committee, were mentioned as targets of the recall election. Mr. Hansen has been sick.

When the council refused to dismiss the charges against Mr. Adams it was considered likely the question would be put up to the public in a referendum election, but the legality of such procedure was challenged and Frank J. Van Dyke, city attorney, was asked for a ruling.

Although Mr. Van Dyke declined today to comment on the case in any respect, it was learned that he has ruled that the question of Mr. Adams' status may be referred to the people only for an advisory vote. In other words, the voters may decide in a referendum whether Mr. Adams should be retained or discharged as recorder, but their decision would not be binding upon the council. It was considered likely, however, that the council would vote in accordance with the referendum outcome.

An attempt was recently made by a group of taxpayers to initiate recall proceedings, but it is believed by Ashland observers the plan has been abandoned for the time being, at least.

BLIZZARD CLOSES M'KENZIE ROUTE

BEND, Ore., Dec. 13.—(AP)—The McKenzie highway, the mile-high pass from western to central Oregon, was barricaded and closed for the winter today after remaining open to general travel later than ever before.

Yesterday the road was blocked temporarily and reopened by highway crews. Soon, however, winter won its battle for complete away over the area when winds whipped new and old snow into high drifts over the narrow remnant of the road.

While the road never was open this late before, a crossing was made in January, 1926. The blockade was ignored and a crossing accomplished over frozen snow drifts.

A blizzard deposited much new snow on the pass last night.

Prices for Milk Hold for Present

ORTLAND, Ore., Dec. 31.—(AP)—Oregon milk prices will be unaltered at least for the time being, the Oregon state milk control board decided. Further testimony, however, is to be taken at a meeting here January 15, the board said. Public hearings also are scheduled for Salem January 9, Corvallis January 10 and Eugene January 11.

FOREIGN AFFAIRS PORTEND CHANGE IN COMING YEAR

Italo-Ethiopian War, European Situation and Far East Major Factors in Developing Situations

(Editor's Note: What does the new year hold for the United States and the world at large? The following article outlines developing situations which probably will stand in the forefront of the news of 1936).

By RICHARD HIPPELHEUSER
Associated Press Staff Writer

NEW YORK, Dec. 31.—(AP)—The world, as it enters 1936, is filled with innumerable factors for far-reaching change, emphasized in foreign affairs by three major zones of strife and danger:

1. The Italo-Ethiopian war, affecting much more than the building of a fascist Italian empire in East Africa.

2. The European situation, independently of the East African conflict, as it concerns such portentious elements of change as German rearmament and demand for colonies, the possible return of the Hapsburgs to the Austrian throne, and the general maneuvering for alliances reminiscent of the pre-world war era.

3. The Far East, in which the Japanese encroachment in North China is overshadowed by the ominous tenseness prevailing between Japan and its puppet state of Manchoukuo on one side, and Russia and the outer Mongolian people's republic on the other.

Fear Spread of War

The failure of Mussolini's legions to achieve any outstanding success at arms in Ethiopia and the increasing effect of the league's sanctions campaign against the fascisti, in the opinion of many observers, intensifies, rather than lessens, the danger of a spread of the East African conflict to Europe.

Il Duce enters the new year in a less advantageous bargaining position than at any time since his armies invaded the empire of Haile Selassie early in October.

British diplomacy, dominating factor at Geneva, is aware of this. Consequently, the primary aim of Foreign Secretary Anthony Eden in the next few weeks is to solidify the forces of Britain's Mediterranean allies against any possible Italian at-

(Continued on Page Five)

REGULATIONS ON GOLD LIGHTENED BY RULING OF FEDERAL TREASURY

WASHINGTON, Dec. 31.—(AP)—The treasury ruled today that, effective tomorrow, dealers in unmelted scrap gold may trade in up to 35 troy ounces without holding a federal gold license.

The ruling, which was in the form of an amendment to the gold reserve act regulations, removed some of the restrictions on dealings in gold for industrial, professional and artistic purposes.

Small manufacturers, jewelers, dentists and other persons engaged in professions requiring the use of gold are permitted by the amendment to acquire the metal in any form up to a quantity not to exceed 35 troy ounces.

Dealers likewise are permitted, without a federal gold license, to deal in unmelted scrap gold, provided the amount of such gold together with all other gold held by any person at any one time does not exceed 35 troy ounces.

Dealers were authorized to dispose of gold fillings, clippings, cases and similar scrap to persons holding appropriate federal gold licenses, as well as to the United States.

State Relief Fund Will Be Curtailed

SALEM, Ore., Dec. 31.—(AP)—The state relief committee will be able to match county relief expenditures during 1936 only dollar for dollar and no more, Elmer Goudy, state relief administrator, declared yesterday during a conference with the county relief committee here.

Due to shortage of funds, relief activities in Oregon must be curtailed drastically during the coming year, Goudy stated.

No Paper Wednesday.

In order to permit employes to enjoy the holiday, the Mail Tribune will adhere to long established custom of not publishing on New Year's day.