

The Weather
 Forest: Fair tonight and Friday. Little change in temperature.
 Temperature
 Highest yesterday 57
 Lowest this morning 57

Quick Action
 If it is for sale, for rent, or for exchange—let the people know through the classified columns of the Mail Tribune. These little ads are widely read and get quick action.

Thirty-first Year No. 118.

FEDERAL TAX REDUCTION IS FORECAST



By Paul Mallon
 Copyright, 1936, by Paul Mallon
 WASHINGTON, Aug. 13.—The Roosevelt Labor rallyers at their convention here were not very shy about their long range thoughts of electing John L. Lewis president in 1940 on a Labor party ticket.

None of the speakers said anything official about it. The words "1940 party" were never mentioned. No demonstrations were staged for anyone except President Roosevelt.

But if you will add up the following facts, you will get the proper sum total of what the boys hopefully have in mind: (1) Their resolution establishing their groups of a permanent organization said labor should be in position "to adjust ourselves intelligently and effectively to any political realignment that may occur following the re-election of President Roosevelt"; (2) Mr. Lewis, the prospective candidate, opened his own door, saying: "I do not know, after this election, what labor will do... but labor will undertake to do that thing politically which labor believes to be the greatest advantage to labor"; and (3) New Deal handymen Berry added they propose to furnish "the instrument through which we can effectively and intelligently play our part in the realignment, if a realignment is to come, in the political parties of this country."

In fact, some present felt these hints were much clearer than necessary in a meeting called solely for the purpose of rallying around Mr. Roosevelt.

Few political authorities here will believe there is very much chance for Lewis or a formidable labor party soon. So many "ifs" are involved in the situation that consideration of it becomes merely parlor speculation.

In the first place, Mr. Lewis must successfully organize the steel industry and take over the A. F. of L. That will be a large order, even if Mr. Roosevelt is re-elected.

After that, Lewis' chance of capturing either major party as a vehicle for his operations will have to be...

BUSINESS UPTURN SWELLS REVENUE; CUTS RELIEF NEED

No New or Increased Taxes Necessary at Next Congress Session Officials Say, After Conference

WASHINGTON, Aug. 13.—(AP)—A forecast that taxes will not be increased and may, in fact, be "slightly reduced," was made today by Secretary Morgenthau and congressional tax leaders after a conference with President Roosevelt.

The treasury head, Chairman Harrison of the senate finance committee, and Chairman Doughton of the house ways and means committee, at a joint press conference that followed, said improved business conditions had so fortified the treasury that no new or increased taxes will be necessary at the next session of congress.

May Drop Nuisance Taxes
 They announced an immediate study of the whole tax structure, including the law enacted this spring placing corporate taxation upon a new basis to seek the elimination of "inequities" and "administrative difficulties" which may result in the cancellation of some of the miscellaneous or "nuisance" taxes.

Harrison told reporters that if the administrative costs and difficulties of some specific taxes were found to be so great that they could be repealed with little loss of revenue, such action would be recommended. What

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Where Battle for Child's Custody Raged



Here is a general view of the packed Los Angeles courtroom where the battle between Mary Astor, screen actress, and her divorced husband, Dr. Franklyn Thorpe, for custody of their four-year-old daughter raged. Seated at the counsel table (left to right): Dr. Thorpe, Attorneys Joseph Anderson, Joseph F. Hank and Roland Rich Woolley and Miss Astor. Below: Miss Astor drinks a glass of water after a day on the witness stand. (A. P. Photos.)

LOS ANGELES, Aug. 13.—(AP)—A settlement agreement ending the sensational child custody fight between Mary Astor, movie star, and her ex-husband, Dr. Franklyn Thorpe, was approved today by Superior Judge Goodwin J. Knight.

Court sanction followed a conference between Judge Knight, Miss Astor, Dr. Thorpe and their lawyers on an agreement reached last night dividing custody of the couple's young daughter, Marylyn.

Dr. Thorpe said the question of what will become of Miss Astor's diary had been settled. He was asked if he would relinquish possession.

To Enter Judgment
 Joseph Anderson, Thorpe's chief counsel, replied that Miss Astor will not regain possession of her diary and even Judge Knight "will not know where it is."

Judge Knight said he would enter judgment at 3 p. m. today embodying the agreement.

"I would have preferred the old arrangement to the new," said Dr. Thorpe.

The physician referred to the terms of the divorce he won last year from the actress whereby he was awarded...

COURT APPROVES ACCORD REACHED IN ASTOR STRIFE

Custody of Child Divided Between Parents—Purple Diary to Be Held Secret—Future Is Uncharted

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FRANCE ABOLISHES ANCIENT REGENCY CONTROLLING BANK

The government will appoint most of the 20 council members directly.

PARIS, Aug. 13.—(AP)—The century-old board of regents of the Bank of France, abolished because the government charged it represented an oligarchy dominating French fiscal affairs, will surrender its power tomorrow to a new government-controlled council.

The government will appoint most of the 20 council members directly. It is expected, however, to continue the anti-devaluationist policy of the retiring board of the institution which, since the time of Napoleon, has issued the nation's currency and has been the repository for its gold reserves.

Maintenance of the French franc not only has been a government policy, financial circles pointed out, but also officials promised to refrain from...

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MARBLE BOARD BAN WILL GET LAW TEST

SALEM, Ore., Aug. 13.—(UP)—Marion county marble board operators prepared today to make a test case for the entire state of assistant state's Attorney General Ralph E. Moody's order that operation of the pinball machines be stopped.

Operators indicated most marble boards would be removed at the end of Moody's five-day grace period, which ends Friday, but that enough machines would be operating to give Moody the arrests he wants. Operators were expected also to ask injunction orders to prevent Marion county officials from closing or confiscating game devices.

OREGON HAS PROBLEM IN DROUGHT REFUGEES

PORTLAND, Ore., Aug. 13.—(AP)—The increasing influx of residents from drought-stricken areas, who were led to believe employment was plentiful in the northwest, presented a new problem to the Portland chamber of commerce today.

R. H. Kipp, manager of the land and development department of the chamber, said "each day many families arrive with only a few dollars and of necessity are forced to apply for relief within a few days."

He commented that "it has become necessary to attempt to get the facts before the middle-western public."

Kipp also said his office has received "heavy inquiry from prospective settlers with means to buy farm lands and become settled before winter."

The Portland chamber today took steps to warn residents of the drought-stricken area and other portions of the middle-west against coming to Oregon in search of employment.

REBELS RAIN BOMBS ON SAN SEBASTIAN IN DESPERATE OFFENSE

BARCELONA, Spain, Aug. 13.—(AP)—Five rebel planes bombed the seaside resort of San Sebastian today, inflicting heavy damage in a final desperate offensive for possession of the city.

As the planes roared over the town, dropping bombs and pieces of incendiary bombs and pieces of incendiary bombs, the rebel cruiser Almirante Cervera lay two miles off shore with its decks cleared for action.

The airport, anarchist headquarters, and the main boulevard in San Sebastian, the summer resort which was once the vacation residence of the King of Spain, were included among the targets reached in the bombardment.

Flying fragments from the exploding bombs and pieces of incendiary bombs and pieces of incendiary bombs, the rebel cruiser Almirante Cervera lay two miles off shore with its decks cleared for action.

The rebel warship apparently was prepared to shell the city as the time limit expired on an ultimatum delivered two days ago—to surrender or undergo a bombardment from the sea.

ALLEGED SLAYER OF ACTRESS HELD

RIVERSIDE, Calif., Aug. 13.—(AP)—Ray Johnson, 35-year-old restaurant worker, was arrested in Corona and brought to the county jail here today on a charge that he murdered 25-year-old Mimi Takako, Japanese actress, in Los Angeles Tuesday.

Sheriff's deputy F. F. Labrum said that Johnson, a small quiet man, confessed the killing, blaming the young woman's death on jealousy growing out of a love triangle.

"I killed her—I was jealous," Johnson was quoted by Labrum as saying. Miss Takako was found with her throat slashed.

The third party in the alleged love triangle was William J. Bachand of New York City, a man whom Miss Takako met on a trans-continental bus trip. Bachand is held as a material witness.

The 25-year-old oriental beauty was slashed to death with a butcher knife in her home early Tuesday, a few hours after Bachand reported Johnson attacked him with an ice pick.

Roosevelt eyes plan for flood protection in Johnston, where March flood waters caused damage placed at \$28,000,000.

Permit Townsend Speech After Coughlinites Quit

CLEVELAND, Aug. 13.—(AP)—A controversy within the Rev. Charles E. Coughlin's National Union for Social Justice over whether Dr. Francis E. Townsend should address its convention tomorrow was settled today with an announcement by Coughlin that Townsend would speak to the delegates Saturday.

Big Seaplane Base Promised Seattle

SEATTLE, Aug. 13.—(UP)—Seattle may soon become one of the ranking naval seaplane bases on the Pacific coast, if plans for a \$10,000,000 development are carried out. It was revealed today.

ROY GARDNER TAKEN TO LEAVENWORTH PRISON

LEAVENWORTH, Kas., Aug. 13.—(AP)—Removal of Roy Gardner, well known in the southwest a few years ago as a bandit and train robber, to Leavenworth federal prison from Alcatraz island today was confirmed by Leavenworth penitentiary officials.

Income Shares

Maryland fund, bid \$10.04; asked \$10.26.
 Quarterly income, bid \$1.76; asked \$1.93.

10,000 Would See Lady Sheriff Conduct Hanging

OWENSBORO, Ky., Aug. 13.—(AP) Authorities estimated today approximately 10,000 persons would witness at dawn here tomorrow the public hanging of Rainey Bethea, 22, convicted negro rapist-slayer, by a woman sheriff.

BASEBALL

National	R. H. E.
Philadelphia	4 14 6
New York	5 8 2
Bowman, Bengie and Wilson; Smith and Mancuso.	
American	R. H. E.
Cincinnati	4 7 0
Pittsburgh	5 7 0
Hollingsworth, Frey and Campbell; Hoyt and Padgett.	
International	R. H. E.
St. Louis	7 10 0
Chicago	5 7 0
Thomas and Hensley; Whitehead, Shores and Grube.	
Other	R. H. E.
Detroit	0 4 1
Cleveland	5 18 0
Rowe, J. Sullivan, Phillips and Myatt; Allison and Sullivan.	

AIRPLANES LEAVE FOR SPANISH USE

LONDON, Aug. 13.—(AP)—A half dozen airplanes reported to be destined for belligerents in Spain roared southward from British airports today while his majesty's government expressed fear that the proposed general European neutrality accord might never be put into effect.

CALIFORNIA VETS ROW IN CONCLAVE

HOLLYWOOD, Cal., Aug. 13.—(AP) Hollywood bid farewell today to California's Legionnaires, their tempers cooler after a near-riot marred the close of their 18th annual convention.

LEGION APPOINTS CONVENTION AIDES

ROSEBURG, Ore., Aug. 13.—(AP)—Baseball will occupy the attention of convention visitors this afternoon as El Rey (Jefferson high) Portland, Oregon Legion Junior champions, and the Seattle Gibsons, Washington title holders, meet in the first of a three-game series for the regional title.

ELDERLY RANCHER AMOK WITH GUN

YAKIMA, Aug. 13.—(AP)—Police reported today Milton G. Brewster, 64-year-old retired rancher, shot and killed his invalid wife, missed his niece, Miss Ruth Wagner, when he fired at her, and failed in his own effort to commit suicide.

ROOSEVELT EYES PLAN FOR FLOOD PROTECTION

ABOARD ROOSEVELT TRAIN EN ROUTE TO JOHNSTOWN, Pa., Aug. 13.—(AP)—In a conference with federal officials on the special train taking him to the Pennsylvania flood area, President Roosevelt today went over tentative plans for providing complete protection for Johnston, where March flood waters caused damage placed at \$28,000,000.

PEONAGE EVIDENCE SENT GRAND JURY

WASHINGTON, Aug. 13.—(AP)—Attorney General Cummings today acted to send to a Little Rock, Ark., grand jury a report which he said contained evidence of possible violation of federal peonage laws by southern planters.

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