

**The Weather**  
Forecast: Cloudy with light rain tonight or Friday; not much change in temperature.  
Temperature  
Highest yesterday 59  
Lowest this morning 33

**It Pays**  
Are you in the market for a trade? If so refer to the classified page of this newspaper. Better still, prepare an ad. of your own and see why so many say "it pays to advertise."

Thirty-Third Year MEDFORD, OREGON, THURSDAY, APRIL 14, 1938. No. 20.

# SEVEN BILLION RECOVERY PLAN URGED

**The Capital Parade**  
By Joseph Alsop and Robert Kintner  
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CONTINUED GOVERNMENT INACTION IS FAVORED  
BUSINESS LEADERS URGE KINDNESS POLICY  
NO DEFINITE PROGRAM IS ADVANCED  
TAXES, UTILITIES, F. D. R ATTITUDE CRITICIZED

WASHINGTON, April 14.—The president has promised to make his first real attack on the depression in a relief message to congress and fire-side chat on Thursday. The do-nothing months are over; the time for action has come. Since do-nothing policies have always been demanded of the government by business, it's unusually interesting to know whether the thinking of the business community has been changed by a winter of governmental inaction. The answer appears to be that it has not. In the last few days, four eminently important New York bankers, half a dozen leaders in the affairs of business, and several powerful industrialists have been asked to express their private opinions of the state of the nation, and to offer their own remedies. Summing up the answers briefly, and perhaps a little unkindly, these distinguished business men were all profoundly gloomy about the state reached by the nation after a winter of governmental inaction. Yet they unanimously suggested that more inaction, only slightly tempered by kindness to business, was the only policy. Many major problems were mentioned by one or another of the business men. A stock broker was deeply interested in the clearing up of the railroad situation; a banker thought the social security reserve deflationary; an industrialist found the social security taxes burdensome, and still another banker, who subscribes to the monetary theory of economics, was disturbed by the administration's failure to sterilize its gold hoard. But taxes, utilities and the president's "attitude" were the three things on which everyone was unanimous.

Taxes, utilities and the president's "attitude" have become shibboleths in the speech of the business community. The same business leaders, when they were asked to express their views at the start of the new depression, were inclined to minimize one or another of these three problems. This time, their crying out on them was so exactly repetitious, even as to language, that the total effect was almost ludicrous. In the first place, of course, everyone asked that the president change his "attitude." Some suggested that he ought to make a statement promising to let "the cattle take on fat." Others admitted that to ask a man to change his "attitude" was a trifle impractical, but added that all was probably lost unless the change could be made. In the second, everyone wanted a "peace with the utilities." Let the utilities know where they stand, let

**LAKEVIEW LAND OFFICE REGISTER REAPPOINTED**  
WASHINGTON, April 14.—(AP)—President Roosevelt today reappointed Clarence Ogle register of the land office at Lakeview, Ore.  
San Francisco Butter  
SAN FRANCISCO, April 14.—(AP)—USDA.—Butter, score 92, 26c; 91, 25 1/2c.  
SACRAMENTO, April 14.—(AP)—Churning cream butterfat: first grade 28 1/2c; second grade 28c.

**SIDE GLANCES**  
by TRIBUNE REPORTERS  
Oma Farrell enjoying the Medford sunshine on her first day home from Los Angeles.  
Motorcycle Officer Clyde Fichtner using siren sound effects in escorting a busload of young vaudeville performers out of town after the troupe had ganged up on him for his autograph.  
Bill Roberts disliking the thought of leaving this pleasant vale for the mania of Hollywood, his home ballwick.  
Betty Wilm lamenting a decline in the debate circle's social whirl.

## F. R. Tells Congress Measures Needed to Start Upward Spiral

WASHINGTON, April 14.—(AP)—President Roosevelt proposed today a \$7,000,000,000 recovery program, embracing \$5,000,000,000 of federal spending and lending and a \$2,000,000,000 expansion of bank credit.

Setting forth to congress measures by which he said the government could "help to start an upward spiral" and summoning a "united national will" for a vigorous attack on the recession, Mr. Roosevelt told legislators who recently have dealt stunning defeats to major administration measures: "Our capacity is limited only by our ability to work together. What is needed is the will."  
Time for Action  
"The time has come to bring that will into action with every driving force at our command. And I am determined to do my share."  
The president declared that the will to cooperate places "on all of us the duty of self-restraint" and that "there can be no dictatorship by an individual, or by a group in this nation, save through division fostered by hate. Such division there must never be."  
In the western hemisphere the good neighbor policy has so strengthened the American republics that a spiritual unity in our relations now prevails. Can that good neighbor message be accepted and practiced in our national life?  
All the energies of government and business must be directed to increasing the national income; to putting more people into private jobs; to giving security and the feeling of security to all people in all walks of life.  
I believe that improvement in government and business practices must go hand in hand with recovery—that they should be, and will be, a definite aid to recovery.  
Our immediate task is to consolidate and maintain the gains achieved.  
At this immediate time we suffer from a failure of consumer demand. The hoped for re-employment of this spring is not proceeding fast enough to create an economic upturn.  
It is essential in our economy that private funds be put to work and all of us recognize that such funds are entitled to a fair profit.  
Let us unanimously recognize the fact that the federal debt, whether it be twenty-five billions or forty billions, can only be paid if the nation obtains a vastly increased citizen income.  
We must start again on a long steady upward incline in national income.  
Our capacity is limited only by our ability to work together. What is needed is the will.

Amid the voices which now seek to divide group from group, occupation from occupation, section from section, thinking Americans must insist on common effort in a common endeavor and a common faith in each other.  
No Ground for Fear  
"In this situation there is no reason and no occasion for any American to allow his fears to be aroused or his energy and enterprise to be paralyzed by doubt or uncertainty."  
"Our situation is vastly different from that which we faced five years ago. Let us use the tools already forged and laid out on the bench. . . . The problem calls for immediate action, both by the government and by the people. . . .  
"Let every business man set out to use his strength of mind and heart and his confidence in his fellow man and his country. Let every labor leader find not how work can be stopped but how it can be made to proceed smoothly, continuously and fairly. Let every public official consider that his task is to use his authority so that the service he renders is adapted to curbing abuses and helping honest effort. Let every one of us work together to move the life of the nation forward."  
Saying that the United States, a "successful democracy" faces a troubled world, Mr. Roosevelt said: "The United States, retaining free speech and a free exchange of views, can furnish a dynamic example of successful government, provided the nation can unite in practical measures when the times call for united action."  
Republicans United  
"In the western hemisphere the good neighbor policy has so strengthened the American republics that a spiritual unity in our relations now prevails. Can that good neighbor message be accepted and practiced in our national life?"  
Discussing causes of the depression, which many administration critics have blamed upon the White House, Mr. Roosevelt said efforts of the government to stimulate business were "so well recognized" at the end of 1936 that "both the business

community has been changed by a winter of governmental inaction. The answer appears to be that it has not. In the last few days, four eminently important New York bankers, half a dozen leaders in the affairs of business, and several powerful industrialists have been asked to express their private opinions of the state of the nation, and to offer their own remedies. Summing up the answers briefly, and perhaps a little unkindly, these distinguished business men were all profoundly gloomy about the state reached by the nation after a winter of governmental inaction. Yet they unanimously suggested that more inaction, only slightly tempered by kindness to business, was the only policy. Many major problems were mentioned by one or another of the business men. A stock broker was deeply interested in the clearing up of the railroad situation; a banker thought the social security reserve deflationary; an industrialist found the social security taxes burdensome, and still another banker, who subscribes to the monetary theory of economics, was disturbed by the administration's failure to sterilize its gold hoard. But taxes, utilities and the president's "attitude" were the three things on which everyone was unanimous.

of pocket cost to the federal government" under the new PWA program should be limited to \$1,000,000,000 and that loans or grants should not be made on projects which cannot be started within six months after legislation is enacted and completed within a year and a half.  
Optional PWA  
The president proposed that PWA advances should be put into the optional form: Either the existing method of a 45 per cent grant and 55 per cent loan or a loan of the whole sum with the federal government assuming the interest payment.  
Mr. Roosevelt said there will be improvements in government and business practices which would be "a definite aid to recovery."  
"While I do not wish to see this message to over-emphasize some of the needs," the president said, "I do want to say that I believe that we must be definitely aware of certain of them—the elimination of future tax exempt bonds of all kinds of government agencies; the subjecting of government salaries and wages of all kinds to federal and state income taxes; a serious undertaking to solve the problems of monopolistic practices and price fixing."  
"The never-ceasing evolution of human society will doubtless bring forth new problems which will require new adjustments. Our immediate task is to consolidate and maintain the gains achieved."  
(Continued on Page Two)

## "Duster" Becomes Shower of Mud In Rain, Hail Storm

SPRINGFIELD, Colo., April 14.—(AP)—A brisk rain and hail storm collided with one of southeastern Colorado's worst dust storms here today and the result was a "mud shower."  
The rain and hail fell about noon, interrupting a "duster" that had reduced visibility and started piling new drifts of soil along highways, railroads and fence lines.  
The downpour left buildings and automobiles streaked with mud. Residents estimated a tenth of an inch of moisture fell in 20 minutes.  
Precipitation apparently was limited to the immediate vicinity of Springfield, heart of the Colorado "dust bowl."

## U. S. GOLD HOARD IS DETERIALIZED

WASHINGTON, April 14.—(AP)—The treasury sterilized its entire hoard of \$1,891,000,000 of inactive gold today in accordance with President Roosevelt's recovery program.  
The announcement was made after a conference between Secretary of the Treasury Morgenthau and Chairman Marriner S. Eccles of the federal reserve board, who apparently discussed whether to sterilize the gold as the cash was needed, or whether to devalue the whole amount at one time.  
The two officials also agreed to call a meeting next Wednesday of the executive committee of the federal reserve board's open market committee to draft other means of financing the new \$5,000,000,000 spending program.

## TOWNSEND UNABLE TO VISIT MEDFORD

Dr. Francis E. Townsend will not speak here tonight as previously arranged. He is on his way to Washington, D. C., to serve a 30-day jail sentence for contempt of a house committee.  
The public meeting in the Medford senior high school auditorium, however, will be held as scheduled at 8:00 tonight. Glenn Wilson of San Francisco, national representative and Townsend party manager in California, and Gordon Ware, Oregon state manager, will be the principal speakers.  
Mr. Wilson, who arrived this morning, will leave tomorrow for southern California but Mr. Ware will remain here to address a meeting at 8:00 p. m. Saturday in Townsend hall, 123 1/2 West Main street. A chicken dinner will be served in the hall tomorrow night.

## ELECT DIRECTORS JACKSON CO. C-C

Election of the following as directors of the Jackson County Chamber of Commerce was announced this afternoon:  
Eugene Thorndike, George T. Frey, W. A. Gates, Karl L. Janouch, Ben E. Harder, George A. Hunt and Glenn L. Jackson. All but Mr. Hunt and Mr. Jackson are directors now.

## OLD WORLD GIVEN WARNING TO LET AMERICAS ALONE

Roosevelt Tells Representatives of 20 Latin American Republics Aggression Will Not Be Permitted

WASHINGTON, April 14.—(AP)—President Roosevelt utilized two occasions today to rededicate the Americas to democracy and the good neighbor policy and to warn the old world against aggression in the new.  
In a personally delivered address to the governing board of the Pan-American Union, comprised of Secretary of State Hull and diplomatic representatives of the 20 Latin republics, the president declared: "Peace in the Americas 'shall not be endangered by controversies within our family; and we will not permit it to be endangered from aggression coming from outside of our hemisphere."  
In a message to congress on economic recovery at the same hour, Mr. Roosevelt concluded with a declaration that democracies were not doomed to failure as some contend. "Free speech and free exchange of views 'can furnish a dynamic example of successful government, provided the nation can unite in practical measures when the times call for united action,'" he said. At the conclusion of his prepared speech to the Pan-American body, the president spoke extemporaneously. He thanked the Latin American governments for the unanimity with which they have accepted the American government's proposal to help political refugees from greater Germany find new homes.

The occasion of the president's address was Pan-American day and he asserted in his formal remarks the historic Monroe doctrine—without naming it—and placed it on an inter-American basis.  
His speech was broadcast to all American republics.  
The chase started last night when two Laredo residents, Louis Kowalski and Dr. E. Longoria, recalled Roma, 13 miles west of here, and reported seeing an automobile occupied by a man and woman parked in brush between Roma and Rio Grande city.  
Sheriff Guerra rushed to the spot, but when his machine approached the automobile darted from its hiding place, reached the highway and outdistanced the officer.  
Officers here said the couple—a tall man and a blond woman—entered a Roma sandwich shop late last night and ordered hamburgers. The man pulled a gun on the attendants who officers said, apparently had recognized them as the hunted suspects, threw his sandwich on the floor and fled in the direction of Rio Grande city.

## TEXAS SUSPECTS ELUDE OFFICERS

Young Democratic club of Jackson county will convene tomorrow evening at 7:30 o'clock at 418 Arcadia court.  
Howard Hamilton, president of the organization, announced that the session is important and all members and others interested are urged to attend.  
The meeting has been called for 7:30 so that members may listen in for the broadcasting of the contestants of the women's speaking contest under KMEM at 8:00 o'clock.  
Mr. Hamilton will appoint delegates to the state convention at the meeting.

## CHINESE NEED QUININE

NEW YORK, April 14.—(AP)—Funds to purchase one ton of quinine, enough to treat 35,000 Chinese for malaria, were sought in a campaign today by the Chinese Student League. Three or four tons are needed immediately, the Chinese red cross informed the league.

## INSURGENTS TAKE TOWN NINE MILES FROM COASTLINE

Hard-Driving Forces of Gen. Aranda Capture La Jana As Government Defense Lines Seen Weakening

HENDAYE, France (at the Spanish Border), April 14.—(AP)—Hard-driving insurgent forces under General Miguel Aranda today captured the village of La Jana, bringing the advance guard of their southern wing within nine airline miles of the Mediterranean coast.  
La Jana is on the road between San Mateo, which fell to the insurgents earlier today, and the coastal city of Vinaroz, objective of the right wing of Generalissimo Francisco Franco's great eastern drive to cut government Spain in two.  
Government defense lines in this sector were reported to be weakening.

## STIRS MEDICS

Dr. James H. Means (above), American College of Physicians president, stirred a tempest when he charged that American Medical association behavior is "political" and that it is dominated by an attitude "close to standpatism."

## UNION SERVICES ON GOOD FRIDAY FROM 12 TO 3 P. M.

A number of churches of Medford will combine their efforts tomorrow for the annual Union Good Friday services in the First Presbyterian church, Eighth and Holly streets, from 12 noon until 3 p. m. Program is being presented under the auspices of the Ministers association, of which the Rev. Sherman L. Divine is president.  
Services will be "A Commemoration of Calvary, The Seven Last Words." The program was arranged by the Rev. Joseph Knotts, chairman of the program committee.  
The Rev. James Hamilton of the First Christian church will preside over first part of the service, which will include organ recitals by Eva Hazelrigg Marsh, organist; hymn 50, "Beneath the Cross of Jesus"; invocation, the Rev. Fred Weatherford of the Nazarene church; solo, "O Jesus Thou Art Standing"; Mrs. John Huber; address 1, "Father, Pardon Them"; the Rev. J. P. Bray of the Methodist Episcopal church, south; hymn 46, "Go To Dark Gethsemane"; solo, "There Is A Green Hill Far Away"; Mrs. D. R. Smith, Mrs. Don Seilmann, accompanist; address 2, "Today Shall Thou Be With Me In Paradise"; the Rev. J. E. Edgar of the First Presbyterian church in Ashland; solo, "I Saw One Hanging On The Tree"; solo, "In The Secret Of His Presence"; Edna Ebert; address 7, "It Is Finished"; the Rev. John W. Hoyt of Medford.  
Benediction will be given by the Rev. Walford A. Dawes of the Baptist church. An organ postlude will end the services.

## SMASHUP VICTIM HAS LIFE CHANCE

The condition of Maurice Edward O'Brien of San Francisco, critically injured with a fractured skull sustained in an auto accident at Seven Oaks early Wednesday morning, was slightly better today, his attending physician, Dr. W. G. Bishop, said this afternoon. He is in Community hospital.  
"If infection does not develop, he has a chance to pull through," Dr. Bishop stated.  
Mr. O'Brien's wife, his mother, Mrs. Marie O'Brien, and his brother-in-law, R. M. Shirley, all of San Francisco, arrived in Medford early this morning to be with the injured man.  
The auto accident occurred when the Buick coupe O'Brien was driving left the Pacific highway at a curve about two miles north of Central Point and crashed into an orchard. O'Brien was on his way to Bellingham, Wash., to attend the funeral of his father.  
Ernest Schwartz of San Francisco, a friend who was accompanying O'Brien to Bellingham, was still in Community hospital with three broken ribs, and progressing nicely.  
Claims Swim Record  
MOSCOW April 14.—(AP)—Semi-Boichenko of Moscow today claimed a new world's swimming record for the 200 meters breast-stroke. Boichenko was clocked in two minutes, 30.2 seconds compared with the listed world standard of 2:37.2 as established by Jack Kasey at New Haven, Conn., in 1936.

## REACTION TO RELIEF PROGRAM DICTATED BY PARTY ADHERENCE

WASHINGTON, April 14.—(AP)—The budget estimate will amount to not more than \$1,000,000,000, Byrnes said. He added that the sterilization of gold is "sound and desirable" and that "the severest critic of the president will approve of the conciliatory tone of the message."  
Senator Van Nuys (D.-Ind.), generally regarded as an administration opponent, said he was in sympathy with the objectives of the message "and will do everything I can to help pass legislation to carry them out."  
"I think, however, that the expenditure for WPA should be more specifically earmarked than it has in the past," the Indiana added. "I am not in favor of giving anyone a blank check."  
Senator Barkley of Kentucky, the Democratic leader, said Mr. Roosevelt had suggested "a reasonable constructive program" which should win speedy congressional approval.  
From Senator Vandenberg (R.-Mich.) came the comment: "I applaud the president's recognition of the new depression and his purpose finally to attack it. But when I take his advice 'to avoid the pitfalls of the past,' I must reject his renewal of a profligate spending program, with its deficits and debts, because that is the route, in part, which has brought us where we unhappily are."  
Senator Byrd (D.-Va.), long-time advocate of government economy, said: "I'm against the proposition."  
"I predict that if the program is adopted the deficit for the fiscal year 1938 will be in excess of \$3,000,000,000. That would do vastly more to destroy confidence and injure business than the pump priming could do good."  
Senator Pittman (D.-Nev.) declared he would support the program. He said federal reserve board regulations designed to tighten credit last year "started a deflation suddenly and violently."  
"They realize their mistake now, and are making an attempt to correct it," he explained.  
Representative Tabor (R.-N. Y.): "The president seems unable to learn by failure that pump priming has done nothing so far either before 1933 or after 1933 to relieve the depression."

## OREGONIANS HAVE CAUSE FOR PRIDE SAYS CHANCELLOR



It is time for Oregonians to assume an optimistic outlook and a spirit of pride in their state such as are manifested by Californians, Dr. Frederick M. Hunter, chancellor of the Oregon system of higher education, stated at a banquet given in his honor at the Litchia hotel in Ashland last night.  
Oregon has many assets, including an educational system of high standard, in which its citizens might justly show a legitimate pride, the chancellor said. The doubts and fears that have characterized parts of the state should be dispelled and a spirit of optimism that will carry Oregon forward should be substituted, he declared.  
On Inspection Trip  
The banquet was given by the Ashland Chamber of Commerce and Frank J. Van Dyke, chamber president, presided. On a tour of inspection, Dr. Hunter had spent the day at the Southern Oregon Normal school.  
Prof. Irving Vining, speaking at the banquet, told of the organization of the Southern Oregon College association to promote the development of the normal school.  
Dr. Hunter said the association had a legitimate field for constructive work in citing the benefits of the normal school to the students who graduate from high school each year in the territory served by the Ashland institution. He emphasized, however, that no competition should be permitted to develop among the different state institutions, pointing out that each had a different purpose to serve.  
Rivalry Decried  
The bitter factional rivalry shown in recent times between the University of Oregon and Oregon State college is liable to have a detrimental effect upon the whole system of higher education, the chancellor asserted. He declared that friendly rivalry is beneficial and desirable but that the juvenile bitterness displayed by the two institutions of late is so absurd that the public is liable to become disgusted with the entire system. Such inter-college animosity, therefore, must be terminated, he stated.  
One of the aims of the newly-formed college association, Dr. Hunter emphasized, should be the creation of an endowment fund for the Southern Oregon Normal school. All of the state institutions, he added, are in need of endowments. He cited the endowment funds that help to support California colleges and universities.  
Democracy is liable to be unconquered unless the United States can prevent it, Dr. Hunter said in an address given in the afternoon before faculty and students at the normal school.

## STATE EDUCATION HEAD LISTS ASSETS IN ADDRESS AT ASHLAND BANQUET—WOULD DROP DOUBTS AND FEARS

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## TIME OFF SOUGHT FOR CHURCH RITES

All Jackson county employers were asked today to grant employees some time off to attend church services between noon and 3 o'clock tomorrow, Good Friday.  
The appeal, coinciding with the wishes of Gov. Charles H. Martin, was issued by Al Littrell, chairman of the retail merchants' committee of the Jackson County Chamber of Commerce. Wherever possible, employers were asked to let their help off at various times during the three-hour period.  
There will be no closing of private or public business places.  
SALEM, April 14.—(AP)—Salem police are trying to locate Ed Wilson, an elderly man who disappeared from his home here Monday. He had been in poor health, officers said.