

The Weather
 Forecast: Fair tonight and Saturday; little change in temperature.
 Temperature: _____
 Highest yesterday: 81
 Lowest this morning: 54

A Good Time
 Friday again. Right now is the time to prepare that Want Ad for the Sunday morning edition. Most folks read about everything in the paper Sunday and it is a good time to advertise. No additional cost.

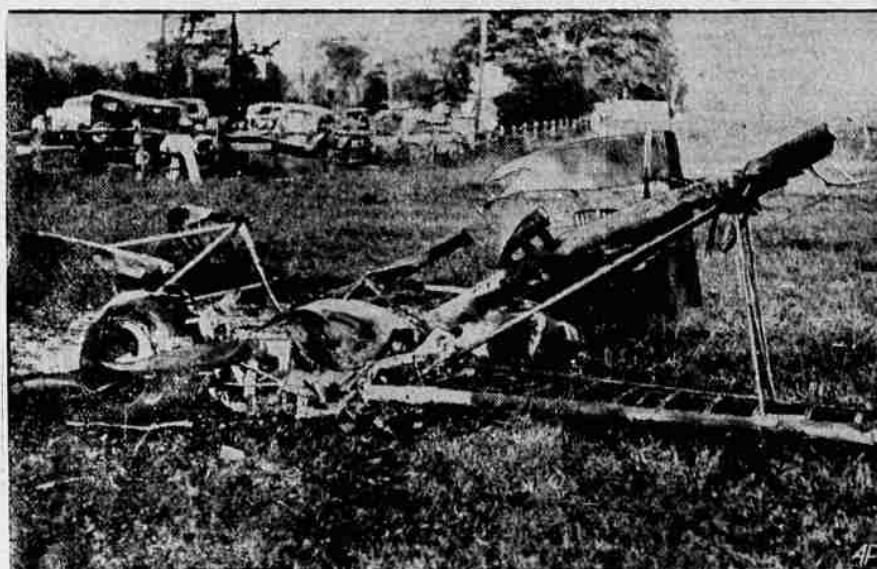
ROOSEVELT, FARLEY IN FULL ACCORD

The Capital Parade
 By Joseph Alsop and Robert Kintner
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REVELATION MADE BY F. R. FOLLOWING PARLEY ON PURGE
 Postmaster General Understood to Have Urged Personal Campaign in Maryland to Defeat Tydings

Dispute Closes Frisco Wholesale Liquor Houses

Former Speed Ace Killed In Crash



This was all that remained after fire swept the wreckage of a small airplane in which Lieut. Commander Frank Hawks and J. Hazard Campbell, a stock broker, were fatally injured at East Aurora, N. Y. The accident occurred when the plane in which the two men were flying tripped across a group of electric wires and plunged into a field. Below: This fire-scoured photo of Hawks was recovered from his wrecked plane. (A.P. Photos)

WILKIE-LILIENTHAL NEGOTIATIONS COLLAPSE
UTILITIES HEAD VALUES PROPERTY TOO HIGH
TVA DIRECTOR SAYS FIGURE SHOULD BE CUT
BREAK MAY BE ONLY STAGE IN HAGGLING

WASHINGTON, Aug. 26.—The vital negotiations between the Tennessee Valley Authority and the Commonwealth and Southern company have broken down. After a long period of ceaseless discussion, TVA's David Lilienthal and Commonwealth and Southern's Wendell L. Wilkie are once more thumping their noses at one another. As peace between the New Deal and the utilities directly depends on peace between the TVA and Commonwealth and Southern, the event is a minor economic tragedy.

The break is not irreparable. It may be repaired when the close of the TVA investigation soothes the atmosphere. Or, when the elections are past, it may be easier to arrive at an agreement. For the present, however, each side refuses to listen to the arguments of the other.

The question at issue, broadly speaking, is the purchase by the TVA of Commonwealth and Southern's huge affiliate, the Tennessee Electric Power company, and some adjoining properties. Negotiations began when Wilkie, as spokesman for the power industry, angrily proclaimed that TVA competition had made it impossible to do business in the TVA area, and offered to sell out to the TVA.

After prolonged conferences with the President, Lilienthal took Wilkie's offer up, and the two men began haggling over the price. It is a wide-open disagreement on price terms which has caused the present break.

One of Wilkie's and Lilienthal's first steps was to agree on the hiring of a firm of independent accountants to audit the properties involved in the bargain. Lilienthal named four nationally known firms. Wilkie stated that any of the four would be satisfactory and Lybrand, Ross

(Continued on Page Ten)

Smith Reappointed As NLRB Member
 HYDE PARK, N. Y., Aug. 26.—(AP)—President Roosevelt today reappointed Donald Walker Smith of Pennsylvania as a member of the national labor relations board.

Smith will serve a term of five years. His present term expires Aug. 27.

President William Green of the AFL recently discussed the expiration of Smith's term with the president, but said he had lodged no specific objections against Smith.

Safety pins were first devised by Walter Hunt in 1849.

SIDE GLANCES
 by TRIBUNE REPORTERS
 Alleen Latham whipping down to the depot to meet her sister, she getting mixed up on train schedules and meeting a freight train instead of the passenger one which her sister didn't take after all.

HYDE PARK, N. Y., Aug. 26.—(AP)—President Roosevelt said today he and James A. Farley were in complete agreement as usual during a political conference yesterday.

The president made this direct statement in response to questions at his press conference.

He and Farley were understood to have gone over the political situation in every state where the New Deal is an issue.

Farley reportedly urged the president to go personally into Maryland in an effort to defeat Sen. Millard Tydings, an administration opponent seeking re-nomination.

The president did not comment on this, however, saying only he had no engagements besides two already announced for patriotic observance in Poughkeepsie, N. Y., and Chattanooga, Tenn.

Asked for comment on reports the Workers' Alliance, an organization of WPA workers, is seeking to raise a \$50,000 campaign fund for WPA employees, the president gave reports: this reply:

"I very much hope that people on relief will not contribute any money for the purpose of aiding any party." The president expressed approval of a statement by Harry Hopkins, the WPA administrator, regarding the raising of campaign funds from relief workers. Hopkins vigorously condemned the practice.

The president and Farley were reported to have discussed many other subjects besides politics during their talk yesterday.

Nothing was said either on the Idaho situation, where Sen. James P. Pope, an administration supporter has been defeated for re-nomination, and now is considering seeking re-election as an independent.



HULL SENDS MEXICO WARNING TO CEASE FARM LAND SEIZURE

WASHINGTON, Aug. 26.—(AP)—A sharp note from Secretary Hull served notice on the Mexican government today it must stop seizing American-owned farm lands without proper compensation.

The state department head demanded for a second time Mexico make prompt settlement of \$10,000,000 in claims for property already expropriated.

Persistence in a policy of "bald confiscation," he said, "will jeopardize the interests of all peoples throughout the world."

Hull's note, made public last night, asked Mexico to agree either to limit American arbitration or to make monthly payments in escrow while two representatives—one from each government—determine the value of the confiscated land.

Mexico rejected Hull's first arbitration proposal three weeks ago. Dispatches from Mexico City, however, said a source close to the government indicated possible acceptance of the alternative of a two-man commission.

Hull's note was characterized by officials as one of the strongest this government has sent in recent years.

EMPHATIC OBJECTION SENT NIPPONESE FOR ATTACK ON AIRLINER

WASHINGTON, Aug. 26.—(AP)—The United States expressed to Japan today its "emphatic objection" to the attack of a Japanese war plane on a Chinese commercial airliner Wednesday, with the reported loss of 10 lives.

In instructions from Secretary Hull, American Ambassador Joseph C. Grew, Tokyo, presented the Japanese government with a note which declared:

"My government desires to express its emphatic objection to the jeopardizing in this way of unarmed civilian planes engaged in clearly recognized and established commercial service over a regularly scheduled air route."

Hull told the Japanese, "this attack upon the plane has aroused public feeling in the United States."

The pilot of the plane was an American, Hugh L. Wood of Winfield, Kas., who was one of the three survivors.

THREE DIE IN PATH OF HUGE RUNAWAY TRUCK ON MOUNTAIN HIGHWAY

BAKERSFIELD, Calif., Aug. 26.—(AP)—Thundering out of control down the Ridge route grade at mile-a-minute speed, a big trailer truck killed three men before overturning in a mass of flaming wreckage, state highway patrol officers reported today.

Driver C. R. Dawson, of Alameda, and his helper, Leroy Woolter, rode the length of the death-dealing ride in the truck, but escaped virtually unhurt.

Two occupants of a light pick-up truck, H. E. Foster and James Marshall, of Fellows, were crushed to death when the runaway struck and demolished their machine.

As the runaway zig-zagged wildly downward, it ran over and killed W. A. Miller, of Bakersfield, who had parked his house trailer at the side of the road near Grapevine and was crossing to get a drink.

Miller met death before the horrified eyes of his wife. They reportedly were former residents of Summit, Texas.

A Bakersfield Japanese, Norio Imamura, driving up the grade in a truck loaded with potatoes, turned his vehicle over a 15-foot embankment and leaped to safety, in averting a collision.

Miller met death before the horrified eyes of his wife. They reportedly were former residents of Summit, Texas.

MEDFORD TO FILE PAVING AID PLEA COMING MONDAY

PWA Will Be Asked to Grant \$58,500 for Repair Project Share — City to Vote on \$73,500 Bonds

Medford's application to the Public Works Administration for a grant of \$58,500 to provide 45 per cent of the total cost of the contemplated \$132,000 reconstruction of paved streets program, will be filed in the Portland regional office of the PWA next Monday by Fred W. Scheffel, city superintendent.

Mr. Scheffel, with Mayor C. G. Furnas, will leave Medford tomorrow morning for the metropolis, where they will attend a joint meeting Sunday of the League of Oregon Cities gasoline tax and executive committees.

The PWA application, drawn up by the city superintendent, will be forwarded from the Portland office to Washington for approval subject to the outcome of the bond election Wednesday, Aug. 31, when citizens will vote on the question of issuing bonds of the city of Medford in the maximum amount of \$73,500, which sum will provide the 55 per cent needed to finance the \$132,000 project. In case the bond election fails to pass, the application will be automatically cancelled, Mr. Scheffel explained.

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PHYSICIANS ELECT EUGENEAN LEADER

TIMBERLINE, Mt. Hood, Aug. 26.—(AP)—The state medical association elected Charles E. Hunt, M. D., of Eugene, president at its convention here today.

Other officers were Louis P. Gamber, Portland, first vice-president; F. L. Ralston, La Grande, second vice-president; George E. Henton, Portland, third vice-president; W. F. Hollenbeck, Portland, treasurer; Morris L. Bridgeman, Portland, secretary; and Earl H. Marzloff, Portland, committee man on publications.

W. W. Bann, of Salem, R. W. Hemmings, Bend, and G. H. Strickland, Oregon City, will serve three-year terms as counselors.

Human Guinea Pigs Prove Fruit Spray Not Harmful

WASHINGTON, Aug. 26.—(AP)—The public health service gave a partial answer today to the long-disputed question of how much lead arsenate, a poison used for keeping insects off fruit, a man can consume without injury.

BASEBALL

NEW YORK, Aug. 26.—(AP)—Joe DiMaggio drove in seven runs with his 26th home run, two doubles and a single today to lead the champion Yankees to a 15-9 triumph over the Cleveland Indians in the opening game of a doubleheader. Lou Gehrig also hit his 26th four-bagger of the year.

Team	R	H	E
Cleveland	9	18	2
New York	15	15	2

Team	R	H	E
Chicago	12	18	3
Boston	2	10	2

Team	R	H	E
Philadelphia	6	12	0
Pittsburgh	4	7	2

Team	R	H	E
Brooklyn	3	10	1
Chicago	7	11	0

POOL SENTENCED TO PENITENTIARY ON MORAL COUNT

Louis Pool, 20, was today sentenced to an indeterminate term in state prison, not to exceed two years, upon a plea of guilty to contributing to the delinquency of a minor girl. It was the second prison sentence meted by Circuit Judge H. D. Norton to Pool, the first time being on a forgery charge. On another appearance, the defendant was paroled as a first offender.

The defiant attitude of Pool as he stood before the bar, caused the court to remark:

"You still are not showing the right spirit."

"You seem to be going around looking for trouble," the court further told Pool. "So it is necessary to give you another taste of the penitentiary. The court hopes when you get out again, you will have learned a lesson, and have more judgment."

Pool, according to the evidence, introduced a 13-year-old Medford junior high school girl to hitch-hike with him last Friday to Roseburg, where they were arrested last Saturday. In defense of his action, Attorney T. J. Enright informed the court, Pool and the girl "wanted to get married."

James T. L. Neil, Jr., 18, transient Texas youth, charged with contributing to the delinquency of a 13-year-old Ashland girl, entered a plea of guilty, and was sentenced to six months in the county jail. District Attorney Newman advised the court, after sentence was passed, Neil and another prisoner, had advised the jailer of an attempted jail break.

In this case, the court declared, "we are dealing with irresponsible elements, and there is a shade of extenuating circumstances justifying a county jail sentence."

Neil, according to his statement, while hitch-hiking through Ashland met the girl in the car, and afterward travelled with her to Los Angeles, where they had posed as man and wife, and were later brought to

2,000 LOSE JOBS OVER WAREHOUSE UNION PRINCIPLE

Trouble Spreads to Scores of Plants — Settlement Hope Rests in New Peace Offer From Union Heads

SAN FRANCISCO, Aug. 26.—(AP)—Virtually every wholesale liquor warehouse in San Francisco closed today to boost the number of idle plants in the five branches of the industry to near the 100 mark.

A spokesman for the Wholesale Liquor Distributors' Association of northern California said the closing of liquor plants would be 100 per cent by noon. Approximately 2,000 warehousemen were believed out of work because of the labor dispute, which spread from a single plant, the F. W. Woolworth, three weeks ago.

Hot Car Starts It
 A matter of principle and a wandering freight car, loaded with school supplies from the strikebound Woolworth warehouse, motivated what employers termed the "strike" and what the CIO warehousemen's union called a "lockout."

Hopes for an early settlement of the controversy rested with a new peace offer submitted yesterday by the union, which contained what Eugene Paton, union president, said were proposals considerably modified from previous demands.

Listed as closed were all of the city's 38 wholesale grocery warehouses, 25 public plants, four hardware plants, the Woolworth and Elmer Walker warehouses, and between 28 and 30 liquor plants.

The liquor warehouses closed because they could not fill orders, the association announced.

Further complicating the labor relations picture in San Francisco, scene of many of the nation's bitterest and longest strikes, was the threatened walkout of 7,000 clerks in 27 major department stores because of a collapse in negotiations for a new contract.

RAILROADS DEFER RATE HIKE EFFORT

CHICAGO, Aug. 26.—(AP)—The transcontinental freight bureau of railroads disclosed today the carriers had agreed to defer this year an effort to increase rates on shipments of fruits and vegetables from the Pacific coast to the east.

For returns to the growers on their fruits and vegetables this year was given as the basis for the decision.

The transcontinental lines had proposed rate increases of 15 cents a 100 pounds above the March 27 rate on fruits and vegetables. The Interstate Commerce commission, however, suspended the June 30 effective date of the increase and called a hearing for September 15 in San Francisco.

The increase was estimated to amount from 5 to 10 per cent over the current rate, which was advanced slightly by the ICC on March 28.

Pear Markets

NEW YORK, Aug. 26.—(AP-USA)—Pear auction: 21 cars arrived, 18 California unloaded, 16 on track; market stronger, California Bartlett's 15,900, \$1.35-2.50, few \$2.95, average \$1.90.

CHICAGO, Aug. 26.—(AP-USA)—Pear auction: 13 California cars arrived, 32 on track, California Bartlett's 5,932 boxes, \$1.30-1.90, average \$1.80.

NO APPEAL FROM TRAILER DECISION

There will be no appeal from the decision of Federal Judge Claude McCulloch, of Portland, who Thursday ruled a trailer belonging to Mr. and Mrs. Jay R. Williams of Trail, was exempt as a homestead, under the bankruptcy act, Attorney Gus Newbury, representing the opposing side, said today.

The trailer first came into litigation, according to Newbury, when it was filed against Mrs. Emma Wahlers, for a judgment against her claims for rentals on farm land located in the Dry Creek district. Later the trailer was hauled to California, under a bond, Newbury said part of the judgment was collected under the bond, but the balance is due. The attorney said he did not know whether or not the trailer had been brought from the south.

PUT NEW SURFACE ON PEACH STREET

With the old streetcar tracks on Eighth street between Oakdale street and Holly street filled in and resurfaced, workmen of Warren-Northwest, Inc., of Portland, contractors reconditioning Medford streets, have moved to Peach street between Second and Fourth streets, and are putting on a new top and base.

The old car tracks on East Main street, between Crater Lake avenue and Oregon Terrace, and 8 1/2 inches of topping will be put on later if the coming bond issue carries, City Superintendent Fred W. Scheffel stated.

CAMPERS BLAMED FOR BRUSH FIRE NEAR C. P.

A brush fire, caused probably by careless campers, according to the state forest department, burned over about five acres in the foothill district southwest of Central Point and west of Beall lane yesterday and was extinguished last night. The land is owned by the United States department of the interior.

District Fire Warden Dwight Phillips said a three-man crew was sent to the blaze yesterday morning, a four-man crew with a pumper truck was dispatched during the afternoon and 25 employees of CCC Camp Wimer assisted in extinguishing there were also 25 Camp Wimer CCC boys patrolling the area and mopping up, he stated.

OAKLAND LUMBER PLANT DESTROYED BY FLAMES

OAKLAND, Cal., Aug. 26.—(UP)—Fire last night destroyed the four-acre yards and plant of the Sunbelt Lumber company in the Oakland estuary district.

Firemen, summoned by six alarms, brought the flames under control after a two-hour fight.

No estimate of the damage was available, but the plant and the lumber storage yard were ruined.

PATTY BERG WINS WAY INTO WESTERN FINAL

CHICAGO, Aug. 26.—(UP)—Patty Berg of Minneapolis won her way to the finals of the western women's golf championship today by defeating Shirley Ann Johnson of Chicago, 3 and 2.

In the first of a series of reports, the service relates that it fed 100

CYR FACES LEACH IN PUBLIC LINKS FINAL

CLEVELAND, Aug. 26.—(AP)—Louis Cyr, railroad worker from Portland, Ore., qualified for the finals of the national public links golf tournament today by defeating a fellow townsman, Eddie Beck, one up over 36 holes.

At Leach, Cleveland WPA worker, staged a spectacular comeback to enter the finals also by defeating Bart Trow, Seattle, Wash., one up over 36 holes. Leach will meet Cyr in tomorrow's 36-hole final.

Mrs. Tugwell Gets Divorce In Reno

RENO, Nev., Aug. 26.—(UP)—Mrs. Florence Arnold Tugwell was granted a divorce from Rexford Guy Tugwell, former new deal advisor, in Yerington, Nev., yesterday on charges of cruelty, which were described as mental only. The decree was granted at a closed door hearing by Judge Clark J. Guild and all papers were sealed.

The couple was married in Buffalo, N. Y. June 7, 1914 and have two daughters, one 14 years old and the other of age.