

A Class Ad Will Do It

The Evening Herald

Today's News Today

Member of the Associated Press.

Fiftieth Year—No. 5449

KLAMATH FALLS, OREGON, FRIDAY, JUNE 17, 1921

PRICE FIVE CENTS

PHILIPPINES ARE BANKRUPT CONGRESS TOLD

Investigating Commission Finds Finances Exhausted; Urge Extension of Debt Limit.

WASHINGTON, June 17.—The Philippine government is facing bankruptcy, Major General Wood and former Governor General Forbes declare in a cablegram transmitted today to congress by Secretary Weeks, who asked immediate authorization for the island government to increase its indebtedness from \$15,000,000 to \$38,000,000.

Wood and Forbes, who are investigating financial conditions in the Philippines, said that the national bank, depository of the island government funds, is "practically insolvent."

Three Mills Soon To Open, Reported

While A. E. Kruse has not stated so officially, men in the mill ranks state as soon as he returns from a visit with his family in Portland, that he will open the Kruse mill near Swan lake with a force of 14 men, on Monday June 27. Foreman R. T. Newton at present is having the machinery overhauled and put in readiness before Mr. Kruse returns. A 22,000 foot capacity operation is possible at this mill.

Men returning to this city from Swan lake say that the Collier mill is expected to open soon and that the two mills of Nine brothers at Swan lake and Meadow lake are to also begin cutting operations.

ANOTHER ARRESTED FOR SHARE IN KABER KILLING

BUFFALO, N. Y., June 17.—Salvatore Cala, aged 31, was arrested at Edin, 15 miles from Buffalo, today, and admitted he had a hand in the killing of Daniel F. Kaber of Cleveland, Ohio, two years ago. This is according to a statement of the district attorney.

Eight Circuit Court Cases Set for Trial

Judge Kuykendall will reconvene circuit court Monday, June 20, for the opening of the regular June term and for the week has the following cases docketed:

Collins vs Kerns; Frodenburg vs Horn; Ayers vs Steiger; Wimer vs Gordon; Morrison vs Klamath River Lumber company. The period from June 27 to July 6, includes the cases of Schmitz vs Jacobson; Herlihy vs Melhase; Denton vs Modoc Lumber company.

Local Couple Will Be married, Eugene

A wedding that will be of much interest to local people will take place in Eugene tomorrow when Herman Foster, assistant cashier for the Southern Pacific here, and Miss Mable Murphy will be married. Both of these young people have many friends here. Mr. Foster has lived here for some time and Miss Murphy formerly resided here where her father was employed by the Southern Pacific.

Weather Probabilities

The barometric pressure as registered by the Cyclo Stenograph has shown a steady rise for the last 24 hours, but at noon today started to fall indicating the crest of the cool wave has passed and warmer weather is due. Indications for next 24 hours cloudy and warmer followed by unsettled weather.

WEATHER REPORT OREGON—Tonight and Saturday, fair.

Gardner in Federal Prison; Wife Sends Him Cheerful Wire

TACOMA, June 17.—Roy Gardner, captured at Centralia yesterday, entered McNeil's prison last night under heavy guard.

Just before he entered he received the following wire from his wife: "Dear daddy, be a good boy now. I love you still and hope to see you soon. Have been accused of giving you the gun. Clear that up. Love, "DOLLIE."

HAS NEW STAFF ORGANIZED TO CONDUCT HOTEL

Carl Y. Tengwald, new manager of the Crater Lake hotel, announces that he has organized a complete staff for the 1921 season and will leave for Crater Lake June 25, to get the hotel in order for opening July 1, according to the Medford Mail Tribune.

The lodge will open July 1, says Mr. Tengwald, regardless of snow conditions, for if cars cannot be driven to the rim at that time it is certain, he says, that they can come near enough so that only a short walk will bring tourists to the lodge.

Including the transportation staff, orchestra of four pieces, and help for the Anna Creek camp, about 40 persons will be employed in conducting the Crater Lake resort.

The Misses Elsie Calkins, Aubra Bradbury and Grace Lytle of Henley, and Lucy and Elsie Fisher of San Jose, report making a hiking trip to the lake last week. They found ten inches of snow on the ground during the final stages of the trip.

The Medford paper also says that Superintendent Alex Sparrow was out this week for supplies and announced that work on roads and trails would be rushed from now to July 1. He hoped that the road to the rim could be cleared by the opening date.

COSTLY DRESS FOR GODDESS

Having been told that some "dark horses" were to be sprung in the race for the Goddess of Liberty contest late tonight by admiring friends the managers of the contest decided to defer the counting of the ballots until Saturday morning at 11 o'clock when every polling place will be visited and the vote registered.

The race is becoming attractive and a number of new contestants have entered. The contract for the float has been let by the committee in charge and a dressmaker engaged to make the Goddess' gown for the occasion. The dress material has not been selected but the gown will be a beautiful creation and will be given to the Goddess after the celebration. Help your favorite candidate get this coveted honor—and that dress! Vote early and often!

Rivalry is becoming so keen that banners bearing candidates names appear on automobiles in the streets and more to show as soon as the different organizations spring their choices.

June 26 is Date of Oil Co. Celebration

Let an error in the heading of yesterday's story on the Crater Oil company's celebration should prove misleading. The Herald calls attention to the mistake.

The celebration will take place June 26, as stated in the story, but in writing the heading the date, "July 26," was inadvertently used.

June 26 is the date, at the well half a mile north of Merrill, and the directors of the Crater Oil and Gas company expect on that day to welcome all residents of Klamath county as their guests, to witness the "spudding in" of the well, and share in the program and free dinner.

TRAFFIC MANAGER SAYS THAT HIS WORK IS HINDERED BY TACTICS PURSUED BY C. OF C. SECRETARY

Two agencies are apparently seeking to direct the traffic bureau work, in which all residents of Klamath county have a vital interest, according to a letter received today by the Herald Publishing company, from M. A. Callaghan, who was retained several months ago by local merchants to investigate freight rates and charges, with a view to securing better rates.

The letter below is a circular, addressed by Mr. Callaghan to the business men who have contracted to defray his salary, for a year. The Herald company signed one of these contracts.

Mr. Callaghan's letter, charging that Secretary Stanley of the Chamber of Commerce has taken control of the work and practically stopped him (Callaghan) from taking any progressive steps, is self explanatory. It is as follows:

June 17, 1921. Herald Publishing Co., Klamath Falls, Ore.

Gentlemen:—The situation in the Traffic Work has reached a point where something must be done at once if I am to do the work and accomplish the results for which you employed me.

As you know, the reduction of freight rates is one of the biggest problems confronting the business men of this city, and the entire community, today. Every day the rates continue at their present high level, costing the people of the county hundreds of dollars.

The work to be done is big; it must be centralized; it must be in charge of one responsible head, or it will fall again as it did before. If we win we must present a solid front or suffer the disappointment of half victory, or none at all.

As matters stand today, we have no head to the traffic work. Nominally, I am Traffic Manager. I have been employed by you for one year, to accomplish certain things, but whenever I have started out to do any work I have encountered a stone wall.

Let me give you a concrete example. When you sent me to San Francisco to find out what had been done and what could be done, about reduction of freight rates, the traffic manager of the Southern Pacific Co. refused to see me then, asking me who I was speaking for, and advised me that Mr. Stanley was handling traffic matters for the Chamber of Commerce. This was the first intima-

tion I had that such a situation existed. I wired Mr. Stanley detailing conditions and asked him to wire authority to represent the Chamber of Commerce. That telegram was never answered while I was in San Francisco and I waited two days for it.

I succeeded in getting a hearing and got the information I went after, and got Mr. Luce's promise to come up and visit Klamath Falls personally, which he did.

Regarding the meeting called by the Chamber of Commerce when traffic men from San Francisco, Portland and Medford were here—Sunday evening, Mr. Stanley informed me over the telephone that it was not necessary for me to be present. These illustrations could be repeated with but slight variation when applied to every question regarding traffic work that has arisen since my visit to San Francisco.

Rate attorneys have been employed to take our case before the Interstate Commerce Commission. The complaint that was prepared by them was sent here for the signature of the president and traffic manager. I never saw this until I asked Mr. Stanley for same. This has been returned to Portland and Mr. Stanley signed same as "Executive Secretary" in place of Traffic Manager.

I told Mr. Stanley rate attorneys would want data from this end to present our case, but he informed me that this would be unnecessary and that he would look after them and that they would handle this matter. This information has now been asked by the rate attorneys.

Several days ago, Mr. Stanley suggested the appointment of a committee to handle this matter. This is not the work of a committee. Can you afford to give the time and attention the magnitude of the work demands? You hired me to do this work for you and I want to be permitted to do so without hampering interference and unnecessary red tape. We may hope to win, but I need the undivided backing of the business men, the Chamber of Commerce and public sentiment.

It is not my personal interests that are at stake. It is the welfare of the whole community and it is this that prompts me to take the steps I have. I could drift along, shirk the responsibility herewith assumed and see your interests suffer. This would be the attitude of a dishonest employee who would prefer to place his personal convenience and self glory above his plain duty to the men who are paying him.

I could not do otherwise than I have done, and hope that my action will meet with your approval and support. Yours truly, M. A. CALLAGHAN, Traffic Manager.

Legion Will Select Delegates to State Convention Tuesday

Members of Post 8, American Legion will meet at the city hall Tuesday evening at 8 o'clock to select four delegates to represent Klamath Post at the third annual state convention held July 2-3, at Eugene.

Matters important to the post will also be brought up for consideration and among the local suggestions will be that of the Fourth of July committees' solicitation to take part in the parade.

Members are requested to be present as the selection of the delegates is important. Many discussions will arise at the convention relative to the recently enacted soldiers' loan bill.

CHINESE ASK RECOGNITION OF REPUBLICAN GOVERNMENT

WASHINGTON, June 17.—Dr. Sun Yan Sen, president of the southern Chinese republic, has appealed to President Harding for the recognition of his government. "Whether democracy triumphs or fails, much depends upon the decision of America," he said.

BANDITS HOLD UP MAIL CAR DRIVER, TAKE MAIL

BAXTER SPRINGS, Kansas, June 17.—Four bandits held up Guy Shields, aged 38, armed mail messenger, early today, took him half a mile west of town, put him out of his motor car, and escaped with five mail pouches.

SOCIAL AT ALGOMA

There will be a box social and program tomorrow night at the Algoma cook house, starting at 8 o'clock. Klamath Falls folk are advised to take the new highway, as the old one is closed.

Young Lumber Man Weds Local Nurse

Dennis Nine and Vada Ragsdale were united in marriage yesterday by Justice of the Peace Gagnagan. The groom is associated with the firm of Nine Lumber company which operate several saw mills in the county. The bride came here from Minneapolis about a year ago and has been nursing at the Klamath General hospital.

BRITISH MINERS VOTE FOR CONTINUED STRIKE

LONDON, June 17.—The striking coal miners' ballot favors a continuation of the strike, it was officially announced today.

25 PER CENT OF WHEAT STILL IN WAREHOUSE

THE DALLES, June 17.—For the first time in many years, from 15 to 25 per cent of the previous year's wheat crop remains unsold on the eve of the new harvest. In numerous warehouses over the country, 1920 grain is held by the farmers, who have vainly waited for something to put the market on the upturn again and give them an opportunity to recoup some of their losses.

NEW DAM AT HATCHERY ROSEBURG, June 17.

The construction of a 280-foot dam and a sufficient number of feeding ponds to more than double the capacity of the commercial salmon hatchery on the north Umpqua will start at once. State Engineer Wygant was in this city arranging for materials and final details for the work.

COOKED FOOD SALE

The ladies of the Sacred Heart church will hold a cooked food sale Saturday, June 18, at Johnson's Furniture Store. All donations should be in at 10:00 o'clock.

English Leader Says Britain Will Not Act Against U. S.

LONDON, June 17.—Austin Chamberlain, government leader in the house of commons, declared today in the house in regard to renewal of the Anglo-Japanese treaty: "Although the treaty is still in conference, it is right to say at once that we shall be no party to any alliance directed against America, or under which we can be called upon to act against America."

JAPANESE OPEN FIGHT ON ANTI-ALIEN LAND LAW

OLYMPIA, June 17.—Attorney General Thompson has been served with a copy of a petition, filed in the United States court at Tacoma, for a writ enjoining him from enforcing the anti-alien land law passed by the 1921 legislature.

Frank Terrace, King county land-lord, and N. Nakatsuki, his tenant, asked for the writ, alleging that the anti-alien land law violated the federal constitution.

Police Record Shows No Serious Crime in City in Six Months

Chief of Police Wilson this morning listed the activities of the police since January 1, 1921, and finds that Klamath Falls is a well behaved and orderly city.

There were 53 arrests upon separate charges divided into 49 intoxication cases, three cases where parties had intoxicating liquors on their person and only one disorderly charge.

The 53 arrests on the whole were minor infractions of the law. The more serious cases in which the department figured were turned over to the United States government, the local department assisting in all the captures of persons violating the federal laws.

OIL SALE GAINS OVER LAST YEAR

H. R. Spooner, manager of the Sacramento district of the Union Oil company with headquarters in Redding, was in the city today on a tour of inspection of the company plants and in conversation at the First National bank with President Charles Hall stated that Klamath Falls was one city in his district where the oil business showed a marked increase, over the corresponding period last year.

Mr. Spooner stated that the records of gasoline and oil sales for Klamath Falls was just 65 per cent greater than last year. Asked by one of the bankers if the question of a shortage all over the company's district last year was not responsible for the increase, Mr. Spooner stated that this was not a factor in Klamath Falls' remarkable increase as proportionate distribution took place over his district. The business was simply here and this city was a banner on the company rolls. Redding California was outdistanced in the matter as were all southern Oregon cities.

FOREIGN POPULATION IN PORTLAND 47,114

WASHINGTON, June 17.—The foreign white population of Portland, Or., has been announced by the census bureau as 47,114. A few days later the population by races of the United States will be announced by figures showing Japanese and other foreign population.

WILL ENFORCE FIRE LAW

SALEM, June 17.—Elimination of practically all fire hazards in Oregon and strict enforcement of restrictions made possible under a new law enacted at the last session of the legislature, will be undertaken soon after July 1 by A. S. Barber, state fire marshal, and his assistants.

WILL CONSIDER ADJUSTMENT OF COST AND WAGES

Mass Meeting of Citizens Tonight Will Discuss Price of Living and Wage Scales.

A meeting of the citizens of Klamath Falls will be held tonight in the chamber of commerce rooms at 8 o'clock to discuss the general economic and industrial situation here.

There is a serious industrial situation confronting the employers of this district, including practically every occupation, particularly the mills where the bulk of labor is employed. The hotel and restaurant owners are troubled with a peculiar labor situation as are the owners of barber shops and many other like concerns. Labor organizations have their grief and are up against the proposition of no lessening of living costs, but are asked to consider a reduction of wages to meet the general production cost of the commodities produced here. The business men have difficulties with the marketing of their merchandise and the general public complain that living prices are too high compared with places like Medford and Ashland.

The mills from whence the bulk of the laboring men derive their support, have to deal with higher cost in production and a stiff competition in the market with mills whose products are produced at a lower cost. The local mills pay a higher rate for 8 hours' work than the California producers do for 10 hours. The California labor and living prices have been adjusted to permit the mill owners to run their plant at a near profit basis so that labor can be producing instead of lying idle. The situation is at the point now, say the mill men and bankers, that a solution of the situation must be made quickly and a general agreement effected so that business conditions will continue without interruption, labor will be employed and a "period of make the most of it" maintained until industrial and economic situations are adjusted.

Labor takes the position that it must be reckoned with in the matter of the living cost. Food and rents are higher in Klamath Falls, they say, than other places within a 100 mile radius and there must be a lowering of merchandise and food prices, as well as rent, to enable them to meet their bills. Under the present schedule, they assert labor must receive 50 cents more a day than California labor. Merchants attribute their prices to higher transportation rates. But the situation is such that a general conference must be entered into by all classes and a solution made quickly in this city.

The meeting tonight will permit the mill owners to present their side from the employers' standpoint and the financial situation they are forced to meet. The merchant and groceryman will be able to submit his cost production to satisfy labor inquiry; the employee will give his position and state where the situation pinches him. The Marshfield plan used so successfully will be brought up as a probable solution to the present situation and very likely President Charles Hall of the First National Bank will be called upon to recount the reconstruction period there under that plan.

The meeting is important tonight as it bears upon the financial situation relative to the future employment and production here and a general invitation is given every citizen to be present.

BUILDING REDUCTION PLANT BAKER, June 17.—A. H. Wood-

well, mining man and metallurgist of Sumpter, near here, is installing a cyanide plant to treat tailings at the Copper Butte mine at Sanger. Much encouragement is felt in Sumpter over the future outlook for mining, especially since the announcement which was made of the probability of the Sumpter smelter resuming operations, after being idle since 1921.