HIGHER TAXES PROPOSED IN HOOVER'S PLAN

(Continued From Page 1)

however, and the method of liberalizing the federal reserve re-discount regulations, trouble seems certain to develop.

The president also stepped directly into controversy when he opposed any general tariff overhauling, or any direct government aid to unemployed. Among democrats and republican insurgents, there is constant agitation for both.

Already a tax dispute is developing, but most congressional leaders are unwilling to go on record until they have seen Mr. Hoover's specific proposals, to be submitted later this week.

WASHINGTON, Dec. 8. (AP)—To balance the treasury books and hasten better days, President Hoover recommended increased taxation to congress today along with a navy-pointed program to cure "credit paralysis."

Unless taxes go up and expenditures down, he said, the government will have run behind some $4,400,000,000 by the end of next fiscal year. He did not specify the method of tax revision but suggested it be made effective for only two years.

A plan for a gigantic federal-financed Reconstruction Corporation, similar to the old war finance corporation, headed the president's proposals to help business. The agency would advance money to needy industries.

Many Finance Plans

Besides, in his third annual message to congress, he advocated that it—

Subscribe more funds to federal land banks.

Use federal reserve banks to liberate funds arrested in failed banks.

Establish a home-loan discount bank system.

Broaden the base for paper reserve banks can discount.

Overhaul banking laws.

Review postal savings bank legislation.

Avoid general tariff revision.

Revise interstate commerce commission laws regulating rails.

Allow "proper consolidation" of railroads.

Adjust Trust Laws

Adjust anti-trust laws to remove injustices.

Refrain from extending expenditures on veterans.

Regulate interstate transmission of electrical power.

Reject proposals for government dole.

Transfer shipping board administrative functions to commerce department.

Make shipping board a regulatory body, having jurisdiction over coastwise shipping and rates and services on inland waterways.

Strengthen immigration laws.

Hoover told the legislators he would deal with taxation more fully in his budget message tomorrow. He did say the $2,123,000,000 deficit expected this year needs to be partially financed by borrowing, but taxation should be so increased as to balance the budget next year.

Warning Emphatic

Seldom has he been more emphatic than in warning that for congress to go beyond the limits he prescribes "in either expenditures, taxes or borrowing will destroy confidence, denude commerce and industry of its resources, jeopardize the financial system and actually extend unemployment and demoralize agriculture rather than relieve it."

"It is a distressful time for many of our people," the president said, "but they have shown qualities as high in fortitude, courage and resourcefulness as ever in our history.

"With that spirit, I have faith that out of it will come a sounder life, a truer standard of values, a greater recognition of the results of honest effort, and a healthier atmosphere in which to rear our children."

He flatly opposed any law to extend expenditures for veterans until the country "has recovered from the present situation." In so doing, he revealed the veterans bureau funds have been exhausted; and $200,000,000 more needs to be appropriated at once to meet obligations of existent legislation. The law last winter for 50 per cent loans on service certificates resulted in payments of about $1,260,000,000. Annual expenditures on veterans exceed a billion dollars.

Discusses Tariff

As for the tariff, he said, general revision would "disturb industry, business and agriculture," and would prolong the depression." He held the tariff commission is able to make any needed revision.

The chief executive promised several more messages to congress. He set no date for submitting the one year moratorium on inter-governmental debts; but did say foreign relations would be a topic to be discussed later.

Neither was there any mention of prohibition. He plans in the coming weeks to forward recommendations for strengthening law enforcement and judicial procedure.

As to Muscle Shoals, he promised to transmit to Capitol Hill the report of the Alabama-Tennessee-War Department committee which favored private operation of the huge wartime plant.

He commended the interstate commerce commission conclusions on railroad consolidation and related matters for early consideration.

During the next few months he also will send the legislators suggestions for further reorganization and consolidation among federal departments. These will apply particularly to the department of the interior, headed by Secretary Wilbur.

Arms Decrease Held Need

The president led off saying, if the world is to regain its standards of life, it "must further decrease both naval and other arms." He saw hope in the coming Geneva disarmament conference and in naval negotiations between France and Italy.

Lenz-Jacoby Bridge Team Win First Two Rubbers In Great "Battle of the Ages"

(Continued From Page 1)

ination plays or squeezes. The neutral referee, Lieutenant Alfred M. Gruenther, U. S. A., believed the play lacked lustre because of nervousness. Experts noted no misplays worthy of special comment.

Twenty three hands were played; First rubber, eight; second rubber three; third rubber twelve. At the end of the first rubber Lenz and Jacoby were 920 points in the lead. This plus score increased to 1,610 when the second rubber ended. The third rubber added 105 to the lead.

Lenz, who is the ace of his system and is acknowledged to be without a superior as a player, led the quartet in fulfilling contracts, five of them. Jacoby and Mrs. Culbertson "made it" three times each and Culbertson once.

Argue About Hand

Much argument developed over the second hand in which the Culbertsons contracted for five diamonds and Mrs. Culbertson was set. Four. The hand:

Lenz (North)
Spades—A J 9 3
Hearts—K
Diamonds—10 8 7 6 2
Clubs—6 5 3

Culbertson (West)
Spades—Blank
Hearts A 9 8 3 2
Diamonds—Q 4 3
Clubs—K Q 9 8 7

Mrs. Culbertson (East; Dealer)
Spades—8 6 5 2
Hearts—J 10 5
Diamonds—A K 9 5
Clubs—A 4

Jacoby (South)
Spades—K Q 10 7 4
Hearts—Q 7 6 4
Diamonds—J
Clubs—J 10 2

The bidding ran: Mrs. Culbertson one diamond; Jacoby one spade; Culbertson two spades; Lenz pass; Mrs. Culbertson three diamonds; Jacoby pass; Culbertson three hearts; Lenz three spades; Mrs. Culbertson four hearts; Jacoby four spades; Culbertson five diamonds.

Criticizes Opponents

Lenz explained his failure to double by fear that the Culbertson's would revert to hearts, in which four could have been made, but suggested the Culbertson's could have gone little slam in clubs which they never bid. Lenz regarded Culbertson's overcall in spades as a bit risky and Culbertson's rebidding of diamonds as wholly unjustified. In answer to the two spade bid of her partner, Lent thought, Mrs. Culbertson should have bid no trump, which might have resulted in bidding of the clubs by her partner.

Culbertson's followers regarded the fourth hand of the session as typical of the danger in the predelection of the "official" system for no trump. Lenz played it at a contract of four no trump and was set two. Culbertsonites averred they would have obtained a little slam in diamonds. They said the intermediary two bid of the "official" system was at fault.

The hand:
Lenz (North)
Spades—A 6
Hearts—A Q
Diamonds—A Q 10 9 6 3 2
Clubs—9 4

Culbertson (West, dealer)
Spades—K 9 8 5 4 3
Hearts—9 4 3
Diamonds—5 4
Clubs 10 8

Mrs. Culbertson (east)
Spades—10 7 2
Hearts J 10 8 7 6 5
Diamonds—J
Clubs—A J 2

Jacoby (South)
Spades—Q J
Hearts—K 2
Diamonds—K 8 7
Clubs—K Q 7 6 5 3

The bidding: Culbertson pass; Lenz two diamonds; Mrs. Culbertson pass; Jacoby three clubs; Culbertson pass; Lenz three no trump; Mrs. Culbertson pass; Jacoby four no trump.

Culbertson would have bid one diamond initially if holding Lenz' cards. Mrs. Culbertson if holding Jacoby's hand would have shown the clubs and later assisted the diamonds and Culbertson finally would have bid six.

Play tonight will start at 7 o'clock, eastern standard time, an hour earlier than first scheduled, because only three rubbers were played in the first session whereas it was hoped to play eight.

BIG CHRISTMAS CHEER PROJECT IS UNDER WAY

(Continued From Page 1)

to contribute will send it to the Klamath Union high school building, where it will be invoiced and stored until the distribution program gets under way.

At the Monday meeting, it was decided to sponsor the community Christmas program with its separate phases of adult relief and children's cheer, the whole event centering around a Christmas tree on the high school lawn the night of December 21.

Committees Named

Committees were appointed to handle all phases of the project, from making candy bags to seeking needy families to receive Christmas baskets.

For the adult and family relief, the committees will depend entirely on donations from the people of Klamath Falls and Klamath county. Each student in the high school will be asked to bring some contribution to the cause, and a widespread call will be sent out for donations. The Veterans of Foreign Wars, who, prior to the announcement of plans for the community tree had planned an ambitious adult relief program, will largely have charge of this phase of the work. A supply depot will be established at the high school.

Elks Cooperate

The Elks club, which in past years has sponsored a children's tree, will instead cooperate with the community program this year. Funds are to be obtained from service clubs and other organizations, to be used in purchasing the candy. Girls at the high school will make the bags.

The actual program around the tree will follow traditional plans, but will include several new features. Prior to the opening of the outdoor program, a sacred cantata of 30 minutes duration will be given in the high school auditorium under the direction of Mrs. Madge Hampton of the high school staff.

Councilman Van Camp reported that it would do no good to place rock on Michigan avenue because there is no curb and that the street grade should be raised.

WOOD!

That favorite cook stove and heater fuel—

BLOCK-WOOD

not only the best but also the cheapest fuel.

You save by ordering Double Loads

Fuel Oils, Coal Oil Burners.

PEYTON & CO.

"Wood to Burn"

126 S. 7th. Phone 585.

12 WESTERNERS BOLT MOSES IN SENATE VOTING

(Continued From Page 1)

democrats and insurgent republicans in the house voted down the republican-sponsored amendments and adopted those drafted by the democratic caucus.

Students Resent Charges Made by School President

(Continued From Page One)

violence and no force exerted to restrain students from attending classes.

The campus took on the semblance of a mine strike zone this morning as the students commended their picketing.

There were only a handful of students in early classes. One class with a normal enrollment of 46 reported 12 students present. Several other classes had only one or two students in attendance.

Legion Proposes Dry Referendum

(Continued From Page 1)

ated to cost more than $10,000,000 a year, reduction of interest on veterans' adjusted compensation loans, estimated to amount to $12,000,000 a year and a provision for patient medical treatment regardless of service connect, estimated to cost around $6,000,0000 a year.

In addition, the Legion asked that there be no reduction in appropriations for the army and civilian military activities, already reduced at the president's request by about $40,000,000. It also asked the construction of more ships to bring the navy to its maximum strength under the London treaty.

WORLD-WIDE RECEPTION, at the Turn of a Dial!

Tudor Model

Think of being able to bring within range France, England, Germany, South America! Ships at sea, local police, and amateur stations, as well as foreign countries—also the finest reception of your favorite domestic stations—all are made available in a new field of thrills—by the Short Wave Converter, with other desirable qualities featured in the new Stewart-Warner "Round the World" Radio. On display here—in many models. Come in and see them *today*. Prices are *sensationally low!*

Illustrated—The New Stewart-Warner Tudor Console. Handsome walnut cabinet, 39 in. high, 20 in. wide. With Superheterodyne Circuit, latest Multi-Mu and Pentode tubes, Tone Control, Electro Dynamic Reproducer and Television Terminals—Only $67.75 Complete with tubes

With built-in Short Wave Converter as shown, $90.75.

Roberts & Harvey

Hardware for Hardwear

1007 Main Phone 173

STEWART-WARNER Round-the-World RADIO

WEATHER

The Cyclo-Stormagraph at Underwood's Pharmacy recorded a barometric "low" of 29.56 today and a disturbance may very easily move in. However the indications point to a continuance of present conditions.

The Tycos recording thermometer registered maximum and minimum temperatures today as follows:

High 40
Low 23

Forecast for next 24 hours: Unsettled, with moderate temperatures.

Civil Service Body Asks for Rulings

(Continued From Page 1)

namely, Sam Hundley and Geo. McDonald.

2. For the certification to me for selection for temporary appointment from your eligible list sufficient names to fill ten positions in the event that the above named men in paragraph 1 are not confirmed by your body, in the event of their confirmation I shall need sufficient to fill eight vacancies.

3. For the examination of men with special qualifications as traffic officer. This man to have special knowledge of the operation and care of motorcycle and traffic laws and rules.

4. For a ruling from your body on the following:

"When does the six months probation period commence to run for employees in my department."

"When members are suspended due to cutting down the personnell, what order shall be followed in such suspension, or is it optional with the head of this department during the period of probation to use his own judgment."

Assuring your body of my desire to cooperate with you in making Civil Service effective, I remain

"Yours respectfully,
"GUY MERRILL,
"Chief of Police.

Chief Taylor's letter follows, except that the dates of employment of each man were given:

Dear Sir:

"According to the records of this department, the following men are entitled to certification as firemen of Klamath Falls Fire Department, and their names are here listed for your consideration.

"Arthur W. Bardell, Henry H. Akin, H. C. Howard, Arthur T. Tappan, Clarence Lewis, J. W. Corkery, Fred M. Davis, James P. Racknor.

"Respectfully,
"E. A. TAYLOR,
Fire Chief."

Chairman J. H. Napier of the commission stated that if possible and agreeable with the other two members of the commission a meeting will be held this week to act on the letters received from the two department heads.

The chairman stated that he was pleased at the prompt action of the chiefs at this time and their cooperation with the commission.

Reactions To Message Of Hoover Vary

(Continued From Page 1)

language the attitude of the president."

"Increased taxes must necessarily be for a longer period than the two years recommended," Laguardia contended. "The reconstruction corporation contains the germ of a great plan. The president destroys its effectiveness by suggesting it should be liquidated in two years."

Opposition to broadening the base for Federal reserve bank discount operations, as favored by the president, came again from Senator Glass, democrat, Virginia.

Application of J. S. Allen for a rooming house at 416 Pine street was allowed and one of Mrs. C. Moore for a rooming house at 920 Klamath was rejected on motion of the police committee.

TOO LATE TO CLASSIFY

WILL PARTY finding brown leather zipper purse Saturday night at high school Junior Carnival please leave at Herald office. Reward.

Fouch To Answer League's Queries

(Continued From Page 1)

supervise tests before the city buys the truck, stated that the fire truck company signed a contract with the Goodyear Tire Company, of which Benner is local representative, in November, and that if the tires were old and obsolete he and the company wanted to know it. Benner refused to tell the name of the factory representative who told him the tires were three years old.

Green declared it was ridiculous to think of using balloon tires on a seven-ton vehicle such as the pumper truck. The matter was referred to the fire committee. Benner later admitted Green's contention to be right.

The council ordered that the proper city officials supervise the removal, within 10 days, of the one-story frame and stucco building moved from Esplanade street to South Fifth street between Main and Klamath and that the building be removed from the first zone.

Action Unanimous

Action of the council was unanimous and followed a letter from James W. McCune, read by the police judge, stating that unless the city's building code comes up to standard it will result in a rise of insurance rates and recommending an amendment to the code. The opinion of a prominent local attorney was read to the effect that the code does not allow such a building in the first zone. Councilman Ed Vannice therefore moved that the building be removed.

The council postponed the letting of contract on 4,000 feet of fire hose until an adjourned meeting Friday evening at 7:30 o'clock.

Quiz Presented

A. G. Morrison, secretary of the taxpayers' league, presented the questions, notes and observations and requests and remonstrances to the council. He stated that he was speaking for the city division of the league, whose object is good government. He said they wished to watch expenses and legislation, put out questionnaires, arouse public discussions and let the public be the final judge and the jury.

He then read the following notes and observations, and requests and remonstrances:

Notes and Observations

We observe the city building and electrical inspectors are paid salaries, while the plumbing inspector is on a fee basis.

We note that the city treasurer is receiving more money than the charter provides.

We also note that the city attorney is receiving more money than the charter provides.

We observe that you ask for over $197,000 to run the city for 1932.

We observe in this amount, under recapitulation the sums of $34,342 to the general fund, $17,853 to the street fund, isolation hospital $5,000, and light and water $22,000.

We further observe a bonded debt of $1,499,409 and outstanding warrants amounting to $24,800 against our city.

We note seven corporation franchises of which four are paying for the privileges, one giving service, and two operating free gratis, and also have observed that the old Giant to whom we all pay tribute, is hiding behind the municipal wood pile and you are asking for $22,000 for him or he will turn off our lights and water.

We note, observe and pay this giant, who is operating without a franchise.

We note remedies in the state and city code for all of these observations if they are distasteful to our municipality.

Requests and Remonstrances

We remonstrate against your request for $34,392 for the general fund and suggest at least a 10 per cent cut in this item.

We remonstrate against the allowance for the street fund and request a 10 per cent cut.

We remonstrate against the isolation hospital fund to the extent of a 20 per cent cut.

We remonstrate against the item for light and water in the whole amount of $22,000 and suggest that this amount be handled as a credit, to apply in favor of that corporation, doing business without a franchise.

Councilman J. D. Bagley asked the league to go on record favoring the council giving a franchise to the California Oregon Power company. Councilman J. E. Van Camp stated that a year ago an audience opposed the council giving a franchise to Copco. Councilman J. H. Driscoll stated that Copco contends they have a franchise and that the city attorney had never rendered an opinion on the matter and the city had been unable to find out whether or not the company has a franchise.

Mayor Cofer stated that it was the night for the adoption of the budget as drawn by the budget committee to cover expenses for 1932, and on motion by Councilman Van Camp the budget was adopted as drawn.

Seven building permits totaling $2,435 were allowed.

Frank Frakes reported that he had been refused work on the city fire station unless he joined the union and paid $50 and $2 a month, and declared, "I'm not a wobbly." He was told that the city did not specify union labor and that it was a matter for the contractor to decide.

C. V. Drake, corner California avenue and First street, requested that a catch basin be placed in the street to keep his basement from being flooded. The matter was referred to the street committee and engineer to secure an estimate.

The fire department report for November was read showing 11 alarms answered with $134,325 property value at risk; $86,900 insurance at risk; $135.25 insurance paid; $735.25 total fire loss and 90 inspections.

Application of Charles D. Carcelon for a gasoline pump on lot 2, block 39, First addition, was referred to the fire chief and city engineer.

Clarence Chamberlin brought down a flying hippopotamus! But it was rubber, it wasn't stretching a point.

NORTHLAND Transportation Company

To all points North East and West

For Convenience Economy, Safety and Dependability—

RIDE THE NORTHLAND

Phone 999

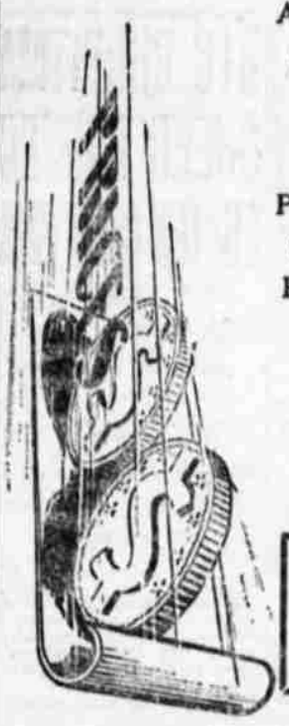
Terminal Stage Depot

Union Stage 830 Klamath Ave.

LOOK!

A New Policy of Concentration

caused by the trend of the times



A Fearless Move in the Direction of concentration

—o—

Prices Take More Punishment . . . Pitching to Lowest Level

—o—

o

o

Sensational Sale Starts Thursday

STORE CLOSED WED.

to reduce every article. Prices to be the lowest in the 27 years Breier has been in business in the West

WATCH, READ, OPENING AD

C. J. Breier Co

DIRECTORY OF MERCHANTS IN KLAMATH FALLS AND VICINITY GIVING S. H. GREEN STAMPS

Gas, Oil, Tires

Central Super Service Station
9th and Pine Streets

Modoc Service Station
300 South Sixth

Mt. Shasta Service Station
So. 6th St. Opposite 6th St. Lbr.

Cascade Service Station
730 East Main

Winema Service Station
Riverside and Main Street

Davis & Sons Service Station
2075 Oregon Avenue

Checker Service Station
1100 Main Street.

S & H Stamps on Richfield Gas

Lions Auto Service
Batteries and Auto Electric Work
1244 Esplanade Street

Hub Tire Co., Inc.
709 South Sixth Street

Feed, Seeds and Implements

Kerns Feed & Implement Co.
1204 South Sixth Street

Jewelry

H. J. Winters
1036 Main Street

Hardware

Roberts & Harvey Hdwe. Co.
1007 Main Street

Furniture

Balin Furniture Co.
122 North Sixth Street

Balin Furniture Co.
912 Main Street

Paint and Wallpaper

F. R. Olds Paint Co.
625 Klamath Avenue

Shoe Repairing

Evans Shoe Shop
116 North Ninth Street

Groceries and Meats

Sixth Street Market
615 South Sixth Street

Community Grocery
Harvey Martin, Prop.
821 East Main

W. A. Palmer Grocery
North Third Street

P. D. Reeder Grocery
335 Michigan Avenue

Economy Cash Grocery & Meats
Corner 6th and Altamont Drive

Cottage Grocery and Meats
1039 Washington Street

Erickson Grocery
Shippington Road and Front St.

Riverview Cash Grocery and Gas and Oil
Carl Frei. Keno Road, 2 mi. out

Bolto's Grocery & Meats
Lakeview Hyway

Link River Grocery
Riverside and Main

Meats

Palace Meat Market
524 Main Street

Sixth Street Market
615 South Sixth Street

Bakery Goods

Better Baking Co.
121 North Seventh Street

Fuel

Frank Frankford
818 Walnut Street
Phones, Bus. 72-W—Res. 72-R

Dry Cleaning

No-D-Lay Cleaners
325 So. 6th St. Phone 1408

Drugs

Waggoner Drug Co.
Prescriptions
Corner Ninth and Main Streets

Whitman Drug Co.
Prescriptions
520 Main Street

Pioneer East Side Pharmacy
Prescriptions
925 East Main

Men's Clothing

Kirkpatrick & Kennett
Corner Fifth and Main St.

Dry Goods

Moe's The Woman's Store
LADIES READY TO WEAR
Moe's The Woman's Store

Millinery

Betty Bushong
At MOE'S, The Woman's Store

Electric Gifts and Glassware

C. D. & E. G. Garcelon
407 Main Street

Shoes

Evans Shoe Shop
116 North Ninth Street

Kirkpatrick & Kennett
442 Main Street

Merrill, Ore.

R. L. Dalton, Gen. Mdse.
Welch Drug Co.
Merrill Auto Supply

Bonanza, Ore.

The Monopole Merc. Co.

Beatty, Ore.

The Sycan Store

Malin, Ore.

Malin Variety Shoppe
J. R. (Jim) Elliff Grocery Store

Fort Klamath, Ore.

R. A. Ballou's, Gen. Mdse.

Chiloquin, Ore.

Glenger Grocery Co.
A. C. Glenger, Dry Goods
Davis Furniture Co.
Markwardt Garage
Pioneer Drug Store
Electric Bakery

MEET MISS THRIFT DECEMBER 9 TO 16 AT MOE'S. WIN A PRIZE