

Herald subscribers who fail to receive their paper by 6:30 p. m. are requested to call the Herald business office, phone 1040, and a paper will be sent by special carrier.

ASSOCIATED PRESS

UNITED PRESS

Fair, moderate. High 65; Low 39. OREGON: Cloudy west; fair east, mild.



Editorials On the Day's News

By FRANK JENKINS THE government, speaking through PWA, objects to spending \$1,116,000 to cover the canal through town as a 100 per cent federal project, but suggests that it might put up 30 per cent if Klamath Falls will borrow and spend the 70 per cent.

JUDGING by the length of time it is taking to get PWA started to putting up its 30 per cent of a \$120,000 armory, it would be about 1973 before we could get it going on a million dollar canal covering job.

PWA, in this writer's humble and possibly inaccurate judgment, is a tremendous flop.

Its purpose is to spend money on public works in order to relieve the depression, but it is so slow in getting under way that with any luck at all the depression will be over long before PWA really begins to function.

WHEN will the depression end? Well, if the government's tremendous and breath-taking efforts to put a stop to it don't scare people to the point where they are afraid to do anything at all ON THEIR OWN ACCOUNT, it ought to get over this year.

It would be over now if business wasn't still afraid to try to move under its own power.

DICK BOSSE, just back from California, reports that farm land is beginning to move down there—especially those tracts that are being put on the market at extremely reasonable prices.

On these tracts, he says, where the water has been squeezed out of the price, it is possible to put up 20 per cent in cash and borrow the rest from the government.

Deals like that can't be turned down.

WHERE are the buyers coming from? Principally, it appears, from the Middle West—the good old source of supply for most of California's new population.

The Middle West hasn't lost confidence in California, and apparently the Middle West isn't as badly broke as we have been led to believe. Its people can find the money with which to take advantage of what they regard as a bargain.

AS TO this confidence of the Middle West in California, Dick says:

"A bond man down on the bay told me the other day that his house has sold so far \$1,345,000 of (Continued on Page Four)



WILL ROGERS says:

SANTA MONICA, March 20.—Editor The Evening Herald: This air mail thing, wish they would get them all kinder calmed down over it. Everybody is so heated up over it till they can't see the other fellow's side, or any other side but theirs.

No use talking about what the government shouldn't have done. It's done done. No use saying "the government can't do this, and they can't do that."

Say, you'd be surprised at the things the government can do. The army may not be the one to carry the mails. I don't think so, but I am not going to blow with anybody over it. After all, it's the government's mail, and the government's army. They can do what they want to with it. This thing is not going to be settled according to any one man's wishes, so they just as well cool off and start compromising now.

Yours, Will Rogers

ROOSEVELT QUELLS STRIKE PARIS POLICE ARREST ESPIONAGE GANG

FRENCH SIFT WORLD-WIDE SPY SYSTEM

Two Americans Confess Employment With International Gang.

BRITAIN, U. S., FRANCE INVOLVED

Germany, Soviet Believed Receiving Benefits of Plot.

PARIS, March 20. (AP)—Magistrate Andre Benon declared today Mr. and Mrs. Robert Gordon Switz of East Orange, N. J., had disclosed that an international spy gang operated in New York and sent them as agents to France.

Benon said that Switz, a former salesman, had uncovered the gang's operation and the part he and his wife played in it.

He said they came here on a pay of 5,000 francs—about \$325—a month.

The examining magistrate, who has quizzed the American couple since their arrest last December, indicated the Americans would benefit from their revelation, by referring to article 10 of the new French espionage law, which lightens the punishment in cases where "voluntary" information is given.

The judge said ten inspectors had been working on the case since June.

GERMANY, SOVIET BENEFIT AGAINST THE UNITED STATES, France and Great Britain was widespread plot they said finally had been revealed through the testimony of two American prisoners.

Investigators in Germany and Soviet Russia had been the beneficiaries of what authorities described as a vast international espionage syndicate.

U. S. England Co-Operate Police of the United States and England have been co-operating in the investigation of the spy ring, it was explained, and it is largely through their efforts that the tangled skein of the mystery of the so-called plot finally is commencing to be unraveled.

Police voiced their charge as developments came thick and fast following a seven-hour questioning of Mr. and Mrs. Robert Gordon Switz, the Americans, in a secret session before Judge Andre Benon, investigating magistrate, which did not end until shortly before last midnight.

Five More Arrested Early today, five persons, including two women, were arrested in what police described as a direct outgrowth of their questioning of the Switzes, held in the alleged plots since December 20.

Court officials said the pair (Continued on Page Eight)

STATE MILK BOARD MEETS ON THURSDAY

PORTLAND, March 20 (AP)—A pooling plan for handling surplus grade "B" milk in the Eugene milkshed will be discussed at a meeting in Eugene on Thursday of the Oregon milk control board and Eugene area producers.

Producers in the Eugene area requested the meeting, according to E. G. Harlan, chairman of the control board.

Byrd Reaches Lost Fliers

ADMIRAL ARRIVES TO RESCUE MEN MISSING THREE DAYS.

LITTLE AMERICA, Antarctica, (via Mackay Radio), March 20. (AP)—A rescue airplane bearing admiral Richard E. Byrd today reached Pilot William C. Bowlin and Wireless Operator Clay Bailey, grounded since Saturday, when their airplane was forced down 15 miles southeast of camp.

Byrd located the stranded men from an airtop in which he flew to the rescue with Pilot William McCormick.

Byrd and McCormick landed in a 35-mile wind drift was pushing up clouds of white snow.

They found Bowlin and Bailey asleep in their fur bags in their tent, close to their airplane. They did not wake until the admiral pushed open the tent flap.

TWO MORE ADDED TO CRASH LISTS

Homedale Couple Injured in South Sixth Mishap Monday.

Mr. and Mrs. Charles Johnson of Homedale sustained serious injuries in a head-on collision on South Sixth street Monday evening, which brought automobile accident casualties to a new high point for the past few days.

Both Mr. and Mrs. Johnson received fractured knee caps, Mrs. Johnson's badly crushed. Johnson was badly cut over the right eye, and both were cut and bruised from the wreck which occurred about 7 o'clock.

They were taken to Klamath Valley hospital for treatment.

Driver Held. Cecil R. Scott, driver of the truck which crashed into the Johnson car only a few feet away from the spot at which Harry George, 42-year-old musician, met death Saturday night, was arrested at the scene of the accident, and charged with driving while intoxicated.

He was fined \$100 and given a jail sentence of 30 days when he appeared in justice court Tuesday morning in answer to the charge. Scott's automobile operator (Continued on Page Eight)

SPEED PROMISED FOR LAKE PROJECT

Every effort will be made to cut red tape and get the Lower Klamath lake re-flooding project going as a wild life restoration plan, according to information received at the chamber of commerce indirectly from Thomas Beck, chairman of the president's committee on wild life.

Irving Vining, member of the state game commission, quoted Beck to that effect in a letter to the chamber. Vining said that the first step that must be taken is to win executive approval of the wild life committee's restoration program, and urged that support for the plan be expressed here.

The chamber also received a letter directly from Beck, expressing his interest in the Lower Klamath plan and asking for additional information. Some time ago the chamber directors adopted a resolution favoring a plan for flooding part of the Lower Klamath area and protecting agricultural and other interests affected.

Court Sets Date of Banks Appeal

MAYOR SEEKS TO POSTPONE WATER ACTION

Advisory Expression At Primary Election Recommended.

CITY COUNCIL HEARS REPORT

Mahoney Not in Favor of Rushing Municipal Plans.

Only an "advisory expression" from the people is favored by Mayor W. E. Mahoney in the first election on municipal water projects, and the mayor is not certain that should be sought at such an early date as the May primary election.

Mayor Mahoney outlined his attitude on the water works situation Tuesday, after turning over to the city council Monday night the complete report of his report on water works in which three suggested courses for the city to follow are listed.

Ample Study Urged These proposals are: (1) To bond for \$2,100,000 to construct a gravity system from Anna creek in Crater Lake park with a distribution system in town and no rate reduction; (2) To bond for \$1,200,000 to construct a deep well supply and distribution system here, with a rate cut, and (3) to acquire the privately owned well and distribution system of the California Oregon Power company.

"I am not in favor of jamming this thing through," said Mayor Mahoney. "I do not believe we should proceed along any line until the people have had an opportunity to study the engineer's report and can give us an indication as to what course they would like to see followed. The bond issue should not be involved in the first vote."

The mayor indicated he would recommend to the city council at a later meeting that the three engineers' suggestions be placed on a popular ballot. He said before this is done, it probably would be best to get together with the California Oregon Power company and obtain the company's figure on the price it would ask for the local system.

Application With PWA "All of this takes time, and the council may not see fit to place the matter before the people at such an early date as May 15," said the mayor. "As for myself, I feel I have kept faith with the promise I made the people in my election campaign, and I intend to make no fight now to rush this thing through."

"When I was running for office, I promised that we would demand an immediate hearing for lower rates, and if they were not forthcoming in six months, I would lead a fight for a municipal water system. In July I proposed the engineering agreement that resulted in the report now available.

With the engineers at work on this report, we proceeded to protect the city's interests with the PWA by filing a preliminary application for \$2,000,000. We now have the exhaustive technical report, the way is still open for a final PWA application, and the people are in a position where they can decide for themselves whether they want to go ahead (Continued on Page Eight)

GRAIN EXCHANGE CODES APPROVED

WASHINGTON, March 20. (AP)—Secretary Wallace today signed the code of fair competition for the grain exchanges.

It provides a code authority of seven members, for enforcement duties, establishes a uniform trade practices which include wage minimum margin requirements, fixes the fluctuation range per bushel in grain prices and provides for establishment of a business conduct committee for each exchange.

Irwin Reports Recall Theft

TAX LEAGUE PRESIDENT DISCOVERS PETITION MISSING.

Extra! Another petition theft! John Irwin, president of the taxpayers' league, said Tuesday that recall petitions bearing around 200 names had been stolen from a petition circulator at his home in Mills addition.

Irwin said the circulator had a witness to prove the loss of the names, and that the league will investigate the matter.

Police and sheriff's officers said Tuesday no report of the alleged petition theft had been made to them.

No recall petitions have been filed yet for checking of names by County Clerk Mae K. Short. She said Tuesday she had warned Irwin the petitions must be filed in good time or the clerk's office would be unable to handle them.

INSULL HOPEFUL OF SAILING HOME

Fugitive Awaits Excitement of Case to Die; Politics Charged.

ATHENS, March 20. (AP)—Samuel Insull plans to return to the United States after the excitement of his case dies down and live in America peacefully the rest of his life, one of the aged fugitive's Greek attorneys said the Associated Press today.

The lawyer, Mr. Xeros, declared he was in communication both with Insull's ship on the Mediterranean and his London solicitors who are handling the former Chicagoan's affairs.

Destination Not Known Although Insull's destination remained more of a mystery than ever to the public, the attorney said, the United States continues to persecute him.

"Mrs. Insull will go to Paris Saturday and thereafter will leave for London within a few days," Xeros added.

Xeros extended one Insull may visit as many as 20 countries before he finds a haven, said Xeros.

"Mrs. Insull never expressed feelings against the United States," he continued. "They would go there now but are afraid for their lives and afraid he will not get justice."

"Insull is afraid he may be made a fool of, or even lynched by crowds."

"I believe the latter is a political one, and that later Insull will be received gloriously in the United States."

The lawyer compared the case to a "Balkan political quarrel."

Although there were reports that the 44-year-old runaway from American justice had turned his course westward early today, there were strong indications he was still heading "somewhere east of Suez."

HOOVER'S MEN GIVEN BLAME IN AIR PROBE

Charges of Brazen Combinations Made by Democrats.

MELLONS HELD ACTIVE WORKERS

Strongly Described by Robinson.

WASHINGTON, March 20. (AP)—A blunt charge that members of the Hoover cabinet gave their service to an unlawful and fraudulent air mail combination was made in the senate today by Senator Robinson, democratic leader.

Robinson took the floor to offer evidence to support a previous assertion that the Pittsburgh Aviation Industries, Inc., was a "strong political factor in Pennsylvania" and that the "Mellons were prominent in its affairs."

Deal Described "The record shows," he shouted, "that masterful forces were organized in Pittsburgh and members of the cabinet gave their services to a combination that was unlawful, to a collusion that was fraudulent."

The democratic leader contended the evidence he presented showed "a deal had been worked out with Postmaster General Brown" whereby the territory was to be "parcelled out."

"I might have said the company had a strong political influence in Washington as well as Harrisburg," he added.

Mellons Big Holders Senator Ross (R., Ohio), said Robinson had presented "the best defense that the postoffice department can send up here" of its cancellation of the air mail contracts.

Robinson replied that "the post office department has not commented with me."

Turning to Robinson's statements regarding the Mellons, Fess said of 26,000 shares issued by the Pittsburgh company, 2,400 were owned by the Mellons.

SHEA ADDRESSES KLAMATH LIONS

District Governor Ed Shea was the principal speaker at the Lions club on Tuesday, telling of the progress made by the Lion clubs in this district and over the country generally during the past year.

Lionism, he said, has been making steady progress, in spite of unfavorable economic conditions.

Lynn Roycroft told briefly of plans of the railroads to bring about repeal of the long and short haul clause of the interstate commerce act, offering a resolution which was referred to the board of directors.

A large class of "cub" Lions was inducted into the club, and T. R. Gillenwaters, deputy district governor, welcomed them into the club, and outlined for them their responsibilities as new members.

Joe Schuss, as chairman for the day, presided and introduced the speakers.

RAILROAD MANAGERS ACCEPT PROPOSALS TO POSTPONE ACTION

President Invites Spokesmen of Automobile Factories to Discuss Situation at Conference Wednesday

WASHINGTON, March 20. (AP)—Railroad managers today accepted the proposal of President Roosevelt to continue the existing wage agreement until next January 1.

The position of railway labor toward the proposal was not made known. Earlier in the day they demanded a 20 per cent increase over their present salaries, effective July 1.

The managers gave their acceptance in a letter to the president. They also made a formal offer to the railroad labor executives.

The existing wages constitute a ten per cent cut in basic pay. It expires on July 1.

Meanwhile, President Roosevelt in an effort to avert a strike in the automobile industry. He invited spokesmen for the executives and employes to confer with him at the White House.

Labor leaders assured him of sympathetic consideration for an appeal he made to postpone the strike until Thursday pending further negotiations.

WASHINGTON, March 20. (AP)—President Roosevelt stepped into the automobile and railroad labor disputes today and two quick moves acted for settlements.

He invited the spokesmen of the automobile employes and employes to talk things over at the White House and asked a postponement of the strike scheduled for tomorrow.

In addition, he warned the railroad labor executives and employes to reach a quick understanding on wages in the public interest, proposing again a six months extension of the existing wage agreement.

Reply Awaited. Earlier, the railway employes had demanded a 20 per cent increase in their present wages, effective July 1. The managers had proposed a five per cent additional slash.

The White House available a reply from the automobile labor leaders. The employers meeting in New York adjourned their conference to come here.

Mr. Roosevelt laid aside the draft for club and licensing power of the national recovery act to seek peace by conciliation.

NEW YORK, March 20. (AP)—Leaders of the automobile manufacturing industry, in session here in an attempt to avert a threatened strike in the industry, announced that they would go to Washington tonight in response to a request from President Roosevelt.

Indians Attack Rubber Workers RIO DE JANEIRO, March 20. (AP)—The newspaper Anotia in a dispatch from Manaus today said a band of Janapery Indians near Curialva, Brazil, posing as friendly, lured six rubber workers to a remote spot and killed them with arrows.

Montgomery Ward has sent to Portland for one of their favorite mannequins, and has some clever numbers selected, not only for this one, but also the other girls modelling for them.

Easter is especially the time when children adore dressing up, and The Peggy shop has chosen several little fluffs, ruffled frocks and modish bonnets.

What would a new outfit be without shoes? A new outfit has just arrived from the fashion

Gay Apparel Will Be Shown At Friday's Fashion Parade

By Joy Evans Gay and modish wearing apparel for a bright spring season is being selected at LaPointe's, Montgomery Ward, Moe's and Peggy Shop for display at the 1934 Fashion Show which will be staged at the Politan theatre Friday evening at 7:30 o'clock by the Klamath Falls Federation of Business and Professional Women.

Mrs. LaPointe is sending creations from the east by every train, and there is a well-founded rumor that this store will have an enticing display of lingerie, including a girl in all black lace.

New Models Arrive. Moe's have some lovely models, just arrived from the fashion

ITALIAN SHIP'S FATE MYSTERIOUS

MANILA, P. I., March 20. (AP)—Mystery surrounded the fate of the Italian freighter Otranto today after her SOS was heard off northern Luzon.

Twelve hours after the Japanese steamer Kamo Maru picked up the distress call early today no trace had been found of the Italian craft and no further word had been heard from her.