

Herald subscribers who fail to receive their paper by 6:30 p. m. are requested to call the Herald business office, phone 1900, and a paper will be sent by special carrier.

FORECAST: Unsettled, moderate; Oregon: Unsettled, high winds. TEMP: High 42, low 32. PRECIP: 30 hours to 7:30 a. m. Monday .21, season, 5.75; normal, 5.50; last year to date, 6.11.

34 SEAMEN DIE OFF ASTORIA!

Court Orders Taxes Returned to Processors

No Verdict Given to Recover Funds Paid Out by AAA

Unanimous Decision Declares \$200,000,000 in Collections Must Be Returned by Federal Government

WASHINGTON, Jan. 13, (AP)—Ordering \$200,000,000 in impounded taxes returned to processors because they were invalid under AAA, the supreme court left open today whether the \$1,000,000,000 of such taxes already paid to farmers could be retrieved by the taxpayers.

Editorials On the Day's News

By FRANK JENKINS HARPER SIBLEY, president of the chamber of commerce of the United States, says in a speech delivered the other day that "excessive public spending leads to unbalanced budgets and the possibility of increased taxation."

HERE is an interesting question: Who is hurt first and worst by printing press money?

AS THE value of money goes down (as it ALWAYS does when the printing presses are started) PRICES GO UP.

Thus, in periods of printing press money inflation, those who work for wages (or receive FIXED incomes of any sort) are always several jumps behind in the race.

IT ISN'T the amount of money one gets that counts—it is what one's money WILL BUY that spells the difference between comfort and want.

WE ARE apt, especially in these modern days, to think of money as wealth. IT ISN'T.

Government attorneys later emphasized this requirement of the amended AAA act would remain in effect unless the supreme court holds it invalid.

Lower Court Decisions Awaited No decision was handed down in the only other new deal case before it—involving the Tennessee valley authority act.

Chief Justice Hughes, explaining the Bankhead dismissal, said in the decision that Lee Moor, the complaining Texas planter, had principally given only general testimony regarding his financial necessities.

Italy Pushes Air Attacks on Southwestern Settlements. The crash of an Italian bomber on a hillside near Asmara took the lives of three fascist soldiers headed by Lieutenant Lanzetta pilot.

Quality of True Tax Lost "The exaction still lacked the quality of a true tax," the court said.

Deciding that impounded (Continued on Page Four)

LONDON, Jan. 13, (AP)—Informed sources affirmed tonight that the British government is ready to go ahead with oil and other raw material sanctions against Italy if there is a collective agreement at the League of Nations council meeting Jan. 20.

A meeting of the full cabinet will be held probably Wednesday, but responsible quarters said cabinet consideration of oil sanctions will be largely a formality, and that Foreign Secretary Anthony Eden will go to Geneva ready to pledge unwavering British support with other league members in further sanctions.

Today's meeting of the defense requirements committee with Prime Minister Stanley Baldwin was the first since before the Christmas holidays.

Offer Prayers for Bruno



While Bruno Richard Hauptmann awaited execution tentatively set for Friday night, his wife Anna and their son Manfred attended church this morning and offered prayers for his safety.

WEATHER HAMPERS AFRICAN CAMPAIGN

Italy Pushes Air Attacks on Southwestern Settlements.

By The Associated Press Fascist invaders of Ethiopia, their campaigns hampered by weather opposites on two main fronts, were reported today pushing aerial attacks on southwestern River Valley settlements.

Troop movements in the north have been hindered by driving early rains which have turned Italian-constructed roads into mud holes or have washed them away.

Four British ships steamed southward today from Port (Continued on Page Four)

RUDYARD KIPLING CRITICALLY ILL

LONDON, Jan. 13, (AP)—A bulletin issued at 7:30 p. m. tonight said the condition of Rudyard Kipling remained extremely grave but that there had been no change in the last hour.

LONDON, Jan. 13, (AP)—The condition of Rudyard Kipling, Great Britain's famous bard, was stated to be "very grave" at 5:30 p. m. today, eight hours after he had undergone an emergency operation in a London hospital for a gastric disorder.

MAHONEY IN RACE AGAINST McNARY

Klamath Mayor Seeks Senatorial Post on Townsend Ticket.

PORTLAND, Jan. 13, (AP)—Willis E. Mahoney, mayor of Klamath Falls, stood today as a democratic candidate, on the Townsend platform, for United States senator from Oregon.

"The Townsend plan," Mahoney said, "is the key to the return of national prosperity. It is the one plan that will end unemployment in America. It is the one plan that will restore purchasing power into the hands of the masses and, beyond all of that, it pays a just debt which a government owes to its aged people."

By Malcolm Epley Mayor Willis Mahoney's decision to run for the United States senate not only stimulates local interest in the general political situation, but it promises variety and zest for the mayor race here.

It means, in all likelihood, that Mahoney will not be running for re-election next fall. That will probably encourage a flock of candidates who would otherwise stifle their ambitions in secret.

Of course, there is a possibility that what happened in 1934 may be repeated. Then Mahoney ran for the democratic nomination for governor, was defeated, and came back to run for mayor. He must now run for the democratic nomination for (Continued on Page Ten)

Complete Plans Made for Huge Auto Show Here Klamath automobile dealers will present an Auto Show in the new armory January 23, 24 and 25. It was announced following a noon meeting of the Klamath Automobile Dealers' association Monday at the Elk hotel.

HAUPTMANN'S LAWYERS OPEN FINAL FIGHT

Possible New Evidence Comes to Fore in Kidnap Case.

TWO WASHINGTON ATTORNEYS ASSIST

Anna Offers Prayers for Life of Condemned Husband.

(Copyright, Associated Press) TRENTON, N. J., Jan. 13, (AP)—Bruno Richard Hauptmann today told his wife he was ready to undergo further questioning by any of the authorities.

(Copyright, Associated Press) TRENTON, N. J., Jan. 13, (AP)—Bruno Hauptmann's lawyers, suddenly augmented by two Washington attorneys and bolstered by possible new evidence, swung vigorously today into a last ditch fight against his Friday night's date with death.

Retention of Attorneys Nugent Dodds and Nell Burklinshaw, who a year ago saved a condemned man, was accepted as an indication that a new move was contemplated in the United States supreme court.

Story of Ransom Told They were employed after the New Jersey court of pardons had refused Saturday to grant clemency to the condemned kidnapper of the Lindbergh baby.

Bernard M. Finnigan, a Chicago lawyer, flew here to tell Governor Harold G. Hoffman a story of three men who, he said, possessed \$22,000 of the Lindbergh ransom money.

MANY SHIPS LOST ON PEACOCK SPIT

ASTORIA, Jan. 13, (AP)—The wreck of the freighter Peacock brought to 94 the number of steamers that have run into disaster on Peacock spit since a shipwreck first gave it its name.

The treacherous shoal was named after the government sloop Peacock which went aground there in 1841—just 94 years ago. The shallow waters lie on the Washington side near the mouth of the Columbia river, where violent southeast storms sweep unbroken across the river.

Peacock spit's greatest tragedy was in 1852 when the General Warren was shattered and 40 persons drowned. In 1913 the Rosecrans foundered with the loss of 33 lives.

More recent tragedies had been less disastrous. Four seamen were killed when the Norwegian motor ship Child grounded May 4, 1934. One seaman died and five were injured June 17, 1929, when the freighter Laurel broke in two.

VanVlack Arraigned for Murder of Wife TWIN FALLS, Idaho, Jan. 13, (AP)—Douglas Van Vlack of Tacoma was arraigned in district court here today on a charge of the murder of his former wife, Mildred Hook, near here last month. Time for entering a plea was set for tomorrow morning.

All Hands Drowned When Storm Drives Freighter on Spit

Marine "Graveyard" Near Mouth of Columbia River Claims Terrific Toll in Wreck of Iowa en Route From Portland

ASTORIA, Ore., Jan. 13, (AP)—The crushed hulk of the 410-foot freighter Iowa swayed to the swells in its grave of sand today while coast guardsmen searched for the bodies of its crew of 34 men. All were lost. At 1: p. m. eight bodies had been reported found. Five had been identified.

Great Seas Battle Vessel In the worst hurricane the North Pacific had experienced in years, the States Line freighter crashed Sunday on the sands of the southwestern Washington coast. Mountainous seas hammered and battered her to pieces in a matter of hours. Waves crashed over her with endless cruelty, sweeping all life to destruction.

Men Never Had Chance Captain Edgar L. Yates, 68, veteran of the line, and his crew of 33, "never had a chance," it was said by Captain R. Stanley Patch, commander of the coast guard cutter Onondaga. Captain Patch and his crew of 53 almost shared a similar fate as they drove through the raging gale in futile attempts at rescue.

Five Men Identified The Clatsop county coroner said identification had been completed of the bodies of Marion J. Perich, carpenter, New Orleans; and Charles Ogan, third assistant engineer, San Pedro; August O. Meyers, boatswain, Portland; Carl C. Bendixen, Bellevue, Wash, chief engineer; James McHenry, Philadelphia, oiler.

Two coast guard planes circled the wreckage today in an attempt to locate other bodies in the sea and point out their position to surface craft. Waves and an irresistible gale clutched the freighter just as it crossed out over the Columbia river bar, bound southward and for the east coast. Slowly, at first, the ship was forced off its course and driven northward.

SOS Goes Out The oppressive force became greater—an SOS was flashed—full speed ahead was ordered. But the sturdy engines of the craft were no match for the aroused elements, which had the boat in full retreat soon, and the grand breakers on the spit where the giant breakers comb the shallow shore line for miles out to sea.

A 76-mile-an-hour hurricane was blowing over Peacock Spit, and farther southward on the Oregon shore the wind reached a velocity of 90 miles an hour. Two of the six battered and oil-smeared bodies were identified. They were Marion Perich of New Orleans and O. A. Meyers of Portland. The bodies, recovered from the southern Washington shore, were brought to a mortuary here on the south banks of the mighty Columbia river.

Cutter Escapes Disaster Coast guardsmen and CCC men, swinging lanterns through the darkness, maintained an all-night vigil, patrolling every foot of the 13-mile beach between North Head and Willapa Harbor in search of other bodies. It was feared the rough seas would carry bodies away again if they were not recovered when first cast upon the shore.

An even greater loss of life was narrowly averted when the coast guard cutter Onondaga veered toward Peacock Spit and was barely able to inch away from the danger zone. She was unable to get close enough to shoot a life line aboard, and left when her commander, Captain R. Stanley Patch, ascertained (Continued on Page Four)

PIONEER PRODUCER DIES IN NEW YORK

NEW YORK, Jan. 13, (AP)—Samuel L. Rothafel, motion picture producer known to thousands of theater-goers as "Roxey" died today of a heart attack in his room in the Hotel Gotham. "Roxey" was celebrated as a pioneer of the elaborate stage production, adding pretentious shows to the picture program. He also was one of the first of the well-known showmen to present his stage show on the radio. "Roxey and His Gang" was one of the first nationally-known radio acts.

CHICAGO, Jan. 13, (AP)—A disgruntled lawyer shot and killed Attorney Christopher G. Kinney in circuit court here and then fired two shots at Judge John Prystalski, presiding. The judge ducked behind his bench and escaped. Kinney dropped dead beside the judge's bench at the first shot from Koeigh's small bore weapon. Koeigh fired three more shots before one of the attorneys in the crowded courtroom knocked him out with a blow to the jaw. One, aimed directly at Judge Prystalski as he sat on the bench, hit the judge's heavy bench. Another of the courtroom crowd struck Koeigh's arm, and the third shot, again aimed at the judge, ground into the ceiling. A fourth went into the floor.

BONUS BOND ISSUE PLAN TAKES SHAPE

Payment in \$50 Baby Bonds Urged Today in Upper House.

HARRISON INTRO-DUCES MEASURE

Advocates Say Bill Would Induce Vets to Delay Cashing.

WASHINGTON, Jan. 13, (AP)—Payment of the bonus in \$50 baby bonds convertible into cash at local post offices was proposed in the senate today by administration forces.

Senator Harrison (D-Miss) introduced the bill he predicted would be "enacted into law." He said no new taxes would be required to raise funds at this time.

Delay in Cashing Seen A statement appended to the bill said the additional money required to redeem bonus certificates would be \$2,237,000,000. But advocates of the bond plan contended it would offer an inducement for the veteran to hold his bond, rather than cashing it immediately.

The three per cent bonds would be dated June 15, 1936 and run until June 15, 1945—year of the original maturity date of the bill—Harrison and Senators Byrnes (D-SC), Stewart (R-Ore) and Clark (D-Mo)—estimated the amount due veterans in bonds at \$1,336,213,950. To clear up odd amounts \$87,736,050 in cash would be needed, while the remainder of the estimated \$2,237,000,000 involved the treasury life insurance and other special funds.

MRS. HAUGER DIES MONDAY MORNING

Mrs. Herbert Hauger, well known Klamath Falls woman, died Monday morning, the victim of an illness of only four days' duration. She was taken ill last week with a severe attack of pneumonia, and was removed from her home to the Klamath Valley hospital, where she passed away.

Jean Russell Hauger was born in Falkirk, Scotland, 44 years ago. She came 15 years ago to Klamath Falls, where her husband is a prominent automobile agent. Survivors include Mr. Hauger and four daughters, Jean, Beatrice, Bonnie and June. The remains are at Whitlock's, and funeral announcement will be made later.

JOHNSON BOUND TO HIGHER COURT

DORRIS, Calif.—French E. Johnson of Tulare was bound over to the superior court of California under bonds of \$5000 at a preliminary hearing in Dorris Monday on charges of negligent homicide in connection with the death of J. E. Rock.

Rock died as a result of injuries sustained December 21, when he was struck by Johnson's car near his homestead. Testimony revealed that Rock was walking in a barrow pit and that Johnson's machine swerved from the road, striking him, dragging him 66 feet and then dropping him and traveling on. Motion for dismissal made by defense counsel, James M. Allen of Yreka and A. W. Schappert of Klamath Falls, was denied by Justice of the Peace George Otto of Dorris.