

CITY RECEIVES CONTRACT FROM PORTLAND FIRM

An agreement between the city of Klamath Falls and Baar and Cunningham, engineering firm of Portland, has been reached by Willis E. Mahoney, mayor, and accepted by the city council. The proposed project to construct a municipal water power plant, included in this agreement, has been widely discussed in Klamath county.

Farmers are generally opposed to the suggestion inasmuch as they regard it a menace to irrigation. The farmers opposed a proposed water rights filing by the California-Oregon Power company several years ago, and probably will fight the city's plans.

Because of this discussion, The Klamath News and Evening Herald have obtained a copy of the agreement. It is as follows:

"Section 1: Preliminary investigation and study of feasible sources of water supply, particularly of Seven Mile creek and Anna creek, preliminary estimates of cost of the various feasible projects, which shall include also a filtered water supply from Klamath lake and from wells, a preliminary appraisal of the existing water system from existing records and estimates of cost to place it in first-class condition, preparation of an application for a preliminary permit from the Federal Power Commission, preparing the engineering data for an application under the National Industrial Recovery act."

"Section 2: If a loan is secured from the N. I. R. A. or funds for the acquisition or construction of a municipal waterworks plant are otherwise provided, this firm agrees to make all necessary final surveys, designs, prepare detailed plans and specifications and forms of contract for the proposed new system; assist in the letting of contracts or work out a program of construction by city forces, as may be directed by the council. The service shall include furnishing five (5) sets of blue prints of all drawings. Additional copies to be furnished to the City at cost.

"Laying out the work for the contractor, general and resident supervision of construction, including preparing of contractors' monthly progress and final estimates, making the final tests of the plant prior to acceptance, and placing the plant in operation, preparation of final construction report and detailed operating instructions."

"As a consideration for being retained to design and supervise construction of proposed municipal water system in the event that such a project is approved by the voters of Klamath Falls, the city shall provide, within one (1) year, we agree to render the preliminary services set forth in Section 1 without compensation for services rendered by members of the firm and reimbursement only of actual expenses incurred, which we stipulate shall not exceed One Thousand Dollars (\$1,000)."

"For the services set forth in Section 2, this firm will accept in full settlement of all engineering service rendered and expenses incurred a sum equal to five (5%) per cent of the net construction cost, payment to be made in cash, valid warrants, or bonds of the City of Klamath Falls, in installments at times and in amounts commensurate with progress made and to be agreed upon between the City and ourselves."

"If the project is actively undertaken, the preliminary expenses theretofore paid us will be absorbed by us and considered as a progress payment under the percentage fee."

"As an express condition of this proposal, we agree to proceed with the consideration of the project and application to at once upon acceptance of this by the Federal Power Commission and submit the preliminary data required for an application to the N. I. R. A. in the shortest possible time."

Mahoney's Statement

The following statement from the mayor was submitted in conjunction with the contract:

"The proposal relating to the retaining the engineering firm of Baar and Cunningham of Portland has been executed by the city. The engineers are now at work. The first step is to prepare and file the city's application for water rights to the Klamath river before the federal power commission. This work is being done in their Portland office, after which they will proceed at once to prepare preliminary estimates of costs of various projects feasible for a municipal water system. They will prepare estimates on gravity flow; the use of wells; the use of a filtered system, and all information in connection with the building of a system."

"Let me make it clear that the city is only interested in bringing cold mountain water and establishing a gravity flow system. Under no circumstances would we give consideration to a filtering system or utilize the present water works system as

\$200.00 Reward

A reward of \$200.00 will be paid by the undersigned for information leading to the arrest and conviction of the person or persons who stole three barrels of Richfield gasoline from Liskey Bros. field below Malin in Modoc County, California. Drums were numbered as follows: R8222, W6644, W11767.

Write or wire collect any information to Liskey Bros., or V. G. Klock, deputy sheriff, Malin, Oregon.

LISKEY BROS., Malin, Oregon.

it is used today. However, the engineers in their work will make and submit a complete survey of everything pertaining to a water system. We will then consider their recommendations.

"The proposal entered into by the city with the engineers will call for an expenditure not exceeding \$1,000.00. After we have received their reports and the council has made a thorough study of the recommendations of the engineers, they in turn will be submitted to the government engineers and the reconstruction finance corporation for their approval. After the government engineers place their unqualified approval upon the findings of our engineers and if the government agrees to give us a 30 per cent outright grant and if the reconstruction finance corporation agrees to loan us the remaining 70 per cent we will then feel justified in offering this for the approval or rejection of the people.

"In the event that these plans are approved by the city council, approved by the government engineers and the reconstruction finance corporation, as well as approved by the people, the engineering firm of Baar and Cunningham will be retained as consulting engineers to supervise the construction of the project. This retainer to be on a percentage basis, based on new construction, the payment of which will come from money obtained from the federal government."

"This covers the proposal entered into between the city and the engineers."

"Let me say that the building of the water works system will not be a lien upon the taxable property of the city. Water revenue bonds are issued. They are sold to the reconstruction finance corporation, and they are retired and paid for entirely out of the earnings of the system. The government looks only to the revenue of the system for the payment of its loan. A thorough investigation is made for the government engineers to ascertain if the project is a self-liquidating one before they will ever put up a single dollar of financial assistance."

"To my mind this marks a new era for Klamath Falls. If the government approves our plans it will mean the putting of thousands of dollars into circulation and do more than any-

thing else to help the problem of unemployment.

"The council by retaining the engineers at this time will place the city in a position of receiving an absolute gift of 30 per cent of all the money spent in new construction."

"Cities all over Oregon are taking advantage of this opportunity and Klamath Falls and the city administration were not to be persuaded to sit idly by and let such opportunities pass."

Mrs. Dave Campbell Honored At Shower

SPRAGUE RIVER.—Possibly the loveliest social affair given in the Sprague River valley was the shower given by Mrs. George Boyd and Mrs. Ernest Paddock at the Paddock home in courtesy to Mrs. Dave Campbell.

A profusion of wild flowers decorated the house, including mountain lilies that gave forth their elusive fragrance. A delightful story of the life of Elizabeth Hess Campbell was told by Mrs. Paddock. Dainty refreshments were served at individual tables in the dining room.

POLICE CASES FLOOD COURT AT CITY HALL

Police Judge Clifton Richmond was busy Monday disposing of charges placed during the week-end by city police officers.

Roy Hand, 25, laborer, was given a fine of \$100 and had his driving license revoked for one year on a charge of driving an automobile while intoxicated. His arrest was made Saturday after colliding with a car driven by James M. Taylor of 1425 Pacific Terrace. Only minor damages resulted from the accident at the corner of Esplanade street and Pine street.

Robert Edmund Gadhols, 21, laborer, paid a fine of \$25 and was given 10 days labor sentence on a charge of transportation of intoxicating liquor.

K. W. Kreier, 27, musician, was arrested Saturday evening at the Moose hall, charged with possession of intoxicating liquor. He was given a fine of \$10 or five days in jail.

D. L. McGuire, 29, laborer, forfeited \$10 bail when he failed to appear to answer a charge of being drunk.

Arthur Rice, painter, was released on his own recognizance late Saturday night on a charge of violating the city traffic ordinance. Ralph Turner, 22, was also released on recognizance on a charge of speeding on Oregon avenue.

Juan O'Gavian, 27, and Manuel Decampas, 23, both Mexicans, forfeited \$10 bail apiece when they failed to appear Monday morning to answer charges of being drunk.

Ed Peterson and Red Hammond were each given fines of \$10 or five days in jail on charges of being drunk.

Edna McDonald forfeited \$25 bail Monday morning when she failed to appear and answer charges of soliciting. Robert

Smith, charged with being drunk, also forfeited \$10 bail on failure to appear.

James Oliver Boovers, 24, laborer, was arrested by city police and turned over to county officials for a sanity hearing.

America, with all her genius for production, has not yet learned the art of distributing according to her capacity to produce.—Edward A. Filene, Boston merchant.

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We guarantee that your stop at the Multnomah will be remembered as one of the very pleasant experiences of your trip.

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HOTEL MULTNOMAH
Portland, Oregon

HIGHER COMMODITY COSTS ARE FORCING FURNITURE PRICES UP

Prices at Factories are Rising; Makers Refusing Future Dated Shipments as Costs Advance

Lower Priced Furniture Most Affected

Prices Are Going UP!

\$13 Mattress

Specially Priced for August Sale

\$9.48

Save at Wards

Buy now! Save 25%. Large coil upholstered with felted cotton. Drill ticking cover. \$23. Innerspring \$17.75

Prices Are Going UP!

\$12 Spring

Specially Priced for August Sale

\$7.48

Save at Wards

Buy Now! Save 35%. 99 big, deep Premier wire coils support you in ease. For straight or bow end beds. Double Deck Coil Spring . . . \$9.95

Prices Are Going UP!

Studio Couch

Specially Priced for August Sale.

Buy Now! Save 20%! Opens to double bed or two twin beds. Coil spring base and inner spring mattress. Bedding compartment and pillows.

\$21.88

Prices are going UP!

\$75 SUITE

Special for August Sale,

\$59.95

SAVE 20% NOW! For we cannot repeat this value after the Sale! 3-piece Suite in combination walnut veneers. With Maple veneer trim in the buffet. And tapestry seats in the six chairs. Table extends to 6 feet.

Prices are going UP!

\$45 SUITE

Special for August Sale,

\$29.88

Be smart! Get this 4-piece Suite in the Sale . . . and save \$15! Bed, Chest, Vanity and bench with walnut veneer fronts. Note the unusual decoration of quilted maple. Remember! The price goes up after the August Sale!

PRICES ARE GOING UP!

WOOL PRICES IN FURTHER RISE
Cotton Goods at New High Level in Wave of Buying
LUMBERSALES SHOW BIG GAIN
COMMODITIES RISE ON INFLATION FEAR
RISING PRICES CHEER FARMERS
STEEL RATE UP TO NEW HIGH
RETAIL PRICES SURE TO RISE

Be Smart! Buy Now! Save Money in

MONTGOMERY WARD'S AUGUST FURNITURE SALE

August Furniture Sale Value

\$53 SUITE

Prices are going UP! \$38.88

Buy Now . . . Save 20%

Be smart! Get this two-piece Living Room Suite now. Save \$15! It's easily worth 20% more on today's market. The two pieces are covered in choice of tanpe, rust or green houndstooth. With unusually broad, restful arms. And comfortable spring-filled seats and backs. Remember! The price goes UP after August Sale! Buy NOW.

2-Pc. Mohair Suite . . . \$59.95

\$4.00 DOWN

53.50 Monthly, Plus Small Carrying Charge

\$4.00 Table

Specially Priced for August Sale.

Buy now! Save over 30%. Combination walnut veneer top, 18x34 inches. Four turned legs. Remember! The price goes up after the August Sale!

\$259

Prices Are Going UP!

\$5.95 Chair

Specially Priced for August Sale,

\$4.28

Save At Wards! Buy now! Save 30%! Attractive Occasional Chair with comfortable sag seat. Durable upholstery.

\$5.00 DOWN

\$6.50 monthly, plus small carrying charge

All Metal Bed

August Sale Price

\$648

Save 20%. Big center panels with decoration. Brown enameled finish.

End Table

August Sale Price

89c

Save 30%! Prices are going up! Hardwood — with walnut veneer shaped top.

Prices are going UP! Buy Now!

\$24.95 Axminsters

Special for August Sale

\$18.95

9x12 ft.

Think of it! You save \$6.00 on these Seamless Axminsters in the Sale! Copies of rare old Orientals . . . woven on huge American looms. Even the sheen is woven in! All perfect! SPECIAL for the August Sale only! 9x12 Hair Rug Cushion Pad, Special \$3.95

Prices are going UP!

\$6.95 Lamps

Bridge & Junior

August Sale Price

\$4.95

Buy now. Save 17%. Bronze pate or "Spanish gold" finish. Bases: pleated or stretched silk shades—rayon lined.

Save 25% Now! Prices are going UP!

Wardoleum Rugs

Standard \$6.15 Grade!

August Sale Price **\$4.95**

9x12 Ft.

No more Wardoleum Rugs at this price after these are gone! We cannot repeat these August Sale values! Brand new tile and floral designs—waterproof and stainproof. The heavy felt base stays flat on the floor. Perfect quality! 9-Ft. Wardoleum. Per running ft., 21c

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