

LABOR COUNCIL VOTES AGAINST PROPOSED TAX

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which the mayor says he well comes.

In the meantime the mayor was grooming himself for battle. He said Wednesday that he will go on the radio for the next three nights, beginning Wednesday, to explain the ordinance along the lines of his statement which appeared in this newspaper last week.

Referendum Mentioned

The referendum threat was mentioned at a meeting held at the chamber of commerce Monday.

The state law, section 26-2012, states that referendum petitions against any ordinance, franchise or resolution passed by a city council shall be signed by not less than 10 per cent of the voters of said city. Klamath Falls there are 8,087 voters.

The petitions must be filed within 30 days from the time of passage of the ordinance. No ordinance may become operative until 30 days after passage and approval by the mayor, unless passed over the latter's veto. In that case, the law provides that it shall not become operative for 30 days, except it is a measure necessary for the preservation of the peace, health or safety of the city. "No such measure shall become immediately operative unless it shall state in separate section the reasons why it is necessary that it should become immediately operative and shall be approved by the affirmative vote of three-fourths of all the members elected to the city council . . . and also approved by the mayor," reads the law.

Lawyers Study Measure

Local attorneys were studying the ordinance from the standpoint of constitutionality and the authority of the council to impose a tax of this kind. The fact that the proposed municipal tax is without precedent in the state adds interest to this angle.

Mayor Mahoney, when approached on his subject, said that he had every reason to believe the ordinance would stand up under legal fire. The mayor said he had consulted qualified authorities before drawing up the ordinance.

It was recalled that Elton Watkins, prominent Portland attorney and leading Oregon democrat, acted as the mayor's legal adviser at the time he was fighting for office last winter. Watkins may have given the gross sales tax the legal once-over before it was proposed by the mayor.

"I would welcome a test of the validity of the measure," said the mayor. "I am sure it would stand up before the supreme court."

Charter Cited

The mayor said that the city charter provides that the mayor and council may raise income and revenue, and it is under this clause that he is offering the gross sales tax.

Considerable discussion surrounds the exemption of automobile dealers under the ordinance. Mayor Mahoney informed one or two auto dealers Wednesday that the intention is definitely to exempt the establishments dealing in automobiles, and that the sideline sale of accessories, tires or motor fuels would not cancel the exemption.

About 85 per cent of the value of an automobile clears immediately through the banks and goes to the manufacturer, the mayor said. The dealers' profit is narrow and the total sale figures run high. In addition, the automobile is taxed by the federal government and it is licensed by the state. The fuel necessary to run it is heavily taxed. These, he said, are the reasons for exemption.

Bieber to Seek Reservoir Fund

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About 25 miles upstream from Bieber and a short distance below the mouth of Stone Coal valley. According to state engineers who prepared the report, such a dam would create a reservoir about 730 acres in area and add not less than 13,000 acre-feet annually to the present flow available for irrigation from Pit river in Big Valley.

It was calculated that if a government loan for its construction is obtained, the dam and reservoir can be paid for at an annual cost of about half a dollar for each acre benefited.

Crop Loans On Wine Approved

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ington are that wine in the making henceforth is a proper commodity on which to advance credit if security values are adequate."

The loan to the Lodi firm represented an advance of up to 50 per cent of the value of this season's wine when in marketable condition.

The first loan of the newly established Berkeley bank for co-operatives was made to the same corporation two weeks ago, for preliminary processing purposes.

NEW YORK, Oct. 18.—(AP)—Alfred E. Smith has a cold and political observers were running a fever today trying to figure out the probable effect on Tammany Hall's health.

The men of Tammany gathered last night for the traditional "fortification rally" designed to start Mayor John P. O'Brien's campaign off with a bang and repulse the double threat of fusion and the recovery party to drive the tiger from power.

Khaki Shirt Officers Seized in Raid



Deserted by their "commander," their ranks broken up, disillusioned officers of the Khaki Shirt Army are pictured in a Philadelphia court with the arms and ammunition seized by police in a raid on their Philadelphia headquarters. The raid frustrated their plans to march to Washington to make President Roosevelt accept a dictatorship.

FIVE HUNDRED MEN ASSIGNED TO JOBS

Approximately 500 men have been placed on jobs by the federal re-employment office here, according to Manager Nelson Reed. About 350 men are out on jobs now furnished through the office.

Reed said that by the end of the week about 1,000 men will have been registered at his office. As long as good weather holds out, Reed expects to be able to keep men going out on jobs. He received a call from Portland this week for diamond drillers for work in connection with the Bonneville dam.

"While we aren't able to supply specialists of this type for the job, it does imply that there is going to be a call for men from this area on the Bonneville work," said Reed. "It should be understood, however, that there are no calls of that kind at this time, except for diamond drillers."

NRA Maintained As Major Issue By Nation's Head

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ing he did not expect a final agreement "for a couple of days."

WASHINGTON, Oct. 18. (AP)—A presidential decision which may influence prices in a million and a half retail stores was expected today from the White House.

Mr. Roosevelt's task was to define the government's policy toward price regulation in a retail distribution code. Before him were arguments for and against minimum price mark-ups over invoice costs.

Up-Trend Unbroken

Hugh S. Johnson, recovery chief, said 95 per cent of the country's retailers wanted this form of price stabilization. Secretary Wallace was vigorously opposed. He said, however, an agreement submitted to the president would prohibit sales below invoice costs in order to ban the "loss leader" practice.

While President Roosevelt studied the retail issue the labor department announced an upward trend in wholesale prices begun in March had "continued unbroken" through September with a 2 per cent advance in the weighted index of 784 commodities.

Based on 1926 average prices as 100, the department said the index went from 69.5 in August to 70.8 in September, averaging "above 70 for the first time since November, 1931," and representing an 18 per cent increase over last February's low.

"Between August and September," it said, "increases were reported in 194 instances, decreases in 152 instances, while in 328 instances no change in price was shown."

At NRA offices plans were advanced for enforcing President Roosevelt's order providing a \$500 fine and six months imprisonment for violators of blue tag regulations. Those regulations, issued by the president last night and supplemented by Johnson, forbid the display of the blue eagle by persons not complying with its provisions, and require its removal on Johnson's order.

The national labor board gathered today to consider the strike of tool and die makers of automobile plants at Detroit, Flint and Pontiac, Mich.

The labor department's whole price index reported a 7 1/2 per cent advance in the fuel and lighting index was September's largest.

Special Session To Cost \$25,000

SALEM, Oct. 18 (AP)—Oregon's 20-day special session of the legislature will cost around \$25,000, officials estimated.

The formal proclamation calling the legislators to meet in an extraordinary session November 20 will be issued Saturday by Governor Julius L. Meier, it was announced at the executive department.

State department officials said the work of arranging the house and senate chambers for the session would get under way within the next few days.

Belgium ranks first as an importer of passenger automobiles and trucks because Belgium is a port of entry for goods consigned to interior European countries.

EUROPE BUSY IN MEETINGS ON ARMAMENTS

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two-hour and a quarter meeting of the cabinet, the United Press learned tonight.

Refers to France

The British contemplate publishing a "white paper" revealing the secret arms negotiations at Geneva, prior to Germany's abrupt withdrawal on Saturday. Adjournment of the preliminary disarmament conference until October 26 followed on Monday.

— and following that came charges from Berlin of British misinterpretation of Germany's arms demands.

The document involved which the British now desire to publish refers to certain French arms control proposals, it was learned authoritatively. Hence French assurance was needed that the disclosures would not embarrass the government of Premier Edouard Daladier.

German sources revealed that Chancellor Adolf Hitler has decided now to postpone his original plan to force a test case by acquiring weapons which the treaty of Versailles prohibits.

Sir John Called

Hitler was described as having secretly ordered his Nazi storm troops, in the demilitarized Rhineland zone at least, temporarily to refrain from military exercises or demonstrations that might be construed as provocative.

The cabinet's unusual action came after King George had summoned Sir John Simon, his foreign secretary, personally to hear the details of Germany's withdrawal and the rupture of the disarmament negotiations. Sir John hurried to Sandringham shortly after the cabinet adjourned.

PARIS, Oct. 18. (UP)—

Establishment of a government monopoly on the manufacture and sale of armaments was approved by the finance committee of the chamber of deputies today.

Despite the opposition of Premier Edouard Daladier, the committee added an amendment to the government's original resolution setting up a state arms monopoly. Daladier's original scheme had called merely for a monopoly on the sale of arms, not their manufacture.

Germany Aided

The amendment, submitted by Leon Blum, socialist party leader, will entail the nationalization of all privately owned arms and munitions factories throughout France, it was explained — a move that the government is ill prepared to accomplish, in view of the present budget deficit.

The socialist amendment followed revelations by this party of scandals in French munition plants. One factory, for example, is alleged to have given aid to Germany's efforts to re-arm, exporting guns and tanks to Germany through Holland at a handsome profit.

More than 55 per cent of all motor vehicles in operation at the end of 1932 were more than 4 1/2 years old.

Negro Dragged From Jail and Hanged by Mob

PRINCESS ANNE, Md., Oct. 18. (UP)—A mob stormed the Somerset county jail here tonight after overpowering state police, dragged George Armwood, negro, from his cell and hanged him to a tree outside the home of Judge Robert Duer, local police jurist.

Armwood was accused of attacking Mrs. Mary Denton, elderly white farm woman, Friday night.

The mob, estimated to number about 3,000, twice was repulsed by state officers, on the first occasion by tear gas, before it broke into the jail and seized the prisoner.

Trembling with fear, Armwood was hustled to a tree before Judge Duer's home and a rope placed around his neck. The judge pleaded vainly with the lynchers. After hanging the negro, the mob dragged his body through the streets to a spot before the courthouse where they tossed it on telephone wires, saturated it with gasoline and cremated it. Then they dispersed to their homes.

HITLER REPEATS EQUALITY DEMAND

BERLIN, Oct. 18. (UP)—

Chancellor Adolf Hitler is firm on his insistence the former allied powers agree to Germany's demands for arms equality, the Nazi government revealed today.

Hitler, in a speech before members of the Nazi storm troops and minor leaders of the party's propaganda corps, made public today, declared that the German government "is determined to attend no conference, join no alliance, adhere to no convention and sign nothing until arms equality is granted."

Fights for Equality

The chancellor declared that the mistake of previous governments was that they had been over optimistic regarding the League of Nations and its institutions.

"I also am optimistic," he said, "regarding the future of the German people, while extremely pessimistic about Geneva."

Hitler said that his government decision last Saturday to withdraw from Geneva had ushered in "a decisive phase of our fight for equality."

He pointed out the necessity of concentrating on this fight and emphasized that "Germany was never more peaceful than when she turned her back on the unpleasant atmosphere at Geneva."

Attention Given Jews

This reference was regarded as a retort to French and British charges that by quitting the arms parity Germany evinced a warlike spirit likely to disturb the peace of Europe.

Meanwhile, other members of the Nazi cabinet turned their attention from Geneva to the omnipresent problems growing out of Hitler's anti-Jewish attitude.

Economics Minister Kurt Schmitt, speaking before the national association of artisans, repudiated boycott measures taken by some Nazis against Jewish-owned department stores.

TROOPS MUSTERED TO BACK EMBARGO

MINNEAPOLIS, N. D., Oct. 18. (AP)—Gov. William Langer late today directed the state adjutant general to hold all national guardsmen in the state in readiness to enforce the North Dakota wheat embargo effective at 12:01 a. m. Thursday.

BISMARCK, N. D., Oct. 18.

"North Dakota will 'go it alone' if other producing states refuse to join in an embargo on wheat shipments," Governor William Langer said today as he prepared formal instructions to the adjutant general to use the national guard, if necessary, to enforce his order.

The embargo, which becomes effective at 12:01 a. m. Thursday, is designed to prevent shipments of about \$5,000,000 worth of wheat estimated on North Dakota farms and in country elevators.

Told of dispatches saying his plea to governors of Minnesota, Montana, South Dakota, Nebraska, Iowa and Kansas to join North Dakota in declaring an embargo, so far had not met with success, Governor Langer said their decisions will not cause him to change his plans.

EMBARGO SUPPORTED

SIOUX FALLS, Oct. 18. (AP)—Minnesota union officials said today they may ask Gov. Floyd B. Olson to declare an embargo on export of any agricultural products from the state.

Governor Olson said, however, he did not believe an embargo would be effective in raising prices, which the farmers' union leaders said was the aim.

He questioned also whether he had legal authority to prohibit shipments. The attorney general's office said it would not rule on the issue unless asked for a formal opinion.

Farmers union leaders said making the request of the governor was under consideration and would be taken up at the organization's convention at Granite Falls, November 2.

MINNEAPOLIS, Oct. 18. (AP)—

The North Dakota wheat embargo on wheat became a grain market factor here today and contributed, traders said, to a strong wheat opening.

Millers and traders estimated, however, that enough wheat is in storage in Minneapolis and Duluth, where most North Dakota grain is marketed, to last six months.

About 30,000,000 bushels is held here, and 20,000,000 bushels at the head of the lakes, they asserted.

Influence of the government announcement yesterday that wheat was being purchased for the needy continued today also and aided in strengthening prices.

December wheat opened here at 73-74 cents per bushel, compared with yesterday's close of 71 1/2, dipped to 72 1/2, and rallied to 74 1/2 later. May wheat moved similarly.

Wildcats to Play Bonanza Today

The Klamath Union high school Wildcat football team will play the third game of the season today when it meets the Bonanza high school team at Bonanza at 2:30 o'clock.

The Wildcat team lost to Malin last Friday and will wear the week before from Henley.

Judge Barnes Faces Suit on Marriage Fees

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day: "If ever any justice of the peace in the state of Oregon ever turned over his marriage fees, I have never heard of it. It is ridiculous to suppose that I collected \$5 for every marriage I ever performed. For many I made no charge at all when the young folks were very poor, and in many instances I collected only a small part of what is supposed to be the regular fee."

District Attorney Gillenwaters was out of the city Wednesday, and no statement relative to the suit could be obtained.

MARCH SERIOUSLY ILL AT HOLLYWOOD

HOLLYWOOD, Oct. 18. (AP)—

Suffering a relapse after an attack of influenza, Fredric March, stage and screen actor, was reported in a serious condition at his home today. Only a nurse and the attending physician were admitted to his room.

Florence Eldridge, stage actress and wife of March, said her husband became ill a week ago but that it was only yesterday that his condition became serious.

March has portrayed many leading roles in films and was the star of "Dr. Jekyll and Mr. Hyde" as well as the leading actor in "The Sign of the Cross."

Heavy Fog Blamed For River Mishap

ASTORIA, Ore., Oct. 18. (AP)—

A dense fog was blamed for the collision off the mouth of the Columbia river yesterday of the Texaco company tanker New Jersey and the Lighthouse tender Manzanita. No one was injured.

The New Jersey struck the Manzanita's glancing blow midships on the port side, the prow of the tanker ripped decking, smashed a lifeboat and damaged the pilot house. Unharned, the tanker proceeded upriver. The Manzanita, bound for Seattle, returned to the Tongue Point buoy station for inspection and repairs. Both vessels were proceeding under slow bell when the accident occurred. The New Jersey was bound for Portland from Puget Sound.

Government To Buy Apples For Relief

WASHINGTON, Oct. 18. (AP)—

Apples today were added to the surplus products to be purchased by the government for relief purposes.

Harry L. Hopkins, relief administrator, announced that 1000 carloads of grade C apples will be purchased in addition to butter, cattle and an undetermined amount of wheat. He has appropriated \$300,000 to buy apples.

He said that between \$5,000,000 and \$10,000,000 of low grade range cattle, principally "she stock," will be purchased and processed for relief purposes. Most of this meat will be canned.

CASE OF MISSING JUDGE UP AGAIN

PENDLETON, Ore., Oct. 18. (AP)—The possibility that Charles Marsh, former Umatilla county judge who disappeared mysteriously a year ago, may have met death soon after he vanished in Portland, was being investigated today by C. C. Probstel, Umatilla county district attorney.

He received a letter from a Clark county, Washington, man stating that a man was found dead in that county about the time Marsh disappeared, and that the body was never identified. The district attorney has asked Clark county officials to assist in the case.

Judge Marsh disappeared Oct. 17, 1932, while on his way from Portland to Pendleton. He telephoned his home that because of automobile trouble he was returning to Portland. He never was heard from again. Last week Portland police discovered his automobile in storage. It was left there the night he was last seen.

RECALL PETITIONS OUT AGAINST MEIER

EUGENE, Oct. 18. (AP)—Petitions seeking the recall of Governor Julius Meier appeared in Eugene today, being circulated by Earl Lutzenhiser, one of the men who signed the preliminary petitions filed in Salem Saturday.

Lutzenhiser said those circulating the petition were having no difficulty obtaining signatures, but he was unable to say how many names had been obtained so far.

TOO LATE TO CLASSIFY

GOOD ROOMS — With board. 1193

1 JAR RESINOL HEALED SEVERE ECZEMA

"More than 35 years ago, when I was a child, I developed a severe case of eczema behind my left ear. In spite of all the remedies used the disease spread rapidly over my head. Finally our doctor, one of the best in Kansas City, told Mother to try Resinol Ointment as he knew it was good. It was wonderful and after using a full jar the affection was entirely healed. Since then I have been an ardent user of Resinol for burns, cuts, and all manner of skin affections, and have never known it to fail. There is nothing like it for the skin disorders of babies, it is so soothing and healing." (Signed) — Mrs. O. S. F. — Kansas, Mo.

At all druggists! FREE TRIAL size package Resinol Ointment and Soap with Skin Treatment Booklet. Write Resinol Dept. 95, Baltimore, Md.



"I knew it! They wouldn't accept my \$1,000.00 challenge—"

unexcelled more miles 100% leader faster

'Fortified' Gilmore can't be beat, so I'm giving the \$1,000.00 to Charity anyway"

I knew it! No one dared to take up my offer to pay \$1000.00 to Charity for any brand of gasoline that was proved to be better than "Fortified" Gilmore Red Lion. That should convince you which is the Gasoline you should use... I'm giving the \$1000.00 to Charity anyhow and you are to vote on which Charity gets it. Ask the Independent Gilmore dealer for a ballot. Get your vote in early.

Earl B. Gilmore
President
Gilmore Oil Co.

GILMORE RED LION
THE "Fortified" GASOLINE

SOLD EXCLUSIVELY BY INDEPENDENT GASOLINE DEALERS

HELP YOUR FAVORITE HOME TOWN \$1000.00 CHARITY. WIN MR. GILMORE'S

- The \$1000.00 will be paid to the Charitable Organization receiving the largest vote in proportion to the population of the town in which the competing Charities are located. This gives all towns an equal chance to win regardless of size.
- Gilmore Independent Dealers will give you a Ballot, Free. Ask for yours. Get your friends to vote too. Mail your votes in early.
- Balloting closes November 17th, 1933.
- Spencer Tracy, popular Fox picture star is the Contest Judge.