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# The Daily Capital Journal

Weather Report. Oregon: Tonight and Wednesday: day fair; warmer east portion tonight; light to heavy frost east portion; gentle westerly winds.

FORTY-SECOND YEAR NO. 95. SALEM, OREGON, TUESDAY, MAY 6, 1919. PRICE TWO CENTS. ON TRAINS AND NEWS STANDS—FIVE CENTS.

## MUNICIPAL DOCKS PLAN PROPOSED

### Council Receives Communication From Commercial Club Relative To Traffic Improvements.

### WAR DEPARTMENT READY TO ASSIST FINANCIALLY

### City Fathers And Chief Of Police Clash.—Force Is Ordered Reduced After Heated Debate.

Municipal docks for Salem and the question as to whether the city should make any effort to own its own docks was brought up for a discussion at the meeting of the city council last evening.

Lodore Greenbaum, representing the Salem Commercial club, presented a communication which the club had received from the war department. In this it is plainly stated that the war department looks with favor on cities owning their own docks, but before any city may receive the benefits of the harbor act passed March 2, 1919, the city itself must show a proper interest in its water facilities.

"If we do not own our municipal docks, this money will be withdrawn from us," said Mr. Greenbaum, who had been granted by the council the courtesy of the floor. "The traffic on the river has been strangled. But we should encourage it and help to build it up. The river represents heavy traffic. While auto trucks may carry much freight, they will not carry this extra heavy traffic."

Committee Is Named. It was also suggested by Mr. Greenbaum that one advantage of river traffic was in keeping freight rates down. He said it was a matter of importance to Salem to own its own dock and thereby secure aid from the federal government.

When the action of the war department was brought to the attention of the Commercial club, a committee consisting of L. Greenbaum, Otto J. Wilson and Louis Lehmund were appointed to take up the matter with the city council. Mayor Albin appointed a committee consisting of Edward Schunke, Ralph Johnson and Otto J. Wilson to cooperate with the Commercial club and to find out whether it is the wish of the community to take up the matter seriously, and if so, what would be the proper way of going at the ownership of municipal docks.

### HUNS TO PAY CLAIMS OF AMERICA IN SHIPS

### United States To Hold Vessels Confiscated For Part Of Damages.

Washington, May 6.—(United Press.)—Payment of claims of the United States against Germany will be made in part through the transfer of German ships, according to authoritative reports here today. Reported decision of the peace conference automatically adding 89 seized German ships to America's fleet for a "money consideration" will help carry the United States' bill of damages against Germany, officials say.

Although details of the conference decision have not been received, shipping board officials said the United States would be awarded 654,000 tons of shipping under its terms. Brazil, also, to come in for a large amount of tonnage under the reported decision, will get about 200,000 tons, it is reported.

Claims of this government against Germany embrace the loss of 350,000 tons of shipping through submarine sinkings. They also include unsettled debts, originating as far ago as the sinking of the Lusitania, officials said.

## Heads Of Rome Delegation Rushing Back To Paris

Rome, May 6.—(United Press.)—Premier Orlando and Foreign Minister Sonnino left for Paris on a special train at 10 o'clock tonight. Dispatches received from Salonica today said that all societies, in a mass meeting at which Mayor Lombardi presided, passed resolutions declaring the city annexed to Italy.

Salonica is the second Dalmatian city to declare annexation to Italy. Sara was reported to have taken that step in dispatches received yesterday.

## DISTRIBUTION OF CITY SHARE IN ROAD BONDS EXPLAINED IN DETAIL

### One-Third Of Money Raised In Salem, If Proposal Is Approved, To Be Used In Weak Districts.

Should the voters of Marion county vote in favor of good roads, one third of the money raised in Salem would be allocated to help out the weaker districts in the outlying parts of the county.

Two thirds of the money raised in the Salem district will be used in building market roads in what is termed the Salem district. By this arrangement, which is approved by the county court, the weaker road districts are materially aided by Salem.

On a five year program it is estimated that \$1,715,658 will be used in the work of constructing 100 miles of hard surfaced and 50 miles of high grade gravel roads. Of this amount \$520,000 is placed in the bonds to be voted on June 3 and the remainder to be spread over five years, in order that there may be no material increase in taxes.

According to the schedule prepared by Judge Bushey and the county commissioners and which has their approval the aid to be given the market roads in the Salem district is as follows: Riverside Drive, Liberty road, road districts 28 1/2, 28, 37, 38 and 44; Salem will give \$60,425 covering the five year period, from time to time while the road districts themselves will be called on for \$67,782.

Pacific highway south, road districts 27 and 27 1/2; During the first years \$37,141 will be used in this district. Salem will give \$17,977 of this amount. Twelfth street, feeble minded institute road, Turner road, road districts 30, 31 and 39; Of the amount necessary the district will be called on for \$20,425 while Salem will give \$18,207.

Asylum farm road to Turner, road districts 48 and 1/2 of 21; Salem gives \$17,190 for the five year period while the district will give \$19,283. Maclean road, 1/2 of road district 21 and district 60; Salem gives \$10,627 and the district \$18,450.

## Six Training Camps For Officers Are Designated

Washington, May 6.—(United Press.)—Six summer officers training camps will open June 21 for a six weeks course at the following camps, the war department announced today: Gunter, Michigan; Devens, Massachusetts; Fenton, Kansas; Lee, Virginia; Prosside, California; and Taylor, Kentucky.

Attendance at each school probably will not exceed 1200 men.

War Department Seeking 8,000 Men To Go To Siberia

Washington, May 6.—(United Press.)—Eight thousand men with previous military training are desired by the army to enlist for 3 years for service in Siberia, the war department announced today.

## ALLIES BRING PRESSURE ON HUNS FORCE SIGNING OF PEACE TREATY

### Blockade Section of Supreme Council Prepares To Cut Off Enemy Supplies.

Terms To Be Submitted To Germans Tomorrow Afternoon At 3 O'Clock.—Italian Delegates, Now Speeding To Paris, To Be Among Allied Representatives.—Thirteen Nations Besides Germany To Have Envoys In Attendance.—Correspondents Admitted.

By Ed L. Keen (United Press Staff Correspondent)

Paris, May 6.—The Germans must sign the peace treaty or face economic isolation. This was made plain today when the blockade section of the supreme economic council was instructed to draw up plans for economic isolation of Germany—to be put into effect if the enemy attempts to carry out its threat to refuse the peace terms.

Recent United Press dispatches from Berlin have indicated the confidence of the Germans in their ability to evade the terms of the treaty was based on the belief that public opinion in allied countries would not permit further military action against Germany.

Today's developments showed the allies will not depend on the direct action of arms, but the indirect action of an iron bound blockade to enforce the treaty. Run Situation Critical. Information from various German sources indicates the country is in a serious condition financially, industrially and politically. Allied commercial and financial aid is needed to restore industrial conditions to normal. The allies have been sending large quantities of food into Germany for some time.

Sudden re-establishment of the economic blockade possibly more rigorous than during the war—would force the Germans into quick submission, it is believed. As an indication, however, that the blockade will be renewed only as a last resort, it was simultaneously announced today that pending acceptance or refusal of the treaty certain financial restrictions on Germany, will be further relaxed.

Italians Reinstated. The final step toward full restoration of Italy's rights in the peace conference was taken this morning when the credentials of her delegates were submitted to the Germans.

The other allied representatives had exchanged credentials with the Germans last week. The allies will thus present a united front when the treaty is submitted to the Germans in Versailles at 3 o'clock tomorrow afternoon as Premier Orlando and Foreign Minister Sonnino were en route to Paris.

The Austrians and Hungarian peace delegates are expected here early next week. They will be quartered at St. Germain, near Versailles.

By Fred S. Ferguson (United Press Staff Correspondent)

Paris, May 6.—With the Italian delegates speeding back to Paris, the final step was being taken today in preparing the peace treaty for presentation to the Germans tomorrow. This consisted of a secretenary session of the conference at which the pact was presented to representatives of the lesser powers for ratification.

Premier Orlando and Foreign Minister Sonnino who left Rome last night will arrive in ample time for participation in the ceremony of submitting the terms to the German delegates, scheduled for 3 o'clock tomorrow afternoon. Admission to this meeting will be confined to plenipotentiaries of the United States, Great Britain, her dominions, France, Italy, Japan, Belgium, Brazil, Greece, Poland, Portugal, Rumania, Serbia and the Czech-Slovak republic, with one secretary each; six German delegates and newspaper correspondents. The latter will include thirty for the great allied powers and dominions, ten for powers with special interests and five Germans.

Hungarians Invited. President Wilson will head the American delegation and will be accompanied by Colonel House, Secretary Lansing, Henry White and General Bliss.

Hungarian peace delegates have been summoned to the conference, it was announced. They are expected to arrive in St. Germain on May 13, being preceded about three days by the Austrian envoys, work on the Austrian and Hungarian treaties will proceed simultaneously.

Marquis Imperiali, Italian ambassador to France, was given the seat of honor at yesterday's meeting of the organization committee of the League of Nations, on motion of Colonel House. The American delegate called the meeting to order and asked Foreign Minister Pichon to take the chair. Sir Eric

## Bomb Plot Suspect Held In Portland.—Arrested For Murder In Chicago

Portland, Or., May 6.—(United Press.)—"Big Jack" Phelan, alleged I. W. W. leader, was arrested here last night on the charge of murdering Lee Phelan at Chicago April 21.

A letter which was found in Phelan's pocket leads the police to believe the man under arrest was involved in the recent nationwide bomb plots. The letter refers to a mysterious package which a friend is holding for him in Chicago.

Phelan has bruises about his head, and the police says he admits they were received in a fight with Lee Phelan the day the latter was shot and killed, but he denies he had anything to do with the murder.

## AMERICAN BUSINESS FACING BANNER YEAR

### Unprecedented Era Of Prosperity Predicted By Reserve Board.

Washington, May 6.—(United Press.)—American business apparently has largely recovered from the shock of war and is set for an unprecedented year of prosperity, according to reports reaching the federal reserve board.

Ingressively large volumes of raw materials on dock for export; prospects for a record grain crop and "surprisingly satisfactory" industrial sentiment combine to present a "reassuring situation" to the nation, according to a statement given out by the board today.

The board estimates as fresh as to unemployment. The floating supply of labor, threatening trouble in February and March, has been largely absorbed, the board statement shows.

Export Trade Large. Rectification of conditions will continue most of the summer months, the board believes. Plans for building operations and expansion in industry, held in abeyance during the war, are beginning to materialize, the board says.

Relative to export trade, the statement says: "Export trade during the month has been large, although it consisted largely of raw materials. Nevertheless interest in export trade is growing and several important developments have occurred during the month (April). Shipping rates have shown a decidedly downward tendency which the organization of a investment trust for the purpose of encouraging the absorption of foreign securities has made a practical beginning in financing export business. The organization of associations for the purpose of facilitating foreign trade indicates continued interest on the part of manufacturers, both large and small, in the development of markets abroad."

## TRANS-OCEAN TRIP ONCE MORE DELAYED

Rockaway Beach, N. Y., May 6.—(United Press.)—The three American navy planes will not start for Halifax today preliminary to their trans-Atlantic flight, it was announced. Head winds forced a postponement.

The three machines are all ready to start, it was announced. The damage done by fire in the hangar yesterday was speedily repaired.

Commander J. H. Towers, "admiral" of the flotilla, will fly in the NC-4, according to present plans. Others in this machine will be Commander H. C. Richardson, Lieutenant H. D. McCallough, Lieutenant Commander H. L. Lavender, L. R. Moore, Lieutenant B. Rhodes.

The NC-4 will be handled by Lieutenant Commander A. C. Reed, Lieutenant E. F. Stone, Lieutenant W. Hinton, Ensign H. C. Rhoad, Chief Specialist Mechanic E. H. Howard and Lieutenant J. L. Breese.

The NC-1 goes in command of Lieutenant Commander P. N. J. Bellingier, with the following crew: Lieutenant Commander M. A. Mitchell, Lieutenant L. T. Burin, Lieutenant H. M. Sadenwater, Chief Mechanic Mate C. J. Kessler, Machinist R. Christensen.

Weather conditions for Wednesday and Thursday were reported as unfavorable for starting the flight.

By A. E. Johnson

Aboard U. S. S. Prairie, Trepanay Bay, N. E., May 6.—Weather conditions for the trans-Atlantic flight have been unimpressive so far, rain and fog predominating.

The destroyer Pointe was driven ashore early today by a westerly gale which reached its maximum intensity at 1 a. m. Naval men expect to refloat the Pointe at high tide, when the weather moderates. Three destroyers dragged their anchors in the storm.

The Kalk, Meredith, Bush, Cowell and Maddox were ready today to depart for the Azores to form part of the long column of navy craft paced at fifty mile intervals, which is intended to make the sea safe for the American planes when they actually start across the Atlantic.

There was considerable interest manifested today in the rumor that the British aviators, Hawker and Raynham, who have been at St. Johns for weeks to start across with their Sopwith and Martinsyde planes will make the jump as soon as the American "bridge of boats" is properly placed, so they would be taken care of in event of accident.

## State Of Siege Declared Over Petrograd, Report

Tsarkoe, Selo, May 4.—(United Press.)—A state of siege has been proclaimed in Petrograd, it was announced here today.

Tsarkoe Selo, 12 miles south of Petrograd, contains two former Imperial palaces.

The Romanian army is reported to have occupied Budapest.

## TOLEDO SELECTED AS LOCATION OF BATTLE ON FOURTH OF JULY

### Fighters Satisfied But Some Patrons Of Ring Game Kick At 12-Round Limit Under Ohio Laws.

VETERANS OPPOSE WILLARD AS WAR SLACKER

San Francisco, May 6.—(United Press.)—Holding that Willard was a "slacker" during the war period, soldiers, sailors and marines are considering a determined campaign to halt his Fourth of July match with Jack Dempsey, according to local leaders in war veterans association work.

## AMERICAN NAVY PLANES KEEP TO HANGARS.—Patrol Ships Aground.

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## 60,000 DOUGHBOYS ON RETURNING VESSELS

### Housatonic Lands 1,300 In New York Today.—Other Ships Soon Due.

Washington, May 6.—Over 90,000 men from the A. E. F. today are on the Atlantic on their way from France, the war department announced.

Fifty three per cent of the army has been demobilized since the armistice was signed, the war department stated.

## GARY RIOTERS SENTENCED

Gary, Ind., May 6.—Sentences of from \$20 fine to \$250 and six months in jail were being served today by five of the 16 men arrested in the racial riot here Sunday. Trial of the other eleven was postponed to Friday.

Who remembers when you had 't take patent medicine 't git your picture in 't newspaper? 't trouble with most people is that they prepare for 't best instead of 't worst.



## TROOPS GUARD PAIR WHO KILLED TEACHER

### Irate Neighbors Of Pretty Emma Austraw Demand Double Lynching.

Greensburg, Pa., May 6.—Heavily armed by a troop of state police and score of armed civilians, James Crawford, 37, alleged confessed slayer of Miss Emma Austraw, pretty 19-year-old Latrobe school teacher, and an alleged accomplice, John Ray, 17, were confined in the state police barracks here today.

News of the arrest of the alleged murderers, which was announced shortly before midnight, aroused the entire countryside. Hundreds of citizens are reported to have gathered at Latrobe, ten miles east of here, latest of lynching.

Early today a truck loaded with a score of men drove into the city and demanded release of the prisoners. State troops paid no attention and soon the party left, going back toward Latrobe.

Information charging Crawford and Ray with murder was given today by Sergeant J. T. McLaughlin, of the state police.

According to McLaughlin, Crawford's confession shows that the two men seized the girl on Monday afternoon, April 28, and dragged her into the cellar of an abandoned log cabin on a farm near here.

After the girl had been strangled, the men knotted a hank skin across her ears, tied them behind her back and carried her unconscious to the shed. After placing her under the floor, a bullet was fired into her neck. McLaughlin asserted.

Crawford, the police say, accused Ray of shooting the girl.

A total of 15,000 sheep will be sheared in Deschutes county this year.