

Reinforced Yankees Braced For Show-Down

WHO DOES WHAT

By Paul Jenkins



MARILYN WOODRICH, appointed assistant librarian at the Roseburg public library to replace Miss Sue Armon, who is resigning, is pictured as she holds a specimen of Indian artifacts now on display at the library. Mrs. Woodrich came to Roseburg recently from Eugene, where she was catalogue librarian at the University of Oregon. Formerly she was employed at the Oriental Institute at the University of Chicago. She is the wife of Charles Woodrich, Roseburg lawyer.

Opposition Of 7-Nation Bloc Kills Russia's Move To Seat Red China On UN Council

LAKE SUCCESS, Aug. 3 — (AP) — The solid opposition of seven nations today doomed Russia's latest move to seat Red China on the security council as part of a peace deal for Korea.

Six countries — Britain, France, Ecuador, Cuba, Norway and Nationalist China — followed the United States' lead yesterday in insisting that the council discuss the Korean question before considering admission of Communist China to the council, and that the two questions be treated separately.

In the Day's News

By FRANK JENKINS

There is tense drama in Korea today.

Out in the hills west of Pusan (about as far away as from here to Bly) our infantry lost a commanding ridge last night. This morning we counter-attacked in an effort to get the ridge back.

As our forces moved forward in the attack, the Reds opened up and let us through. THEN THEY BEGAN TO CLOSE IN ON US FROM THE SIDES IN A PIN-CER MOVEMENT, their purpose being to surround us and capture us and destroy us.

It is one of the oldest plays in the game of war—this opening up and letting the attacker through and then closing in around him. Hannibal used it with complete success against the Romans at the battle of Cannae back in 216 B. C.

As the army of Rome under the command of Consul Varro came at him, Hannibal opened up in the center and let the attackers through. Then he closed in on them from the sides, just as the Reds are trying to do this morning to us.

When it was all over 50 THOUSAND Roman dead lay upon the stricken field and 10 thousand more were taken prisoners.

Why are we counter-attacking this morning against the immensely superior-in-numbers Reds? It's like this:

The ridge we lost last night is in a range of hills westward from the

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CIO Plywood Workers Favor 6-Hour Work Day

Robert Burton and Gordon Burton, members of local 9-438, IWA-CIO, Roseburg, attended the fifth annual convention of the plywood, box shoo and door council of the IWA-CIO at Olympia, Wash., July 30.

The conclave concluded with the adoption of committee reports that placed the CIO plywood workers of Oregon and Washington on record as favoring a six-hour work day, the renegotiation of health and welfare program of the union on a uniform basis, an improved vacation clause, increased political activity in the local unions and affiliation of all locals with their respective state industrial union councils.

The Weather

Fair today, tonight and Friday, except for morning cloudiness. Highest temp. for any Aug. 106. Lowest temp. for any Aug. 39. Highest temp. yesterday 87. Lowest temp. yesterday 53. Precipitation from Aug. 1 0. Precipitation last 24 hours 0. Precipitation from Sept. 1 34.16. Deficiency from Aug. 1 9. Sunset today 8:33 p. m. Sunrise tomorrow 6:07 a. m.

CANADIAN REDS BUSY

MONTREAL — (AP) — U.S. tourists to Canada are getting a special but unofficial "peace" welcome by the communists. Autoists from across the border are finding stickers on their windshields reading: "Welcome to Canada—hands off Korea." Police have been ordered to arrest anyone seen putting on the stickers.

The News-Review

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Control Power Sentiment Spreads

Tax Increase Bill Shaping Up For Action

Real War Will Produce Record Levies, Warning Of Democratic Leader

WASHINGTON — (AP) — Senate Democratic leader Lucas said today that, although there may be no immediate tax action against profiteering, the American people can be assured "nobody is going to get rich at the expense of the G. I."

"We are going to take the profits out of war," the Illinois senator said.

Lucas made his statement as Democratic leaders prepared to ram through Congress a tax-boosting bill, probably near the \$5,000,000,000 size President Truman proposed, and without an excess profits levy.

An immediate excess profits tax was not recommended by the President, Lucas said, in the interest of speeding the "first installment" tax hike to passage.

He predicted it will come later, with stiff rates on abnormal business profits. And he added: "If we get into a real war, we're going to have the most drastic taxes this country has ever seen. This tax bill is just to get ready for the big one."

Committee In Action

Meanwhile, the senate banking committee moved swiftly to put the tax bill in shape for quick congressional action.

In its first session behind closed doors, it formally junked the house-approved bill to cut by \$1,010,000,000 the excise taxes on such things as fur, jewelry, cosmetics and movie tickets, and approved instead a \$55,000,000 excise increase.

It voted: A 10 percent manufacturers' excise on television sets, to collect \$42,000,000.

A 10 percent manufacturer's levy on home freezers, for another \$8,000,000.

A boost in the slot machine tax from \$100 to \$150 a year for each machine in operation. The slot machine operators would kick \$3,000,000 additional into the treasury.

Truman Proposals Wait

The committee is yet to act on Mr. Truman's major tax increasing proposals:

1. \$3,000,000 additional on individual incomes. The President wants this increase effective October 1, to pick up \$700,000,000 from 1950 individual income, with the full force of the \$3,000,000 additional burden becoming effective next year.

2. \$1,500,000 additional by boosting corporation income rates. Mr. Truman proposed making this rate hike effective for all 1950 corporation income. Congress may balk here. Some lawmakers are suggesting that the tax be levied on corporation income effective October 1.

3. \$500,000,000 from tax law loopholes plugging, a withholding tax on corporation dividends, and levies on the investment income of life insurance companies. They already have been approved by the house.

Pacific Highway Stretch Between Ashland, California Line Absorbs Heaviest Outlay For Maintenance

SALEM.—(AP)—The state highway commission, which spends a third of its income on keeping existing roads open and in good shape, told today where it spends its maintenance money.

Last year the commission spent \$11,440,000 to maintain present highways, an all-time high mark because of the \$2,000,000 it had to spend to repair excessive frost damage.

The commission said the most costly section to maintain was the Pacific highway from Ashland to the California line, where the maintenance cost per mile last year was \$7,302. That section crosses the Siskiyou mountains, where snow and slide removal costs a lot of money.

By contrast, maintenance costs reach a low of \$500 per mile on some eastern Oregon roads.

The second most costly section to maintain is on the Willamette highway from Oakridge to the summit of the Cascades, where the cost per mile was \$4,120.

On the Pacific highway, the Oregon City—Aurora section cost \$3,309 per mile, second largest total on the route. The Eugene—Cottage Grove section cost \$3,243 a mile, while the lowest mileage cost on the route was \$882 between Eugene and Junction City.

Highest cost on the Columbia River—Old Oregon Trail route was \$3,487 from Portland to Bonneville. Lowest was \$515 between Heppner and Boardman.

The cost on the South Santiam highway over the Cascades was \$3,000 a mile.

On the Oregon Coast Highway, the most money spent for maintenance is from Wheeler to Tillamook, \$3,452 a mile, while the lowest is \$1,482 a mile from Otis to Tillamook.

The highest maintenance cost on The Dalles-California highway was \$3,857 a mile from Maputo to a point about 30 miles south. Lowest cost on this highway was \$1,122 a mile from Crescent to Chiloquin.

Grain Elevator Strike Still On In Buffalo

BUFFALO, N.Y. — (AP) — Fifty grain elevators here remained closed for the third straight day in a dispute over wages. About 450 members of the AFL grain elevator employees union are involved. The strike has idled about 4,500 other grain workers.

Owen J. Kavanagh, union president, said the strike "may last a month or longer." He said the employers "are determined not to grant anything." A spokesman for the elevator operators said "there is nothing new to report."

FRANCE OFFERS TROOPS

PARIS. — (AP) — France government leaders are debating sending a "token battalion" of troops to fight under the United Nations flag in Korea, a spokesman said today.

France has been fighting a guerrilla war for five years against Communist-led troops in Indochina, and has some 140,000 troops stationed there.

EARTHQUAKE DAMAGE

EL CENTRO, Calif. — (AP) — Damage from last week's earthquakes in the Imperial valley has been estimated at \$300,000 or more after a thorough check.

Major damage was to buildings and installations in Calipatria and Westmoreland.

Four Persons Hurt When Cars Crash

Two cars crashed head-on in the ditch near the top of a rise north of the Winchester bridge Wednesday, and four persons were treated for injuries at Mercy hospital and then released.

State police reported that a car operated by Walter S. Fisher, Roseburg, traveling north, attempted to pass a vehicle, just as that car was attempting to pass a truck at the crest of a hill.

A southbound car, operated by Ralph E. Houser, of Wapato, Wash., took to the ditch to avoid the oncoming vehicles. Fisher also went into the ditch on the left hand side, and the two cars collided, the officers reported.

Houser, suffered body bruises and head lacerations. His wife, suffered shock, a bruised head and lacerations, and a passenger, LeRoy Phillips, Sumner, Wash., suffered cuts about the mouth. Fisher received chest and body bruises. They were all taken by Roseburg ambulance to Mercy hospital and were released after treatment.

The state police said Fisher has been cited to appear in justice court on a reckless driving charge. The cars were badly damaged.

TIMBER AUCTION DATED

PORTLAND — (AP) — An oral auction on 16,800,000 feet of Willamette national forest timber was scheduled Aug. 21 in Eugene. The timber, valued at \$203,500 is located on the Browder Creek No. 1 area.

Truman May Get Free Hand In Situation

Formula For Curbs On Wages, Prices, Purchases Still To Be Worked Out

WASHINGTON. — (AP) — The government's top economic mobilizer urged today that President Truman be given a free hand in putting any wage-price-rationing controls into effect.

W. Stuart Symington, chairman of the National Security Resources board, talked behind closed doors with chairman Maybank of the senate banking committee.

Maybank told reporters Symington emphasized that any standby plan for imposing wage, price and rationing curbs should let the President decide when or whether they should be used.

On the other side of the capitol the House appeared set to give the President every power to control virtually every phase of American life. As demands mounted for across the board controls to curb inflation and what is needed in the Korean war, the only question appeared to be the form the presidential powers would take.

The senate banking committee today began considering an automatic device for invoking such curbs when the cost of living reaches a certain point. A formula still is being worked out.

Members of the committee disagreed today as to whether the group had formally decided to adopt the suggestion by Senator Fulbright to the controls to the cost of living.

Maybank, who announced yesterday that the committee did make such a decision by voice vote, told reporters today there was "just discussion of making a study of some such procedure."

However, Sen. Douglas said the committee made a firm decision to adopt the Fulbright proposal.

There were unconfirmed reports that the White House had protested vigorously overnight to Maybank that the Fulbright plan would destroy the flexibility Mr. Truman has insisted he should have with respect to putting the controls into effect.

As the house met to perfect Mr. Truman's economic mobilization requests, there was fresh clamor for addition of an excess profits tax and new rent control authority.

It appeared improbable, however, that the House would lack them on the present bill. Leaders were opposed to additional tax or rent controls now, although sentiment for them cut across party lines.

Reds Smash At American Line On Captured Heights In Try To Open Road To Pusan Port

(By THE ASSOCIATED PRESS)

Newly arrived U. S. marine and Second division army reinforcements pushed into the front areas in Korea today ready to use 47 1/2-ton Pershing tanks in the show-down battle.

The front had shrunk as much as 18 miles in places as a result of a general three-day allied retreat to shorten lines until the time for a counter-offensive.

Heavy North Korean artillery fire began falling on the main north-south road east of the Nakdong river at a point only 14 miles southwest of Taegu, now the chief inland defense hub.

The Nakdong, the main new defense line, flows north and south to within a few miles of the south coast where it swings sharply east through swamps and rice paddies to within five miles of Pusan, the allied base port.

In that coastal gap before Pusan 24th division infantry and tanks still held heights they seized yesterday in a bloody counter-attack within 40 miles west of Pusan.

Two Red divisions supported by half of a third still smashed at American positions in that sector with mortar, artillery and infantry tanks.

An American infantry-observation force surprised the Reds by penetrating almost to Chingu, 55 miles west of Pusan, fought a roaring road battle and returned with information that the Communists were building up for a big attack in the area.

The only other actual fighting reported anywhere on the front was at Yondok at the opposite end of the line on the east coast 90 miles north of Pusan.

The Third South Korean division was still attacking there, after driving the Reds three miles north of that town battered to bits by navy guns.

However, a communique from eighth-army headquarters in Korea said considerable North Korean troop movements were observed in the central sector where the U. S. First cavalry division withdrew from fire-gutted Kumchon yesterday. The Communists were attempting to follow up the American retreat closely. It was in that sector that the pull-back of American allied lines was the greatest. The Nakdong is about 18 miles southeast of Kumchon.

See Tank Power Cut
A briefing officer at Gen. Douglas MacArthur's headquarters in Tokyo said the Communists had "lost most of their preponderance of tank strength" as a result of heavy losses suffered from air, bazooka and artillery attacks.

He said the enemy also was surprised by the American withdrawal, showing that his intelligence service was not as good as formerly.

The 47 1/2-ton Pershing tanks are heavier than anything the enemy has yet used in Korea and carry 90 millimeter rifles. If used in the marshy terrain west of Pusan they might be at a disadvantage with the Soviet-made North Korean 34-ton tank in maneuvering, but they could out-gun them.

Allied air forces flew a near record 400 sorties, most of them concentrated in the Chingu area west of Pusan. A column of Communists was caught in a defile by fighter planes and riddled with rockets and machineguns. Five more tanks were hit.

British naval gunfire smashed at docks, warehouses and a rail siding at the south coast port of Mokpu through which the Communists have been trying to move men and supplies.

B-29's unloaded 400 tons of bombs in a third major strike at North Korean chemical plants. This time they hit the Bogun Chemical plant at Hungnam, 118 miles north of the 38th parallel and but three miles from the explosive factory reported almost totally destroyed in strikes on Sunday and Tuesday.

Douglas Utilities' Valuation Upped

Full cash value of public utility property in Douglas county, as of July 30, according to the state tax commission, was \$22,341,618, compared with \$17,734,855 in 1949, an increase of \$4,606,763. The assessed value was \$18,181,551, an increase of \$2,717,990 over \$10,463,564 last year.

For all utility properties in Oregon the cash value is \$480,204,605, increased \$29,346,128 from \$450,858,477 in 1949. The assessed value is \$394,183,863 and \$17,929,857 more than the \$246,235,006 of a year ago.

By law the commission is required to determine the full cash value of public utility property every year. It must also determine the percentage the assessed value in each county is to the true value, which then becomes the ratio for that county. The ratio is applied to the full cash value of utility properties to equalize the assessed value with other property.

FLOOD HITS MECCA

CAIRO — (AP) — Torrential rains are reported to have flooded Mecca, drenching 7,000 pilgrims to the holy city of Islam.

No casualties have been reported from the city of 130,000.



PACIFIC TELEPHONE AND TELEGRAPH COMPANY workmen are shown repairing portions of the sidewalks and street, torn up for the installation of underground exchange service cables. R. J. Henwood, local manager, said this is part of the company's program to put under ground all possible telephone lines, to eliminate unsightly overhead wires in the main business section. Lines have been extended down Mosher, Washington and Rose streets and other important sections. (Picture by Paul Jenkins.)

Levy Fact Rant

By L. F. Reizenstein

A senate committee votes prison sentences for hoarders and black marketers; and then fails to ask an appropriation to double the size of penitentiaries needed to accommodate all of them.