

U.S. MARINES, RED TANKS HEARING CLASH

Agreement On Tax-Boosting Bill Reached

Congress Compromise Tosses Out Withholding Levy On Corporations

WASHINGTON (AP)—A compromise \$4,700,000,000 tax-boosting bill was approved Wednesday by a senate-house conference committee.

This opened the way for Congress to send the bill to President Truman by Friday night—and for Congress to recess this weekend until after the November elections.

The conferees approved the compromise by breaking a deadlock through this action:

1. They threw out a 10 percent withholding levy on corporation dividends which they had approved only Tuesday. This was intended to collect about \$190,000,000 a year from persons who fail to pay income taxes on the dividends they receive.
2. They eliminated a controversial provision in the bill, inserted by the Senate, dealing with taxation of family business partnerships. Some House conferees had contended the Senate provision would open the way for some persons to make business partners of their minor children and thereby reduce their income taxes.
3. Did an about-face on another issue dealing with the taxation of life insurance companies. The conferees agreed that the companies should be taxed \$122,000,000 on their investment income, for the years 1949 and 1950. Tuesday they had said the tax should be \$176,000,000 dating back to cover 1948, 1949 and 1950.
4. Knocked out a senate bill provision that would have provided capital gains tax treatment, instead of higher personal income tax rates, to income of persons selling or leasing oil rights. This had been one of the principal items in dispute.

No change was made in the most important provisions of the measure, providing for increase of almost \$3,000,000,000 a year in personal income taxes, and \$1,500,000,000 a year additional taxes for corporations.

In the Day's News

By FRANK JENKINS

As these words are written, fairly early this morning, our newly-landed forces are advancing eastward from the Korean beachhead. They are meeting opposition from North Koreans, BUT NOT VERY HEAVY OPPOSITION. They seem to be more or less brushing the opposing armies out of their way, as one bats off angry ground hornets when traveling along a trail toward a place he is headed for and intends to arrive at.

Meanwhile—

From down around Taegu, where the fighting has been grim and bloody and tenacious for weeks on end, where we and the commies have been spending lives fighting each other back and forth for commanding heights along a fairly well established battleline, we are getting reports of red divisions PULLING OUT IN HASTE AND HEADING BACK NORTH TOWARD SEOUL TO MEET THE NEW THREAT WE HAVE POSED BY OUR AMPHIBIOUS LANDING.

What does it all mean?

Well, it looks like we may have taken these Asiatic commies by surprise. It seems at the moment

The Weather

Continued fair today, tonight and Friday.

Highest temp. for any Sept.	104
Lowest temp. for any Sept.	29
Highest temp. yesterday	82
Lowest temp. yesterday	49
Precipitation last 24 hours	.00
Precipitation from Sept. 1	.71
Deficiency from Sept. 1	.74

Sunrise today, 7:13 p. m.
Sunset tomorrow, 7:00 a. m.

Reported Praise Of Hitler By G.O.P. Worker Stirs Up Demand For Investigation

NEW YORK (AP)—Republican national chairman Guy Gabrielson says he will investigate a published report that one of his assistants made a remark that "Hitler did Germany a world of good."

The aide, Bonner F. Fellers of Washington, D.C., says he was "misquoted entirely."

Gabrielson promised an investigation on demand of Gov. Thomas E. Dewey.

Dewey called on Gabrielson in a telegram last night to dismiss Fellers as a GOP national committee attaché if he made the remark. Dewey said such a remark would be "un-American and despicable" and would not represent any section of the Republican party.

Gabrielson, writing to Dewey from Washington in reply, promised the investigation and said:

"I am in a position to disavow any opinion of the Republican party on any praise of Hitler as reflecting the party."

Robert S. Allen's syndicated newspaper column from Washington reported Wednesday that Fellers made the remark to a group of six anti-Nazi Germans touring

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Communist Curb Bill Given Truman

Punishment For Espionage To Be Sterner

Majority Vote For Measure Assures Death For Threatened Veto

WASHINGTON (AP)—A bill calling for strict federal hobbles on Communists, including wholesale internment of dangerous Reds in wartime, went to an uncertain fate at the White House today.

The President had an opportunity to give his views on the bill.

Senate and House passed the measure by landslide votes Wednesday—well aware that President Truman may veto it promptly. Backers of the measure claimed they could command plenty of votes to override him if he did.

Barring any big switch in sentiment, the figures bore them out. The senate vote was 31 to 7, the house vote 312 to 20—both far in excess of the two-thirds majority needed to override a veto.

The president had said he wouldn't sign earlier versions of the bill. In bitter senate and house debates, foes of the bill condemned it as a menace to freedom which takes its cur from the very totalitarianism against which it is aimed, and which wouldn't really hurt the Communists.

The Republicans and Democrats who backed it shouted "nonsense" and "misrepresentation." Senator Mundt (R-S.D.) called the measure "a second declaration of independence."

The bill carries these major provisions:

1. Compulsory registration of Communists, Communist organizations, and Communist front groups. Officers of Communist front groups, but not rank and file members, also would be registered.
2. Authority in time of war, invasion or insurrection for internment of persons deemed to be potential spies and saboteurs.
3. A prohibition against Communist workers holding government jobs or working in defense plants, transportation facilities, or defense laboratories.
4. Sterner punishment of spies and saboteurs, and extension from three to 10 years of the time in which prosecution could be started in espionage cases.

The bill declares Communists in America are "awaiting and seeking the moment" for the overthrow of the government of the United States by force and violence may seem possible.

A clue to the President's intentions may have been given in a speech to the American Bar association Wednesday by U.S. Attorney General McGrath. He denounced the measure as evidence of "public hysteria."

The Bar association's assembly ignored the attorney general's recommendations and endorsed the bill.



HOWS YOUR HEALTH?—Dorothy Kitchen, school nurse, is shown conducting a quickie health check in a Fullerton school classroom. Such projects as health and athletic programs in the schools, together with aid to underprivileged children, is being encouraged and promoted by local service organizations in their child welfare programs. The Kiwanis club is calling special attention to this phase of work in a special four-page section of the News-Review to be published Saturday. (Picture by Paul Jenkins.)

Mysterious Night Whistler Who Terrorizes Bride-To-Be Baffles Police In Louisiana

PARADIS, La.—(AP)—This little bayou community bustled with excitement today watching for a phantom whistler whose weird serenades have terrorized an 18-year-old bride-to-be.

Nearly all of the village's 200 population peered out of windows last night while a cordon of sheriff's deputies guarded the home of Jacquelyn Cadow.

For the past few days the townspeople have talked of little except the intruder who threatened the girl's life and vowed to prevent her marriage to a young state trooper. Opinion is divided over whether the nocturnal whistler is a prankster, a would-be killer or a lunatic.

His whistle is a shrill interpretation of a funeral dirge.

State police, who were drawn into the investigation by state trooper Herbert Belson of New Orleans, Jacquelyn's husband-to-be, said they were stepping out of the case.

"We are convinced it is the work of a prankster," trooper Vincent B. Ebeier said.

State Police Sgt. N. J. Khoury said the Cadow home Wednesday took on the appearance of a mecca. Hundreds of curiosity seekers in automobiles passed for a look at the scene of the whistler's visits—a cottage surrounded by moss-draped oaks.

Bride-to-be Collapses

A doctor attended the young bride-to-be, who collapsed Tuesday night after she and her mother, her mother's sister and a New Orleans States reporter all said they twice heard the intruder's funeral whistle.

The reporter, Roy Heinecke, joined trooper Belson in a search of the Cadow yard, but found nothing.

"The family doesn't seem to have any enemies," said Sheriff Leon Vial. "It is either a crazy person or someone close to the family who has something against them that we don't know about."

The girl's mother, Mrs. Clifford Cadow, said it started with whistled wolfcalls last February. Two months ago, when Jacquelyn's engagement to the 26-year-old trooper was announced, the mother said she received telephone threats.

"I'll kill her, I'll stick a knife in her. Your daughter will never marry Herbert," Mrs. Cadow quoted the caller.

The wedding is set for Oct. 1.

"I'll marry Herbert if a police have to escort me up the aisle," said Jacquelyn.

High Cost Of Living Noted By President

Plans Being Made To Meet It, Truman Says; Blast At Taft Okayed

WASHINGTON (AP)—President Truman said today he is concerned about the high cost of living and he is working on plans to meet it.

When a reporter asked whether he would act as speedily as possible he is trying to avoid the mistakes of the last World War.

The President said his administration does not want the nation to go through the travail of the last price control period when it had to follow the road of trial and error.

Mr. Truman was asked about wages not going up and prices rising fast. He said he agreed this was so and he is working on a plan.

Commenting on a statement made by Gov. Chester Bowles of Connecticut, former OPA administrator favoring selective price controls, the President said that is being discussed but no decision has been reached.

Mr. Truman endorsed the attack by his special assistant, Averell Harriman, on Senator Taft (R-Ohio). In a speech before the AFL convention in Houston, Tex., Harriman accused Taft of furthering "the designs of the Kremlin" by his voting record on foreign policy.

Mr. Truman said the Taft record speaks for itself.

When a reporter asked whether he knew of many Democratic senators whose records equalled or surpassed Taft's, the President replied very few and added:

"There are more Republicans who voted right than Democrats who voted wrong, so the country still has a bi-partisan foreign policy."

Speaks For Marshall

Mr. Truman was asked at the outset today to comment on Gen. George C. Marshall's testimony before the senate armed services committee. A reporter said Marshall disclaimed responsibility for this government's China policy in 1946 when he visited China on a special mission.

Mr. Truman replied that General Marshall at the time was not secretary of state, but a special envoy for him. He added that Marshall, sworn in today as the new secretary of defense, had written instructions for him when he went to China.

Asked what U. S. policy will be on whether to go beyond the 38th parallel in Korea in cleaning up Korean Communists, the President said that is a question for the United Nations since the forces opposing the Korean Reds are a U. N. organization.

He added he will abide by the decision of the U. N.

Woman Tells Of Hearts Club Bilk

LOS ANGELES (AP)—Thirteen women, ex-clients of a lonely hearts club, today confront George H. Ashley, former club chief, in court.

Ashley, 52, and two co-defendants are charged with bilking 13 women of \$130,000.

The first of the 13 women, motherly looking Mrs. Maude Neal, 65, of Mount Airy, N. C., testified at a preliminary hearing that Ashley threatened to push her off a cliff when she demanded repayment of \$17,500 she had lent him.

Mrs. Neal said she did not join Ashley's club for romance but because she was lonely and would have welcomed getting acquainted with some ladies." She testified that she is on good terms with her husband and was ordered to come west by her physician because of ill health.

Recalling that Ashley had ridiculed her clothing, she said:

"I know I'm a hillbilly, but somehow it makes you feel pretty cheap to have anyone tell you how bad you look, especially when they've taken all you have and you don't have money to buy anything else."

'Gang-Up' Plot Against Gas Station Backfires

LEWISTON, Me.—(AP)—Lewiston-Auburn filling station operators have given a new twist to gas war techniques.

A score or more of "customers" drove into Austin Ellis' Main street station Wednesday, each ordered a gallon of gas and paid with \$20 bills.

Ellis said most of them were rival operators and that he had been tipped they had been coming. So he had the change ready—all in dimes and nickels.

With Ellis selling gas at 23 cents a gallon that meant a lot of coins to count.

The result was a 20-minute traffic tieup on the main artery between the two cities.

Gambling Racket Exposure Hope Is Upset By Prisoner

NEW YORK (AP)—Harry Gross, head of a \$20,000,000 a year gambling syndicate, has hired a lawyer dashing the hopes of a prosecutor that he will reveal immediately any tie-up with high-ranking policemen.

Gross yesterday hired Hyman Barsky, a criminal lawyer who has defended many policemen. Held in \$250,000 bail in prison, Gross has refused thus far to identify police with whom he said he was "associated" in the book-making business.

The worried bookmaker told Judge Samuel S. Leibowitz in a private conference Tuesday that if he identified any of the policemen there would be "a terrible scandal."

His hiring of a lawyer was a rebuff to the pleas of his wife, Lila, Judge Leibowitz and Brooklyn District Attorney Miles F. McDonald to break down and tell all. Gross was arrested last Friday along with more than a score of others.

Mill Wage Loss In Rail Car Lack Figured At \$40 Million

PORTLAND (AP)—The rail car shortage will cost \$40,000,000 in lost mill wages this year, H. V. Simpson said.

Simpson, executive vice-president of the West Coast Lumbermen's Association, said lack of cars is cutting fir lumber production by 60,000,000 feet a week.

In a statement to the press, Simpson said the country's class I railroads "have been selling the American economy short since the end of World War II."

Criticism of rail lines for the car shortage has been heard frequently, especially in the Oregon lumber-producing region. Rep. Ellsworth (R-Ore.) has introduced a bill in Congress asking that the government build up a pool of government-owned rail cars for allocation to short-supply regions.

Simpson said that in the year ended July 31 the class I roads netted 90,546 old freight cars and had put only 40,171 new ones into service for a loss of over 50,000.

In the week ended Sept. 2, he said, the overall shortage of cars in the country was running at the rate of 200,000 a week.

He said the Oregon lumber industry was hardest hit and in recent weeks had been getting only 30 per cent of the cars needed.

Mills, he said, are sending hundreds of truckloads of lumber daily to California, are trucking—at high cost—as far away as Nebraska and Texas, and are increasing the volume of water transportation.

Trucking, he said, has been "one salvation," but he called it a costly conversion.

Decisive Combat For Seoul Shaping Up As Enemy Force Rolls Down From Manchuria

By The Associated Press

U.S. Marines and tanks, hitting from two directions, hammered toward the heart of Seoul today as a column of Red tanks moved down from Manchuria, foreshadowing a fateful battle for the ancient capital of South Korea.

Red prisoners said they had been ordered to hold at all costs for the arrival or reinforcements against marines driving from the northwest and south in what veteran Associated Press war correspondent Relman Morin said looked like one of the big pushes toward the end of World War II.

U.S. 10th corps intelligence officers said the northern Red tank column already may have crossed the 38th parallel, the line 30 miles from Seoul separating North from South Korea. It could be made up of North Koreans who were seasoned in Red China's Manchurian armies—but if it were made up of non-Koreans, the developing battle could have world-shaking significance.

Other Red Korean troops were converging on Seoul from a number of directions, many from the southeast battle box, where allied troops were rolling up new advances.

B-29s Strafe Enemy

American planes attacking Red movements southward in North Korea reported running into unusually heavy anti-aircraft fire. Other airmen's reports indicated a general movement northward from the southeast perimeter.

Land-based allied airmen in Korea flew 702 individual flights over war zones yesterday for a new one-day record. One strafing attack alone killed 600 Reds retreating from the southeast war box. B-29s hit enemy training camps near Pyongyang, the North Korean capital, and struck at other targets, but reported relatively little traffic on the move in North Korea.

Knudson's Jewelry Store Is Burglarized

Knudson's Jewelry store on Jackson St. was broken into sometime last night and an undetermined amount of merchandise was stolen.

Police Chief Calvin Baird said the intruders entered the building through the transom over the main door, which was not opened.

Baird said the police as well as Knudson's employees were checking the merchandise of the store today for missing articles.

One Of Hospitals Here Unaffected By Slash Order

There will be no interruption in the construction plans of the Douglas Community hospital in the government's announced curtailment of hospital construction programs. However, the status of Mercy hospital's grant is not definite.

Congressman Harris Ellsworth, in response to a query protesting the interruption of projects underway, was informed today by telegram from the office of Surgeon General Leonard A. Scheele that there will be no interference with the Douglas Community hospital project.

Requesting information for projects in the Fourth Congressional district, the reply to Ellsworth read as follows:

"Douglas County Community hospital, Roseburg; Sacred Heart hospital, Eugene, and Cottage Grove hospital projects fully approved. Federal money for these projects is charged to the Oregon allotment for the 1950 fiscal year.

"These projects should not be affected by a reduction in contract authorization for the fiscal year 1951."

The section of the telegram pertaining to Mercy hospital was not clear. It stated: "The preliminary part of the application for Mercy hospital in Roseburg was approved Sept. 27, 1950, but the project has not been developed to its final stage."

The date of Sept. 27 was confusing, as he had been informed in August that the Mercy hospital project had been approved, Congressman Ellsworth said. He stated he will check further to determine the definite status of Mercy.

House Votes Money For Needy School Districts

WASHINGTON (AP)—The House voted \$72,500,000 Wednesday to start an emergency program of federal aid to districts where school enrollments have been swollen by government activities.

Of the total amount, \$23,000,000 was earmarked for assistance to local school authorities in such cases.

The remainder, amounting to \$49,500,000 cash and \$25,000,000 in contract authority, goes for the construction of new school houses to relieve overcrowding created by the influx of children of federal workers.

Hyenas, Wolves Prey On Children In North India

NEW DELHI, India (AP)—The Hindustan Times reports that child-eating Hyenas and Wolves are terrorizing the thickly-populated city of Lucknow in far northern India.

Recently a wolf carried away a seven-year-old girl. Her bones were found a few miles from the city later, the paper said. Previously a year-old baby was snatched from her mother by a hyena.

Record Price Paid For Rambouillet Ewe Lambs

PRINEVILLE (AP)—Sale of a block of near-purebred Rambouillet ewe lambs for 35 cents a pound was reported today by Leo Hahn, manager of the Prineville Land and Livestock company.

Hahn said that he believed the price to be an all-time record. He declined to name the purchaser or the number sold.

Slow-Born Quads Make Up For Lost Time

SYDNEY, Australia, Sept. 21 (AP)—Mrs. Betty Sara's quads—who took 55 hours coming into the world—are making up for lost time.

Doctors at the Beilagen hospital said the babies—two girls and two boys—have gained at the rate of one ounce a day since their slow motion birth between Aug. 17 and 19.

Their 29-year-old mother, an English war bride, has left the hospital. Doctors said the quads probably will be sent home this week. A public subscription has brought 1,500 pounds (\$4,050) to aid the infants.

Levy Fact Rant

Administrative sentiment toward curbing Communists seems to favor about everything but interfering with them.

ATTACK REDS! YOUR NEWSPAPER

"A free press cannot remain free if it is subsidized through yielding to private pressures."

READ

What Wendell Webb Says about THE CONSTANT CHALLENGE

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