

Truman's Tax Plea Sent With Budget

WASHINGTON, Jan. 10 (AP)—A budget of \$37,528,000,000 to run the government for the year starting July 1—a figure he called "hard-boiled"—was sent to congress by President Truman Friday with a plea not to cut taxes.

Republicans countered with the claim that they can pare \$8,000,000,000 or more off that figure. And those bent on tax reduction stood firm.

Mr. Truman estimated the government would wind up \$202,200,000 in the black by June 30, 1948, when the fiscal year ends, provided income taxes are left alone. Further, he said in his annual budget message, this surplus would swell to \$1,800,000,000 if congress (1) continues luxury taxes now due to come down July 1 and (2) increases rates to wipe out the postal deficit.

If department heads squealed at Mr. Truman's ideas of economy, they are likely to howl at the Republicans'.

It had been commonly reported for several days that Mr. Truman's budget would be around \$37,000,000,000 and Senator Taft R., Ohio, commented that he thought this could be trimmed by \$3,500,000,000.

State Budget Hits New High

SALEM, Jan. 10 (AP)—Governor Earl Snell's 1947-49 state budget, swollen by inflation and increased costs of higher education and welfare, is the largest in history, totaling \$290,447,861, compared with \$195,816,426 for the current biennium.

The budget is balanced, the governor said, so that no new taxes will be needed, in spite of the recommendations by the state tax study commission for new business, income, and other taxes which would raise \$19,500,000 a year.

The budget was balanced by capturing certain surpluses on hand, the governor said.

The new budget, which is for the two years beginning next July 1, includes \$41,404,716 for state activities dependent upon legislative appropriations, compared with \$30,691,407 for the current biennium. The rest of the \$290,447,861 cost of state government will be spent by self-sustaining departments which levy their own fees and taxes.

President Favors NW Power Boost

PORTLAND, Ore., Jan. 10.—(AP)—The president's recommended appropriation for the Bonneville power administration would provide for extensive construction throughout the Northwest and give service to a number of "shortage areas," Dr. Paul J. Raver, administrator, said Friday.

Raver said the amounts available in the president's budget for construction work this year did not represent the total cost of the projects involved; that in addition to the recommended appropriation, a total of \$54,191,000 would be required to bring all projects listed to completion.

Veteran Census Soars

WASHINGTON, Jan. 10 (AP)—The number of war veterans exceeded 18,000,000 for the first time in history at the end of 1946, the veterans administration reported Friday.

'Pirates' Fly in Greece

ATHENS, Jan. 10—(AP)—A foreign office spokesman said Friday unidentified planes had been flying over northern Greece recently at night, apparently supplying guerrilla bands battling government troops in that area.

Rent Increases Sought

PORTLAND, Jan. 10—(AP)—Abolishment of rent occupancy controls, along with slight rent increases, was asked Friday by several state and city officials and landlord groups.

First Citizen Named

COOS BAY, Jan. 10 (AP)—E. E. Fitzwalter, 1945-46 mayor of Coos Bay, was named the city's outstanding 1946 citizen at the Lions club luncheon Friday.

Dam Construction Set

PORTLAND, Ore., Jan. 10 (AP)—The army engineers said Friday that congressional approval of President Truman's proposed \$27,500,000 Columbia basin appropriation would enable starting McNary dam, the Snake river dams, and the Detroit dam on the Santiam river.

China-Soviet Talk Set

PEIPING, Jan. 10 (AP)—Gen. Hsiung Shih-Hui, director of Chiang Kai-Shek's Manchurian headquarters at Mukden, Friday told Chinese newsmen that formal negotiations with Soviet authorities for return of Dairen to China would begin soon.

UN to Govern Trieste

LAKE SUCCESS, N. Y., Jan. 10 (AP)—The United Nations security council late Friday agreed to take over the administration of the free territory of Trieste. The vote was 10 to 0, with Australia abstaining.

Canals Held Important

MOSCOW, Jan. 10 (AP)—Internationalization of the Panama and Suez canals was advocated Friday by the New Times, weekly Soviet foreign affairs publication.

Volcano Throws Ashes

SEATTLE, Jan. 10—(AP)—A second volcanic disturbance in Alaska's Aleutian islands was reported Friday by the navy, which said 9,387-foot Mount Shishaldin on Unimak island was erupting with such violence that it showered ashes two inches deep on the village of False Pass 20 miles away.

Dean Taylor to Speak To Graduate Students

Dr. Howard Taylor, dean of the graduate school, will be the principal speaker Monday night at the YWCA bungalow when University graduate students hold their first organizational meeting. The meeting will begin at 8 p.m.

Dr. Taylor will speak on the organization of Oregon's new graduate school and the general nature of graduate work.

Roy Francis, graduate assistant in the psychology department, and W. H. Webster, Jr., graduate assistant in the political science department, are in charge of arrangements.

Westminster Forum To Discuss Taxation

"Do the Public Needs of Oregon Require a New Method of Taxation?" will be the topic of the forum at 6:30 p. m. Sunday at the Westminster house. The University symposium team will lead the discussion.

A tea at 6 p. m. will precede the student panel.

Breakfast for students attending the 9:30 a. m. Sunday college class led by Lloyd Lewis, sophomore in business administration, will be served at any time before the beginning of the class, Mrs. J. D. Bryant, hostess and director of Westminster house, announced yesterday.

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OREGON DAILY EMERALD

WORLD NEWS SECTION

Gloria Smith, Wire Editor



HONOLULU STOPOVER...

General George Marshall, new secretary of state, greets Mrs. Marshall at the Honolulu stopover at Hickham field. The former envoy to China had planned to spend some time in Honolulu before continuing his trip to take up his new post in the capital.

Baby Bikini Blast Fails

LAKE LENORE, Wash., Jan. 10—(AP)—Despite use of dynamite and gunfire to detonate five-ton barrels of metallic sodium in Lake Lenore in central Washington Friday while hundreds of spectators watched, at least one of the six barrels had not exploded late Friday night though others had burst and burned, and war assets administration officials maintained a close watch on the remnants of the chemical which burns in water. The operation was publicized as "Baby Bikini."

Ball Offers Labor Bill

WASHINGTON, Jan. 10—(AP)—Senator Ball, R., Minn., Friday introduced a bill to limit the geographical scope of collective bargaining.

He told a reporter it would "change the whole pattern of collective bargaining and put it back on a local level."

Federal Funds to Aid Airport Construction

WASHINGTON, Jan. 10 (AP)—The civil aeronautics administration announced Friday a list of 800 airports to be built or improved with the aid of government funds in the first year of the federal airport program. The list includes three projects for Alaska and 15 for Washington.

It will be a \$71,591,865 program for which the federal government will provide \$33,899,265.

Weather Forecast

Oregon: Partly cloudy Saturday followed by light rain Saturday night and Sunday with snow in the mountains. Not much change in temperature. Moderate Northwest winds off coast becoming southerly.

Wire Staff:

Kay Richardson
Barbara Gilbert

MEET THE GANG
at
"The Jersey Highball Center"
of the Campus
THE DUCK
Next to the Mayflower Theatre

LOOK SHARP!
LOOK SHARP!
Have your
clothes
cleaned at
THE
BEST CLEANERS
at
821 E. 13th

Cavemen Called Home

GRANTS PASS, Jan. 10 (AP)—Drumbeats are pounding from the domain of the Oregon Cavemen to all parts of the world announcing the 25th caves-coming of the tribe set for the night of January 25th, when all tribesmen who have ever sat at any council fire or feasted at any caveman meet are ordered by Chief Bighorn to return to the ancestral home for a reunion of the tribe.

Market Does Nosedive

New York, Jan. 10—(AP)—One of the sharpest, and shortest, nosedives of the past month was experienced by the stock market Friday. The drop came before the release of the third presidential message of the week which, in the opinion of brokers, again brought scant response from securities.

Luzon Volcano Erupts

MANILA, Jan. 10 (AP)—The great Mayon volcano on southern Luzon has been in eruption for three days and a small stream of lava is coursing down toward Lipog, fishing town of 5,000 population, U. S. navy fliers reported Friday.

Suit Limits Suggested

With retroactive portal-to-portal pay suits asking a total of more than \$4,000,000,000 from industry awaiting court action, three new recommendations were made Friday to limit employers' liability in such cases.

Troops Move Food Line

LONDON, Jan. 10 (AP)—Great Britain's labor government ordered the nation's military forces Friday to move food and other necessities held up by a strike of more than 16,000 truck drivers.

The strikers fought back by calling for widespread sympathy walkouts.

Disarmament Finished

BERLIN, Jan. 10 (AP)—Maj. Gen. Robert W. Harper, director of the armed forces division of the United States military government, says Germany's physical disarmament is "virtually completed," but that a "war potential" still must be eliminated from some German minds.