

New Deal Hails 1941 Estimates

Total Deficit Will Be Smallest Since 1938 Term

(Continued from Page 1)
noted, the net deficit will be reduced by that amount, to a total of \$1,716,000,000.

This would compare with an estimated net deficit of \$3,933,000,000 for the current year, and would be the smallest since 1938, when the figure was \$1,384,000,000.

The president's guiding policy in drawing up the budget, he told congress, was this:

"We should count upon a natural increase in receipts from current taxes and a decrease in emergency expenditures, and we should try to offset the unavoidable increase in expenditures for national defense by special tax receipts, and hope, thus, to secure, for the over-all picture, a gradual tapering off, rather than an abrupt cessation of the deficit."

Move Is Forward
On "Reduced Ratios"
"Generally," he said at another point, "we are prepared to move forward on reduced ratios."

Since the economy vs. federal spending is rated one of the session's most controversial issues, the budget aroused intense interest and searching scrutiny at the capitol. The interest, however, was not apparent on the floor of either house as the budget was presented.

Reading clerks droned the message off to both chambers, while the men retired in many cases to the cloak rooms to examine extra copies of the message

and its attached tables in arm-chair-and-cigar comfort.

Senator Taft (R-Ohio) a presidential candidate who has been warring with the president about the budget for weeks, promised an answer in a speech at Chicago tomorrow night—one which he said would use no "glib generalities."

New Deal Supporters Satisfied With Message
New Deal supporters thought the message satisfactory or more than satisfactory. Rep. Rayburn, of Texas, the democratic floor leader, called it "a sane message" and expressed the hope that congress would "stand by these recommendations." Senator Byrnes (D-SC) said the proposal "constitutes a long step toward a balanced budget." He termed it "an economy message."

The president said the items which were cut could not be reduced further with the approval of the public.

"I constantly marvel at the glib generalities to the effect that if one has but the will to do so, anybody can reduce government expenditures by vast sums sufficient immediately to 'balance the budget.' It costs nothing to make such statements and they can be decorated to fit into the applause of many audiences."

The budget contained \$1,000,000,000 for the regular operating costs of the government and the president said these were "down to bedrock of the activities and functions ordered by the congress."

FR Hits Critics for "Deceptions"
"Therefore," he asserted, "those who call for further cuts should have the courage and the honesty to specify where they should be made."

He accused his critics, too, of "conscious or unconscious deception" on the subject of the public debt. They should point out, he said, that of the present debt of some \$12,000,000,000, only a little more than \$19,000,000,000 was incurred since he submitted

Her Son Died in Hotel Blaze



Mrs. Stella Dodrick was helped from the scene of the Marlborough apartment hotel fire in Minneapolis by a neighbor after she discovered her young son had burned to death in the blaze.

his first budget. Against it, he added, should be set \$7,000,000,000 in gold held by the treasury, billions of dollars of "durable tangible assets" acquired by the government, and \$14,000,000,000 which went into recoverable loans.

"People who never dream of assessing their own position solely in terms of their liabilities do so continually in discussing the government's position," the president asserted.

"When the increase in the national debt is viewed against the background of what was accomplished by the growth of useful physical assets and of effective national earning power, and by the strengthening of the nation's credit and morale, there is no economic ground for anxiety, so far as the national debt is concerned, as to the nation's future."

"And if our citizens understand the capacity of the nation to anticipate balanced budgets without curtailing essential social programs."

Weinzirl Suggests Hospital Closing

PORTLAND, Ore., Jan. 4.—(AP)—Dr. Adolph Weinzirl, city health officer, requested today that the new state tuberculosis hospital here and Multnomah county hospital be closed to visitors as a precaution against the spread of respiratory infections prevalent here.

"There is no occasion for public alarm," Dr. Weinzirl said.

The request was addressed to the hospital heads.

Dogs Quarantined To Prevent Rabies

OLYMPIA, Jan. 4.—(AP)—A county-wide dog quarantine was ordered in Thurston county today by Dr. Marvin R. Hales, supervisor of livestock, as a result of a rabies scare here during the past several weeks.

Dr. Hales, who said the order was to be effective 90 days, said the action was the result of a growth in the number of rabies cases among dogs in the county since December 23 when the first case was reported.

Budget in Brief

Total expenditures, \$8,424,000,000, a decrease of \$675,000,000. Normal receipts, \$5,548,000,000, an increase of \$382,000,000. Excess capital of \$700,000,000 to be recovered from government corporations and added to normal receipts.

Net deficit \$2,176,000,000. New taxes proposed, \$460,000,000, reducing net deficit to \$1,716,000,000.

National defense outlay, \$1,800,000,000, an increase of \$300,000,000.

Work relief programs, \$1,800,000,000, decrease of \$500,000,000.

Agricultural programs \$900,000,000, decrease of \$400,000,000.

Pensions, social security, etc., \$1,100,000,000, decrease of \$300,000,000.

Public debt interest \$1,100,000,000, increase of \$100,000,000.

Regular operating expenses, \$1,000,000,000, unchanged. (Note—figures on increases and decreases not included in budget, but drawn from official treasury sources.)

Judge Is Charged With Trial Errors

SPOKANE, Jan. 4.—(AP)—Superior Judge Timothy A. Paul of Walla Walla was charged with 24 instances of error in the trial of former Spokane County Commissioner Ted Ingels in a statement of facts filed here today by Attorney Edward W. Connelly.

The statement was to be forwarded to the state supreme court, which will hear Ingels' appeal from a superior court jury conviction on charges of perjury.

Charters Forfeit

WALLACE, Idaho, Jan. 4.—(AP)—County Auditor H. A. Rogers said today the charters of 18 Shoshone county mining concerns had been declared forfeit by Secretary of State George Curtis for failure to file annual corporation statements by December 1, 1939.

Oddities ... in the News

PHOENIX, Ariz., Jan. 4.—(AP)—Mathew Hunt, 37 year old negro cotton picker, "sure was surprised" when the front end of his automobile disappeared. It was sheared off by the Southern Pacific's Golden State Limited.

Hunt, his wife and two friends escaped without a scratch.

LANSDOWNE, Pa., Jan. 4.—(AP)—"Halle Belassie," a large black half-spaniel, trotted unaccompanied a mile and a half to a veterinarian Wednesday after he cut his foot.

The dog's owner was away. The veterinarian, hearing a scratching at his door, found "Halle" holding up his injured paw, begging for aid.

"Halle" had been treated by the veterinarian before.

MILWAUKEE, Jan. 4.—(AP)—Milwaukee's wild ducks will have to shift for themselves this winter. Humane society officers, braving icy blasts off Lake Michigan in zero weather, tried for two hours yesterday to net 52 ducks on a lagoon near the lake, intending to take them to a winter shelter.

They brought in only one, then gave up.

EVANSVILLE, Ind., Jan. 4.—(AP)—It made James Chenault uncomfortable because he had no money to give a holdup man.

"Your overcoat will do," the robber said, leaving Chenault shivering in near-zero weather.

LOS ANGELES, Jan. 4.—(AP)—Burglars with unusual tastes roamed Los Angeles county last night.

One broke into a county library branch and took only a 1940 calendar. Another stole three pink slips (once known as chemises) and a cake. The latter, partially eaten, was found later outside the owner's residence.

A third was a bit more practical. He entered a cafe and took \$19.75 and several bottles of hard liquor.

Requests in for Land Grant Fund

WASHINGTON, Jan. 4.—(AP)—Requests for \$375,000 for payments to Oregon counties for Oregon and California land grant funds were contained in budget resolutions submitted to congress today.

The amount is the same as last year. Other estimates included \$25,000 for payments to counties from the Coos Bay wagon road grant fund.

Dike Break Floods Farms in Klamath

KLAMATH FALLS, Jan. 4.—(AP)—A broken dike in the Tule lake Sump area flooded 600 acres of farm land today.

A stiff wind and the heavy rains opened the breach. The land is operated by R. W. Steele.

Another dike broke in December, flooding part of the Steele property, on a privately-owned land in the Sump area.

Pedestrians Die In Auto Crashes

PORTLAND, Jan. 4.—(AP)—Frank Schults, 72, and David Yeager, 69, both pedestrians, died today, bringing Portland's 1940 death toll to three.

Schults was struck by an automobile Tuesday and Yeager was hit Wednesday.

Morrow County Dry

HEPPNER, Jan. 4.—(AP)—L. L. Gilliam, government weather bureau representative, said today 1939 was Heppner's driest year since records have been kept. The precipitation was 7.81 inches, the first time it has fallen below eight inches.

Administrator Named

COLFAX, Jan. 4.—(AP)—Whitman county commissioners today announced the appointment of Francisco Costigan of Walla Walla as county welfare administrator. He was selected from a list of five eligibles furnished by the state social security board.

Clearance, Closeouts, Manufacturers Samples of Higher Priced Garments!

2-Way Stretch Girdles

Values to \$1.00

59^c

While they last!

Streamline those curves with a 2-way stretch girdle or panty girdle. Knit to fit... smoothly and comfortably... with gentle but effective control. Bound top and bottom. Can be worn with or without panty feature. You can afford several at this unusually low price. These girdles are low priced to fit the strictest budget... so purchase them now while quantities on hand last. Save.

\$1.00 Value Full-Fashioned

HOSIERY

While quantities last! Some fine 59c pr. quality sheers; 3, 4, 7 thread service. Reinforced.



49c Value Tailored Brassieres Also lace trims. Elastic panels. Uplift. 2 for \$1.00

While 300 Last Values to \$2.95 HOUSECOATS

Fine count percales, seersucker or broadcloth... Zipper or wrap-around styles. French crepes and combination spun rayon and cotton. Shop early... while limited quantities last!

\$1.59 2 for \$3.00

CLEARANCE! ODDS & ENDS - 1/2 PRICE and LESS!

Slightly soiled, discontinued or short lines... in gowns, pajamas, wash frocks, slips, hosiery and other wearables. While quantities last.

AT WOMEN'S WEAR SECTION

Regular 79c Men's Cotton Union Suits

Heavy Weight

69^c

2 Suits \$1.25

Sizes 36 to 46



Long or short sleeve. Just the correct weight for this climate. Comfortable, warmth-giving union suits. Thriftily priced... so get several pair at this low Fred Meyer saving. Purchase enough pairs to last through the winter months... and save.

Men's 10% Wool Union Suits 89^c Long sleeve. Warm, comfortable. Sizes 36-46.

\$3.98 Men's Plaid Ski Jackets 2⁹⁸ All-wool Melton cloth. 32-ounce. Zipper front, zipper breast pockets. Colors.

All Men's Section

VALUABLE COUPON

THIS COUPON WORTH 25c

On Any Cleaning Order of 75c or More

Coupon must be presented at the time cleaning order is left. Have your suits and dresses cleaned and pressed for the winter entertainment season.

At Cleaning Sections

Void after Jan. 8

Talk about January bargains... have you seen Ward's latest "Sale" catalog?

Have I? I phone Ward's Catalog Order Service for everything I need!



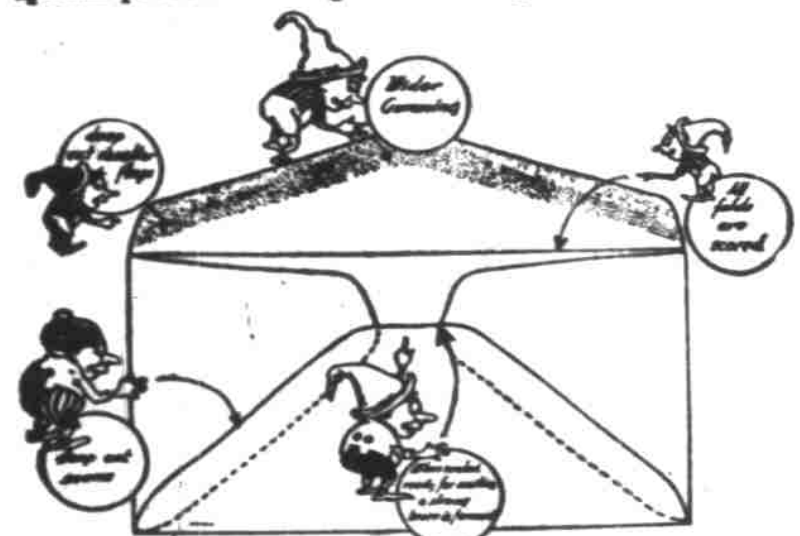
SHOP BY PHONE CALL 3194

Montgomery Ward 155 NORTH LIBERTY

ENVELOPE ODDITIES



MODERN envelopes are carefully die cut to shape, accurately folded, each seam glued with the proper adhesive, and the back (open) flap gummed with a pure edible tapioca glue. The gum on the flap of Mail-Well envelopes is brushed into the fibers of the paper by a special process assuring solid sealing clear across.



Compare Mail-Well envelopes with any other business envelope—you can easily see the superiority.

Statesman Publishing Co.

215 South Commercial St.

Phone 9101

Valuable Coupon



If You Have Your SHOE REPAIR WORK at the "SHOE CLINIC"

We take pride in pepping up those tired feet and those old worn-out shoes. Use this Valuable Coupon and be sure of finest work at lowest prices.

Ladies' Heel Lifts

Leather or composition. A reg. 25c value including the removal of scuffs and straightening of heels. Void after Jan. 8th. 19c

Suedes Cleaned

and recolored. Nap raised and all spots removed by Vapor process. Void after Jan. 8th. 29c

Shoe Renewing Questions Answered - Phone 8033

FRED MEYER SHOE CLINIC

LOWER LEVEL "While You Rest Service" "CAREFUL WORK"

Prices Effective Friday Thru Monday

Fred Meyer FOR thrifty BUYERS LOCALLY OWNED-OPERATED

See Pages 4 & 5 for Other Values