## In Boat Loss

C (Continued from Page 1) C ville, a worker at the ferry terminal on the Oregon shore. He went out in a rowboat after noticing that the tug's running lights were no longer moving.

The lug went out of control late Wednesday night in the choppy river and began shipping wa-ter when it was about 400 yards out. It sank in about 15 feet of

Granville told how William H Ellis, 32, one of the worker-survivors, helped save the lives of several persons aboard.

Several men and women were clinging to the sides of the tug in a losing battle to keep from being pulled away by the swift current.

"Some of the men," Gran-ville mid, "were holding up the women, and one—whose name I later learned was Ellisshowed me all the nerve in the world. He let go twice to pull others to the best and once dived after a mun who was going down."

Capt. Arthur Joachims, merchant marine inspector, opened an investigation of the sinking and James R. Bain, Multnomah county district attorney, said his office was studying all reports from the sheriff's office.

Officials of the Russell Tugboat and Moorage company, operator of the tug, also opened their own Investigation, but President Lew Russell said the cause of the tug's sinking had not been determined. He denied that the tug was used to carry passengers instead of a large barge because of lack of

### Four Puzzles Faced, Taxes

A (Continued from Page 1) A

2. Elimination of the "split bracket," meaning return to the rates in existence before 1939. It is estimated that this would reduce receipts 11.6 per cent. On the first \$500 of net income there would be no reduction but the maximum tax would be \$10, On the next \$500 there would be a 50 per cent reduction, but from there on up the saving would

3. Reduction of each bracket rate by 1 per cent, leaving the their salvation." duction would be 20.8 per cent, Lowest bracket payers would en-joy 50 per cent relief but it would diminish in the higher brackets. This is the formula proposed by er William M. McAllister.

Meanwhile one highly persuasive reason why income taxes should be reduced, whether there is clamor for it or not, was Illustrated in the senate where ways and means committee members felt called upon to explain that the state is in danger of contracting a general fund deficit. They complained that persons and groups requesting appropriations seemed to think the state was rolling in wealth -all because of so much talk about a "surplus."

The surplus, they went on to explain, cannot be spent-it must be used for offsetting property taxes. The explanation grew out of discussion while the bill creating a commission to tackle postwar problems was on final passage, after some senators had objected to reduction of the commission's appropriation from \$25,-000 to \$10,000. (Additional legislative news to-

day on page 16.)

### **YM Directors** Name Sprague Charles A. Sprague, editor and

publisher of The Statesman, was elected vice president of the Salem YMCA, to succeed the late R. J. Hendricks, when directors of that probably was the best we had seen

are a council, next meeting of While the prime minister agreed which is to be March 12 and 13 that the submarine menace had by at Longview, Wash.

it is related to Victory gardening, meeting it and that there was no was explained by Russell Pratt, reason for excessive alarm. the club's president.

Harold J. Rounds, Pacific re-gion secretary for world service so was the rate of submarine dein the YMCA, a guest at the struction; and there was, moreluncheon meeting, presented a over, what he called a vast flood brief report on the YMCA around of ships pouring from the United

## 6 Known Dead Casualties Foreseen as Allies Resolve to Make Nazis Bleed

Churchill Puts Stress on Subs

Hitler First, Then Japan Pledged in Blow Soon'

LONDON, Feb. 11-(A)-Winston Churchill, disclosed that nearly half a million allied troops now stand in Africa at the great bridgehead to Europe and that nense and detailed allied offensive pattern for the next nine months, solemnly proclaimed Thursday the allied resolve to make the nazis "burn and bleed" on other fronts as already they were over nearly the length of

In an exuberant appearance before the house of commons the prime minister made these dis-

First-"We have now a compicte plan of action which comprises apportionment of forces as well as their direction and this plan we are going to carry. out according to our policy durfore the end of which we (Churchill and President Roosevelt) will make efforts to meet again . . . Everything in hu-man power is being flone and will be done to bring British and American forces into action against the enemy with the utmost speed and energy and on the largest scale."

Second-That the allies were drawing steadily shead toward winning the greatest of all battles of this war, and the battle that stood at the forefront of every other discussion at Casablanca-the battle against the sub-

Third-That the supreme commander of the allied armies of north Africa was Gen. Dwight D. finest men I ever knew." Churchwould gladly and loyally go forsentially American enterprise.

"Great Britain and the United States" the prime minister told the house proudly, "are now warrior nations, walking in fear of

Again, he made clear that Casablanca had reaffirmed the view of the western allies that it was mitter who must first be beaten down; but again he pledged to use all the might of Britain for the struggle against Japan once the victory had been won in Europe.

As to the fight against the submarine, which he described as nounced Wednesday night. holding priority only over aid to Russia and as holding even that priority only because a victory at ea was essential to put the full aggressive allied weight at Stalin's side, the prime minister gave out these highly encouraging facts, the most cheering vet issued on either side of the Atlantic:

That in the last six monthswhich included some "heavy operations" for the affies such as training director, is to be priis to say, our joint fleet is 1.250 .- Crawford said. 000 tons bigger today than it was six months ago." That of 3,000,000 soldiers moved

under the protection of the British navy, only 1348 have been lost killed, drowned or missing. That "we have decided"-Mr.

throw emphasis rather more on production of escort vessels" even at the cost of some "impingement on new (merchant ship) building. That "the rate of killing of U-boats has steadily improved. From January to October, 1942, inclusive, the rate of sinking . .

organization met Thursday noon, so far in this war. But from No-G. F. Chambers and Loyal War- vember to the present date, the mer were elected to serve as Salem three months rate has improved representatives on the northwest more than half as much again.

no means been destroyed, the The program of the Salem whole tone of his speech was that Men's Garden club particularly as great strides were being made in It was true, he said, that sub-



## ON the HOME FRONT By ISABEL CHILDS

Some there were who smiled at the long-legged lad, whose knobby ankles were emphasized by the shortness of the blue jeans

face were high, and the this

lipped mouth was firm. But the corner toward me seemed to turn up a bit, and had the cheek been twinkle, too, as the youth they served watched the nervous girl behind the counter arrange and rearrange the lew red candy boxes. She was sorry that nothing less expensive than \$2.50 remained in the valentine line, but she was also anxious to wait on the young fellow in the handsome leather jacket who stood beside the boney boy.

Some were there who smiled at the rough, red hands clutching the old leather pocketbook. snapping and unsnapping it. For questioned in his thin voice that was just beginning to change, creaking like a bullfrog and now and then striking a rich, vibrant note, that the purse held just 32.

But no one really laughed. Perhaps the others noticed, as I did, Eisenhower, USA,-("one of the the callouses on the big hands, callouses that might well have reill observed-) and that Britain sulted from much splitting of

### Civil Defense Training to

defense instructors opens in Salem next Wednesday night as the only feasible system of sending civilian defense training into all sections of the county, E. L. Crawford, commander of the citizens' defense corps of the county, an-

"It has been found to be im-

practical to attempt to send instructors from Salem to various parts of the county and it will consequently be necessary, at least until further arrangements are made, for each community to carstruction," Crawford declared in announcing the opening of the class for instructors. Miss Rowens Jones, county

north Africa - "Anglo-American marily responsible for the instrucand important Canadian new tion, and the "professors" at the (ship) building taken together ex- school are to be selected from ceed all of the losses of the unit- among graduates of the US army ed nations by 1,250,000 tons. That civilian defense school at Seattle, One person or more from each community should be selected to

attend this master course, defense corps commander urged. **Argentina Sends** 

### Churchill and Mr. Roosevelt—"to Onion Seeds BUENOS AIRES, Feb. 11 -(AP)

Twenty eight tons of Argentine onion seed Thursday began to company. Most recent tasks per-move by simplane to the United formed by the company were the States to replace the loss occasioned by the failure of the US The entire shipment, largest ex-

port of onion seed in Argentine Speaks to Realtors history, will take six to eight weeks to reach the US. Each de-parting ship of Pan-American to be speaker at this noon's meet-Grace and Pan-American Air ing of the Salem Realty buard, Lines will carry 600 pounds of before the organization in Jan-

RAF Hits Germany LONDON, Friday, Feb. 12 -(AP)

Royal Air Force bembers smashe at targets in Germany Thursday night, it was stated authoritatively Friday. The last previous night attacks in force by the RAF occurred last Sunday night when Lorient, submarine bese on the French coast, and the industrial Ruhr were bombed. Army Call Slated

BOSTON, Feb. 11-(AP)-College

students in the army enlisted reserve excepting certain technical students, will be called to active duty as soon as possible after the closing date of the current semester or corresponding acade period which ends after De ber 31, 1942, the war department announced Thursday.

Obituary

In this city, Thursday, February 11, Emma Lax, late of route

### Guadalcanal To Be Useful

Island-to-Island Not Plan; Allies Confer With Chinese Head

WASHINGTON, Feb. 11 -(P) New allied blows at all the axis partners were strongly hinted Above the open collar of the ments capped by a grim admonition from Secretary of War Stimson that the nation must the regularity of breakers on the steel itself for heavy America casualties, "perhaps in the near

All pointing toward early un-folding of the strategy snapped oversize. In spite of his youth, for by President Roosevelt and Prime he was apparently still in the Minister Churchill at Camblanca "growing" stage, the boy's thin- to bring about "unconditional surrender" of the every were these

a bit more full I think I might
have seen a dimple at play there.
Disappointment was apparent
general and disclosure that he has been given command of all allied sea, air and land forces engaging the axis in the Tunisian area.

sion has completed lengthy conforeness with Chinese General-issimo Chinese Kni-Shek and Field Marshal Sir Alexander Wavell, British community in India, and reached an accord on "coordination of offensive

3. Secretary of the Navy Knox that Guadalcanal island would be highly useful as a forward base" in the Pacific now that the Japanese have been cleared out. However, he told a press conference that the navy does not contemplate an island-to-island ampaign toward Tokyo-a course of strategy that has been criticized by some as too long and costly Just what the plans are he would not disclose, saying "we won't speculate about our future stra-

The senate confirmed Eisenhower's nomination as a full general promptly and unanimously. Stimson also related further details of the defeat of the Japanese

that in the last two weeks of January the Americans killed 4000 Japanese and captured 105 while losing only 129 killed, 398 wounded and five missing.

Jap remnants was accomplished through movement of army forces by boat under naval escort around the island. Going ashere again, they flanked the enemy with an overland march. The navy disclosed that American surface units of unspecified

The final penning up of the

type are in the Aleutians by saying they were attacked Wednesday by a lone enemy float-type ry on its own civilian defense in- plane but suffered no damage. **Elfstrom Awarded** 

#### **Painting Contract** A war contract for all painting

of the Mountain Home air base in Idaho has been awarded to the R. L. Elfstrom company of Salem, which will start work within a month. The government employment service is securing labor for this jeb, the eighth government contract secured by Elf-The only statement which was

made in regard to size of the contract was the assertion by Elfstrom that more than five carloads of paint will be used. Ralph Eyre and Elfstrom are associated together in the Elfstrom Paint painting of the subport of embarkation at Portland and painting of Camp Adair.

Mrs. Agues C. Booth, Marion

uary, was unable to attend the luncheon meeting at that time be-cause she was snowbound at her home in Turner.

GRAND



## With Portland

E'(Continued from Page 1) inflationary period"; gravate the danger. Labor, man- Spaatz, his deputy chief of staff Safety Work agement and other groups must for air. All aircraft, whether from do every thing in their power to the middle-east or not, "based"

Johnston is a member of the mission. The chairman of that in support of the British First and commission, Paul V. McNutt, has Eighth armies and other troops charge of putting the \$8-hour week into operation, and is ex-pected to issue detailed regula-R. K. Park, Malta, and Air Martions seon for its application to 32 'critical labor shortage areas." However, it notified government

contract-awarding agencies to place no new contracts in 102 areas where controls will probably be extended in six months, if al-ternative production facilities are available elsewhere and to renew current contracts in these areas

would be required.

Also listed by the WMC were 78 cities, including New York, which have a surplus of labor and should be given preference in reontracts, and locating new production facilities.

### Lincoln Plan For Wartime Lauded Here

Were Abraham Lincoln alive and serving as president today, he would follow the same policies he did in Civil war days, Dr. Frederick M. Hunter, chancellor of the Oregon state system of higher education, told a Lincoln day banquet audience at the Marion hotel Thursday night.

Then as now, said the speaker. Lincoln would insist that first planning be for a military victory, even if it meant putting one man in every 11 into uniform. Second and concurrently, he would be planning the peace, which Dr. Hunter declared to be half the victory.

That writing of the peace would cell for "capacity operation of America's matchless system of production by private enterprise, government regulation to thwart usurpation of undue powers by Reports from Lt. Gen. Millard industry or labor, extensive pub-F. Harmon, commander of army lic education, leadership of world motives as opposed to self- interest Dr. Hunter extolled what

said was Lincoln's "suprem fine" qualties as a practical politician, because, he said, "politics is public business and Lincoln so regarded his relationship to the public movements of the day." More than 275 persons, includ-

ing high state officials and legislators, attended the banquet, arranged by the Marion county democratic central committee. Honor guests included Gov. Earl Snell, State Treasurer Leslie M. Scott and Secretary of State Robert S. Farrel, jr., who served as toastmaster. Music was provided by the Salem American Legion auxiliary quartet.

### Japs Claim Huge Tolls in China

The Japanese claimed Thursday

that fighting in China in 1942 cost the Chinese 260,805 dead and 124,-407 prisoners, with only 8400 Japanese soldiers killed. The report, broadcast by the

Japanese radio and recorded by the Associated Press, said Japanese forces last year engaged 3,-867,000 Chinese troops. About 50 important Japanese military opertions occurred, involving ob 2500 separate combats, it added.



### Salem Included Eisenhower to Commund North African Fighting

B (Continued from Page 1) B chief" of all Mediterranean air forces and air adviser to Eisen-hower who will issue orders for Increases 48-hour week would tend to ag- execution by Maj. Gen. Carl A. curb increases in wages and on this theatre still will be under

The other air commanders in this sentralized control are Air Vice Marshal Arthur Coningham, shal Sir William Shelto Douglas, middle east.

"I considered," said Eisenhower, "that I have been given the stars, so far as I know them, of Britain's military strength.

"Of course I am intensely setis Tunisia, and we are fighting together in it. On our side, we are going to throw every Ameri-

For all practical purpo Eisenhower now heads all operations in a theatre from on to the Tripolitan border, and even Libya as well because the Eighth army's reserves and supply line reach across that vast land.

Because operations in Eisen sower's new theatre will affect RAF operations in the eatern Mediterranean, it will be necessary that air work be coordinated and Tedder, as air marshal, will be commander in his own right of air forces in the Mediterranean outside the North African theatre Cunningham will hold a similar

position as commander-in-chief of naval forces in the Mediterranean. In addition to operating naval forces under Eisenhower's direction as they concern the North African theatre, Cunningham will be commander of all naval forces in the Mediterranean operation on standing patrols such as do not directly come under this theatre. In the near future an American vice admiral will join the North African theatre as Cunningham's deputy commander of naval for-

### Science Progress **During War Told**

makes huge gains during wartime. was 17, she tried for 10 years aft-She classed the US as a second er his death in 1926 to effect comrate nation in scientific achieve- munication with his spirit. Last ment before the first World war, week she told reporters during a provements produced during the renounced her faith in commun-

present conflict. She stated that loation after death, and was skep-10,000 articles are now products tical about any form of life hereof plastic. Synthetic cloth, paint, after. and camphor were other examples which she used.

# War Industry

War industry's expansion War industry's expansion in Oregon has greatly increased the safety department operations of the Summers, named after the Spanish American war general with the legislature Thursday disclosed. The report covered the closed. The report covered the

Inspectors for the department ivestigated 55 fatal and 128 perious accidents to determine the causes. Other investigations included 55 complaints of unsafe

The report showed that mannours worked during 1941 increased 11.5 per cent over 1946, while the number of accidents time and medical claims, increased 21.8 per cent. This was largely due to the flow of workers from umbering into shipyards, the re-

Claim costs in the 1940-41 fiscal year amounted to 96 per cent of the contributions received, pherens in 1941-42 the ratio of claim costs to contributions dropped to 64.4 per cent. Man-hours costs decreased 1 per cent.

Officials said the program of ty, is being expanded in all parts the state with the result that accidents should decrease materially during the next few years.

### Mrs. Houdini Dies on Train

LOS ANGELES, Feb. 11.-(AP)-Mrs. Beatrice Houdini, 69, widow of Harry Houdini, famous stage magician, died Thursday night at Needles, Calif., on a train enroute to her New York home.

critically ill for several weeks in a rest home here, was placed aboard the Santa Fe Chief here Miss Gertrude Dieken, representative of the duPont company, Thursday. Too weak to talk, the used America's progress in pro- 77-pound woman was carried duction of dyes, medicines and from a stretcher and put in a chemicals to illustrate her state- berth in her compartment, where ment at the Salem Lions club an oxygen mask was applied.
meeting Thursday that science Married to Houdini when she

Miss Dieken described the im- bedside interview that she had "If I have the power to come back, I will not come," she said.

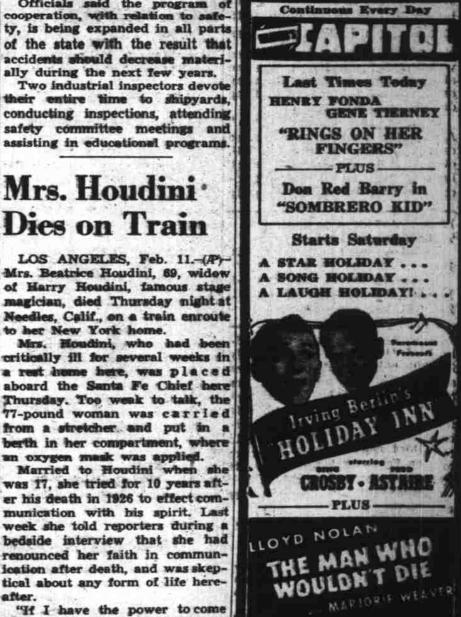
### Paulson Talks At Launching In Portland

PORTLAND, Feb. 11-(P)-Oregon Shipbuilding corporation sent its 134th Liberty ship, the Owen Summers, down the ways Thurs-day and Kaiser's Vancouver yards launched another Liberty, th

The Rev. Atwood Foster, Salem, district superintendent of the Assembly of God, real the invocation at the Isunching of the

O. I. Paulson, Salem acting director of the state board for vocational education and head of the war production training pro-gram in Oregon, delivered the principal address at the launching of the Owen Summers. He pointed out that through coopera-tion of the state board, the state advisory committee and local school districts and their commit tees more than 120,000 persons had been trained in the state for war industry jobs.

Rex Putnum, state superinten-dant of public insruction, and state and local staff members of the of labor increased from 318,832,-672 to 360,745,800, or 13 per cent while for the same period, claim at a luncheon that followed.



Starts Today

