

BYRNES ASSAILS SOVIET PEACE TALK 'VETO'

Five Die as Plane Hits Gotham Skyscraper

NEW YORK, May 20.—(AP)—An army airplane, speeding through fog and a visibility of 400 feet, crashed into the 38th floor of the 72-story Bank of Manhattan company building in Wall Street tonight, killing the plane's five occupants.

The known dead were four army men and a woman.

Army officials informed police that the plane had left the army air base at Fort Monmouth, N. J., airport and had five persons aboard.

The plane, identified as a two-engine C-45, tore a 15-foot

square hole in the brick wall of the building.

The control tower at Newark airport reported it was last in contact with the plane's pilots at 7:08 p. m. (EST) after previously giving him clearance to land.

The bodies were found piled together in the forward part of the plane and police and firemen experienced difficulty in extricating them. The bodies were not burned.

The office into which the plane crashed — the Atlas Corporation — was a ruin. A fire started but was soon extinguished.

As parts of the ship fell — one engine dropped into Pine street — fire also started on the 24th floor, but the flames there also were quickly put out.

The ship exploded as it hit the building. Windows in another building were shattered. One wheel of the ship bounced from the street to the fourth story of another building.

A few persons in the street were struck by falling debris and flaming particles of the plane.

Edward Schiffbauer, who was working in a 10th floor office of the struck building, said:

"I was sitting at my desk when I heard an airplane motor. Then all of a sudden I heard a violent racing of motors increasing in its intensity. Then there was the sound of the crash and an explosion.

"I started to run when I noticed flaming fragments of the plane, including parts of a parachute, streaming past the window. I and about eight other employees ran to the rear side of the office fearful of another explosion.

Schiffbauer said he saw one wing of the plane in an areaway

on the 10th floor and portions of a parachute on an eighth floor ledge.

A portion of the rear fuselage appeared to be on an 11th floor landing, he said.

The dead were identified as: Maj. Mansel R. Campbell, the pilot, Pontiac, Mich.; Camp. Tom L. Hall, Sioux Falls, S. D.; First Lt. Robert L. Stevenson, Bronx, N. Y.; First Lt. Angelo A. Ross, Whitehall, N. Y.; First Lt. Mary E. Bond, 237 South Chancellor st., Newtown, Pa.

City Vote On Annex June 26

New Zone, Spur Track, Okehed By City Council

Out of a welter of ordinance bills, resolutions and arguments in a four-hour session last night at city hall, Salem's city council emerged with a zone change, an alley vacation, a spur track franchise and an earlier date for the contemplated annexation elections.

Annexation of nine districts adjacent to city limits, principally along the north and south boundaries, will be decided by a vote in the districts on June 26. The ordinance authorizing the elections was adopted last night by the council after it had gone into committee of the whole in order to move up the date from July 19 to June 26. The earlier date was considered advisable in order to get the outlying districts, should they "join" the city, on Salem tax rolls next year.

New Spur Track

Another ordinance bill given emergency treatment to speed it through last night authorized a new Southern Pacific spur track, on a five-year franchise, in the vicinity of Wilbur, Howard and 14th streets. This was passed, under suspension of rules, after Alderman Lloyd T. Rigdon stated that its passage at that time would enable Paulus Bros. to get an early start on the \$800,000 cannery building to be built in that area.

Zone Change

The zone change ordinance formulated last night will permit R. J. Martin to build and operate a novelty and drug store on Market street near 21st. The change from residential zone, class I, to business zone, class III, was approved by 8 to 5 vote after Aldermen Chris W. Ralph, Ralph Moody and Lawrence Brown—representing Martin, three property-owner objectors and the city, respectively—gave lengthy legal arguments pro and con.

Another ordinance bill, unanimously approved upon final reading last night, will vacate an unused alley and turn it over to Terminal Ice Co. at its plant site for \$500 fee.

Four Injured As Car Leaves Road, Hits Pole

Iva Miller, 20, of 2570 S. Summer st., was in fair condition and showing gradual improvement at Salem General hospital last night, recovering from injuries she incurred early Sunday while riding in a car driven by Keith Bennett, 24, of 2805 N. Front st. which ran 100 feet off the Silverton road eight miles east of Salem and crashed into a power pole.

The accident injured three other occupants of the car, but not seriously, badly damaged the car and briefly interrupted electric service in Silverton, Mt. Angel and Woodburn. Bennett incurred an injured hip; Robert Canfield, 24, cousin of Miss Miller, was bruised and Phyllis Bennett, sister of the driver, suffered shock. Salem's first aid car took the injured to the hospital, but only Miss Miller remained after Sunday night.

Redin Case Names Secret

SEATTLE, May 20.—(AP)—The government today informed attorneys for Soviet naval Lt. Nicolai Redin, accused of espionage and conspiracy by a federal grand jury, that it had named the command or occupations of co-conspirators that we can inform you of at this time.

At a hearing last week Federal Judge Lloyd L. Black directed the prosecution to give the defense the names of persons with whom Redin was alleged to have conspired.

Tax Commissioners Hear Manufacturers' Complaint Concerning Twice-Taxed Products

Charged that the existing excise tax on Oregon corporations has placed an unfavorable burden on manufacturers in this state were contained in a letter presented to Gov. Earl Snell's tax study commission which held an all-day meeting here Monday.

The letter came from Griffith, Peck, Phillips and Nelson, Portland attorneys.

The letter said that under the present setup the income from corporations operating both within and without Oregon have their net income determined on the basis of tax apportionment within the state as provided by tax commission regulations.

"Under these regulations," the letter continued, "the Oregon commission has taken the position that goods manufactured in Oregon and shipped to other states are included as sales in this state

Veterans



Lt. Col. George Sandy



Hugh Rosson

Rosson Quits Veterans' Post, Sandy Named

Hugh Rosson has resigned as director of the state department of veterans affairs and Lt. Col. George Sandy, now serving with the state selective service headquarters, has been designated to succeed him, Gov. Earl Snell announced Monday.

Rosson, formerly a Portland attorney and state director of traffic, has headed the veterans' department since last June. He had resigned a position with Equitable Savings and Loan association in Portland to accept the governor's appointment at that time.

Rosson in a statement in connection with his resignation, said: "In accepting the position of director of veterans affairs I was motivated by the challenge to organize the new department and develop the administration of laws pertaining to benefits for veterans. . . .

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Jap Names New Cabinet

TOKYO, May 20.—(AP)—Premier Shigeru Yoshida tonight named a cabinet dominated by conservatives to govern hungry Japan.

The cabinet as proposed is made up of six liberals and four progressives (conservatives) and five non-partisans. Yoshida himself, president of the liberal party, would hold the portfolios of premier, foreign minister, and first and second minister of demobilization.

FAMED SADDLE IN SHOW

PORTLAND, Ore., May 20.—(AP)—The famous saddle presented Admiral William F. Halsey Jr., to ride Emperor Hirohito's white horse has arrived in Portland on loan to West Highlands Hunt club for use in the Rose festival and the club's spring horse show.

NEW TRIP FOR HOOVER

NEW YORK, May 20.—(AP)—Former President Herbert Hoover said today on his return from Washington that he plans to leave Saturday for South America to study the food situation.

SILVERTON HEARING SET

Proposal for a rural fire protection district in the Silverton area will be heard May 29 at the Marion county courthouse. The district request was signed by 25 per cent of the property owners.

HURT IN AUTO WRECK

Phyllis Briggs, 2235 Fourth st., incurred leg cuts and bruises in an automobile accident Monday in the 2100 block of Portland road. She was treated by the first aid crew. City police had not filed a report of the accident last night.

Weather

Locality	Max.	Min.	Rain
Salem	77	58	0.00
Eugene	77	57	0.00
Portland	76	56	traces
San Francisco	63	46	0.00
Seattle	66	45	0.00
Willamette river 13	66	45	0.00

FORECAST (from U.S. weather bureau, McNary field, Salem): Partly cloudy tonight. Highest temperature 70 degrees.

Confident Treaties Possible

Secretary Seeks 25-Year Control For Germany

By John M. Hightower

WASHINGTON, May 20.—(AP)—Secretary of State Byrnes, aiming his words straight at Russia, declared tonight that no one of the great powers has a right to veto the making of peace in Europe.

He said that if a general peace conference is not called this summer, the United States will appeal to the United Nations assembly to make peace recommendations.

In a fighting speech in which he repeatedly expressed confidence that peace, though difficult, can be built, Byrnes declared that the United States at the Paris foreign ministers conference started an "offensive for peace" and will not halt the drive until it wins its objective—"Not a peace founded upon vengeance or greed, but a just peace the only peace that can endure."

Disappointingly Small

He declared that the results of his negotiations with Foreign Ministers Molotov of Russia, Bidault of France and Bevin of Britain at Paris had been disappointingly small in comparison with what might have been accomplished. But he said they exceeded his expectations at the time he suggested this spring that the council convene.

In discussion of problems still in disagreement Byrnes stressed especially his determination to put through his proposal for a 25-year German control treaty, his insistence on the prompt withdrawal of Allied armies from Austria, and his demand that a peace conference of all the nations which helped win the European war, be called either July 1 or July 15.

Soviets Block

This demand, he declared, was blocked at Paris by the Soviet delegation which refused the requirement for unanimous agreement among the four ministers to insist that no invitations to a peace conference be sent until all fundamental questions of the proposed peace treaties have been settled.

"If we cannot have a peace conference until the four nations agree on every subject deemed fundamental by any one of them, that will give to one member of the council the power to stop all efforts toward peace," Byrnes said.

Defeated PUDs To Reorganize

Proposed peoples utility districts, defeated at last Friday's primary election, in order to file new petitions for organization, must do so within two years, Charles E. Stricklin, secretary of the state hydroelectric commission, reported here Monday.

Four proposed districts defeated at the primary election, according to press reports, include the Malheur, Linn county, north Lincoln and city of Lebanon. There were indications here that one or more of these districts would attempt to renew their petitions at the November election.

Booth Tarkington Dies, Funeral Set Today

INDIANAPOLIS, May 20.—(AP)—Private funeral services for Booth Tarkington, novelist and short story writer, who died Sunday, will be held at 2:30 p. m. tomorrow.

Burial will be in the family plot here.

Tarkington, author of "Seventeen," "Penrod and Sam" and many other famous novels, died of a bronchial obstruction that had made him bedfast two months.

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Sen. Cordon, Peterson Wait to See Anderson

WASHINGTON, May 20.—(AP)—Representatives of Oregon and Washington continued today to urge the agriculture department to take immediate action to relieve the poultry and livestock feed situation in those states.

Gov. Mon C. Wallgren of Washington conferred with Secretary Clinton Anderson, presenting data showing the critical need of his state for feed.

Because of the world food conference here, the secretary was unable to see Senator Cordon (R-Ore.) and E. L. Peterson, Oregon's director of agriculture today but made plans to confer with them Tuesday morning.

Cordon said he would act to aid the Oregon growers and in case he could not they would carry their appeal directly to the president.

Fire Under Control In Linn County

The 600-acre fire which broke out Saturday in the Thomas creek section of Linn county was under control Monday, Lynn Cronemiller, assistant state forester, announced. He said 200 loggers from the Hoaring River and Snow Peak Logging companies fought the blaze for two days.

The burned area is seven miles east of Scio. This was the largest timber fire reported so far this year, Cronemiller said.

Angus Gibson Forges Ahead

In a neck-and-neck race for republican nomination as state senator from Lane-Linn counties, Sen. Angus Gibson, Junction City, was only 71 votes ahead of Jack A. Draper, Albany, as delayed returns from Friday's primary were reported. One Lane county precinct was missing, but Gibson had a substantial lead of 2701 to 1087 in that county, while Draper carried Linn county.

GOP Conclave Set for Salem

The annual convention of the Oregon Republican club will be held in Salem, the state executive committee of the organization announced here Monday. The date of the convention probably will be fixed for October, prior to the general election in November.

Joseph Felton, club president, said he would invite ex-Governor Harold Stassen of Minnesota to give the principal address. A membership drive now being outlined will be statewide. Felton will attend a meeting in Portland Tuesday when a successor to Niel Allen, Grants Pass, chairman of the state republican central committee, will be elected.

Falling Tree Kills Logger

DALLAS, Ore., May 20.—(AP)—Paul F. Karlin, 21, Dallas, was killed today at the Pope and Talbot Logging company operation west of here when crushed beneath a log.

Workmen said Karlin was setting a choker on a log resting on a stump and stepped under the log to the other side when it rolled on him.

Tornado Wrecks Town In North Carolina

KINSTON, N. C., May 20.—(AP)—One person was killed and at least 22 injured by a tornado that struck two widely separated sections of Kinston and surrounding farmland tonight.

The tornado, coming on the heels of a hard thunderstorm, was reported by Kinston police to have completely flattened two filling stations within the city limits.

Salem Restaurant Owners to Organize

Restaurant owners and operators of the Salem area have been called to an organization meeting to be held at 8 o'clock tonight at Salem chamber of commerce rooms. Members of the statewide restaurant association are sponsoring the session, declaring that organization necessary if all the restaurants are to present their cases fairly to the OPA.

FERRY TO START

After being down for several months, the Wheatland ferry is expected to be in operation again Tuesday, the Marion county court reported Monday.

The Oregon Statesman

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By Charles A. Stroup

Walter Lippman is back from a trip into Europe to study conditions there. He brings rather a sorry picture of the situation. Some, he says, regard another war as inevitable; some want it; some hope it may be avoided; leaders seem to be preparing for it. Not a pretty picture; put it far too early to regard another war as certain or even probable in the immediate future.

A more vital comment made by Lippman is the possible future for Germany, in a realignment of power. Thus he intimates that Germany by virtue of its position may swing the future balance of power in Europe. The practical politicians of Russia and Britain know this; the thoughtful Germans who look ahead a long time also must know this. I have sensed it, but hesitated to write of it. Now Lippman has done so frankly.

Germany, stripped of industry, broken politically and reduced in territory, is still intact. The time easily may come when one or the other of the late principal allies may desire an alliance with Germany against the other. History is full of such revisions of alliances. Condemn "balance of power" as we will, it remains a vital force in the affairs of the nations.

Pay Increase Fails to Draw Prison Guards

The wage increase of \$10 a month for guards at the state penitentiary here—so recently approved by the state board of control—apparently has not materially improved the labor situation at the prison, Warden George Alexander declared Monday.

Alexander said the number of job applications has been about equal to the number of resignations and that the 11 new guard positions have not been filled. The board of control increased the wage schedule and authorized employment of additional guards in the hope that prison breaks would be curbed. There were 10 escapes at the prison within a few weeks.

Animal Crackers

By WARREN GOODRICH



"Sure I know about the bees and the flowers but what's that got to do with Gwen-dolyn and me?"

Railroad Pact Held 'Closer'

By the Associated Press

Prospects rose last night that a nationwide railroad tieup would be averted, but it appeared that federal seizure was the only hope of keeping the coal mines of the country operating after Saturday.

Both disputes are now in a "truce" period.

Hopes that a railroad strike would be averted rose as A. F. Whitney, president of the Brotherhood of Railway Trainmen, said he had presented a new "proposition" in Washington, and a rail labor source at Cleveland said prospects of a settlement "look good."

John R. Steelman, presidential adviser in the matter, conferred with the carriers negotiating committee and later a railroad spokesman told reporters that "We made some progress but not too much."

Government officials meanwhile appeared convinced only federal seizure might keep coal mines operating after a two-week truce expires Saturday night, and even then they lacked assurance the miners would work.

John L. Lewis, reportedly said Sunday that he lacked authority to commit the miners to work for the government, without word from his policy committee.

Boyington to Have Would Be Spouse Jailed

SAN DIEGO, Calif., May 20.—(AP) Lt. Col. Gregory "Pappy" Boyington, famed marine flyer, today swore to a criminal complaint here charging Lucille Rogers Malcolmson, who once said in Reno that he had jilted her, with grand theft of more than \$9000.

Appeal Filed in Mamber Case

Appeal was filed in the state supreme court here Monday in the case of Ted Mamber, who recently was ordered released from the state penitentiary by Circuit Judge George Duncan, Marion county, in a habeas corpus proceeding. The appeal was filed by the attorney general's office.

Mamber was serving a 39 year sentence under the habitual criminal law and was received at the prison from Polk county on a larceny charge prior to his latest conviction. Judge Duncan held that his conviction under the habitual criminal act was illegal.

City Budget Subcommittees to Make Final Reports Monday

Final reports of subcommittees working on the city budget for the coming year will be made at 7:30 p. m. Monday, June 3, when the citizens' budget committee meets with the city council at city hall.

Chairman David O'Hara, budget chairman and acting mayor, set the meeting last night after a budget committee meeting at which several sub-chairmen gave brief reports. Alderman Lloyd Rigdon told the body that the overall cut necessary to balance the budget will be \$190,000 in-

City Budget Subcommittees to Make Final Reports Monday

stead of the \$227,000 announced previously.

Rigdon said that closer examination of the anticipated city income determined that the difference of \$37,000 will be in the city income.

Alderman Kenneth Perry explained that of the 12 new policemen whose salaries are provided as one item in the budget, three already have been employed and their salaries approved by the council in the past year. The total budget item is \$26,454.

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