agreed on the order of courses. Representative Knutson wants to serve first, not a thin soup. but a full entre in the shape of a 20 per cent cut in income taxes (less for those with \$300,-000 incomes). President Truman warns against making any tax reduction this year. He recommends that the 1942 schedule of excise taxes, due to expire next June 30, be extended another year. Some hungry congressmen, however, do not want to wait till June and propose moving up the expiration date to now for the excise taxes on furs and diamonds.

Then there is the huge dish of the budget. The president thinks he has done a good job in cutting it down to \$36 billion, but Congressman Taber is busy sharpening his knife on the grindstone to cut the budget below \$30 billion. The military expenditure still is listed in huge figures; but budget surgeons will run into opposition if they whack very deeply into that.

Some senators are sniffing briskly over tariffs. One has Under-secretary Will written Clayton calling for holding up any deals on reciprocal (Continued on editorial page)

#### Locomotive **Explodes, Kills** 3 Trainmen

ST. PAUL, Minn., Jan. 9-(AP) Three trainmen were killed and four cars of the 11-car westbound Empire Builder's Pullman section were derailed tonight when the locomotive blew up near Crary, N. D., 398 miles west of St. Paul, Great Northern railway officials

Reginald Bennett and Fireman from liability for the period such Wilbert Hoff, both of Grand rulings are in effect.' Forks, N. D., and A. E. Zinter, a Limitations Statute district roadmaster for the railmotive at Grand Forks to return itations in the fair labor standto his Larimore, N. D., headquar- ards act, to apply to employe suits

L. E. Cordingley, the conduc-

the mishap over a farmhouse nation now has reached nearly telephone, said several members \$4,000,000,000 of the dining car crew had been hurt and one woman passenger injured, none of them seriously. derailed were two tourist sleep- best his informed guess and preers, the smoking and dining cars. diction of what the courts will de-Six standard Pullmans and the cide. combination observation-club car Courts Interpret Law remained on the rails. The train left St. Paul at 8 50 a. m. today for the west coast and the station agent at Crary said it had itably will interpret it in deciding Redmond Surplus for the west coast and the stapassed through there at 7:25 p. m., Central Standard Time, toand one-half miles west of that he then could "protect employers Be Used at Detroit From Age 9

Railroad headquarters here said all communication lines along the right-of-way had been torn out by the blast of the boiler on the oil-burning steam loco- \$300,000 Fire

## 'To the Victor Belongs Spoils'

resolution to change the name of Boulder ram to "Hoover dam" was introduced in the house today by Rep. Jack Z. Anderson (R-Calif). Construction of the giant structure on the Colorado river was

Former President Herbert Hoover. The original plan was to name establishment. the dam for the former president." somebody played a dirty trick on Mr. Hoover.

#### Animal Crackers By WARREN GOODRICH



"I don't know how we ever got along without this book."

# The Oregon Statesman

16 PAGES

Salem, Oregon, Friday Morning, January 10, 1947

Price 5c

Weather

est temperature today night 32.

No. 246

#### Has Plan

NINETY-SIXTH YEAR



WASHINGTON, Jan. 9-J. Metcalfe Walling, wage-hour administrator, who recommended changes in the fair labor standards law today which would prevent portal-to-portal suits in the future and limit cases now in the courts,

## **Portal Pay Suit** Limitations Recommended

Metcalfe Walling, wage-hour ad- deal with the real issues in laborministrator, renewed requests to- management disputes - namely. day in his 1946 report to congress the question of wages and the effor two changes in the fair labor forts of labor unions to raise the be a bigger cut. standards act which he said would living standards of their workhave averted situations resulting ers.

in portal-to-portal pay suits. The first proposal was that the authoritative definitions of general terms used in the statute, so that employers complying with his

The second recommendation was

for back wages and damages." The total amount sought in portor, who made the first report to tal-to-portal suits throughout the

Discussing his first proposal, the administrator can give only Cars that Cordingly said were advisory opinions which are at

> "Any court in the land, state or federal has jurisdiction to entertain suits under the act and inevthese cases.'

night. The mishap occurred two issue specific definitions of the he then could "protect employers from any civil or criminal liabilthe administrator's regulations."

# In Illinois City

GRANITE CITY, Ill., Jan. 10 .Friday)-Fire of undetermined or- ed from Redmond. igine burned unchecked for more than four hours last night in down- WAA 'Handles' town Granite City in two business buildings, one of which housed the Problems of Stakes Pointer hotel.

store and spread to seven busi- stakes in Portland was one of the police after his father asked law ness firms, including two sandwich war assets administration's big- officers to try to learn where shops, a liquor store, drug store, gest problems until recently. begun during the administration of dry cleaning establishment, a shoe repair shop, and an optometrist's salesman found a brush manufac- eral occasions. He usually shop-

Guests in the 22-room hotel were 401,000 brushes in production, but report said. Anderson told a reporter. "I think evacuated quickly by firemen. Pre- had no handles for them. of St. Louis.

#### iminary unofficial estimates plac- The tent stakes suddenly beed the damage at \$300,000. Gran- came brush handles and the Portite City is about eight miles north land WAA office brushed aside another of its white elephants. **Chinese Ambassador Demands**

**Dairen Control Handed to China** 

By Miles A. Smith

Chinese control

their cooperation toward national fairs. unity, but must proceed with postwar reconstruction.

sion of the Cleveland council on tion that "the United States will world affairs' 21st annual insti- not withdraw its interest or its tute. Dr. Koo referred to Soviet influence from either Europe or Russia's half ownership and con- Asia." day institute, co-sponsored this sea and in the air.

year by Time magazine, was de-CLEVELAND, Jan. 9 .- (A)-Chi- voted to Asia, and will be followna's ambassador to the United ed by sessions on Latin America, States, Dr. Wellington Koo, called western and central Europe. Sattonight for a "prompt return" of urday night, retiring Secretary of the Manchurian port of Dairen to State James F. Byrnes and Sen. Arthur H. Vandenberg, chairman He also asserted the Chinese of the senate foreign relations government could not wait for committee, will summarize the the Chinese communists to give American position on world af-

Navy Secretary James V. Forrestal followed Dr. Koo to the In a speech at the opening ses- platform tonight with a declara-

trol of the principal railway across Forrestal said America would Manchuria, and to the United "do all it can to succor those in States' recent note on relinquish- distress." and would strive to ing Dairen to Chinese control. maintain its strength as a world port college today reported winter the civil service offices at 444 may be expected to do so this normal production we cannot Tonight's session of the three- power by remaining strong on the term registration of 1437, exceed- Center st., Salem, or in the Mead year.'

# At Labor Snyder Talks of

By Francis M. Lemay

met with a group of congress

Those who conferred with the

much of the conversations to re-

porters. But after they returned

As for taxes, a number of re-

a 20 per cent individual income

tax cut, while others reiterated

their previous stand that the whole

fiscal situation must be canvassed

before a definite decision is reach-

The meeting was timed on the

eve of President Truman's dis-

patch of his budget message to

congress. The message is reported

000,000,000 under the present

republicans contend there should

Chairman Knutson (R-Minn) of

means committee and Chairman

the tax-framing house ways and

Millikin (R-Colo) of the senate

141,000,000, and I've got the fig-

Taber wants 1,000,000 federal

Boy, 15, Dates

'Life of Crime'

finance committee-two of those

Hold Strategy Meeting

year's prospective outlay but many

Ask Bigger Cut

WASHINGTON, Jan. 9. -(AP)

WASHINGTON, Jan. 9-(AP)-The CIO told congress today that new labor law proposals threaten "our whole framework of American civil liberties" and seek to "destroy" organized labor.

CIO President Philip Murray sent a personal letter to every member of the senate and house apepaling for "full and complete consideration" before any new Secretary of the Treasury Snyder labor laws are enacted. Some 75 legislative represent- members today, including repubatives of AFL unions and four licans, but there was no sign of

railroad brotherhoods, conferring slackening in the announced GOP at the same time, agreed on a drive to slash the Truman budget. united campaign against what they called "dangerous restric- treasury head did not divulge tive legislation. Tough Fight Ahead

"We know we face a tough to the capitol, talk of budget cutfight but not a hopeless one," ting continued. said a statement of W. C. Hushing, chairman of the AFL legis- publicans continued to drive for

lative committee. William Green, AFL president, assailed the Ball bill to outlaw the closed shop. He declared that "wittingly or unwittingly, Senator Ball (R.-Minn.) is acting as the agent for big corporate interests who are out to destroy the trade union movement'

Murray said a CIO analysis delving into the basic causes of to call for \$37,000,000,000 of govrecent strikes showed that "few ernment spending in the year be-NEW YORK, Jan. 9-(AP)-L. if any of the current proposals

Leading Court Drive

To each congressman, Murray administrator be granted "power, sent a copy of a 36-page CIO subject to court review, to issue pamphlet prepared by Lee Pressman, CIO general counsel and former government attorney. Pressman has been leading the victims were: Engineer definitions would be protected CIO's federal court drive to collect huge sums in portal-to-portal back pay claims.

The pamphlet predicted way who had boarded the loco- for a "reasonable statute of lim- the closed shop would lead to "a Taber (NY) of the house appropwave of industrial strike . . . and riations committee and Chairman promote bitterness in our labor Bridges (NH) of senate approprelations for years to come."

Listing such slogans as "the prior to the Snyder luncheon. shop is unAmerican," closed 'unions are monopolies" and ers that he expects to cut \$8,000,act," the booklet declared these figure if it calls for \$57,000,000,-Walling said, "at the present time catchwords form the basis for the 000 in new appropriations. proposed new legislation, and

"Every American owes it to ures to prove it," Taber said. himself and his country . . . not to be swept away in a tide of workers taken from the payroll. manufactured falsehood and slick

# After asking for the power to Army Buildings to

Mushrooming growth of faciliity where they are complying with ties at the Detroit dam site was A 15-year-old Salem boy yesindicated yesterday with the an- terday admitted breaking into cupancy was about 75 per cent intimidation of voters and the arnouncement that 59 surplus army two Salem filling stations last in the period from 1932 through rest and elimination of condibuildings have been purchased summer and confessed to recent 1941, and currently is about 95 by U. S. army engineers for use shoplifting in Salem stores as per cent. The buildings were obtained

through the war assets adminis- Howard Higby reported last tration, Associated Press report- night.

The fire broke out in a variety What to do with 401,000 tent Suddenly a surplus property ed missing from school on sevturer who had approximately lifted things he could eat, Higby's

#### Popcorn Machine **Man Traps Hand** Of Hungry Boy The small boy stood at the

them, Higby said.

popcorn vending machine a long

It wasn't just a wistful look at the yellow-buttered delicacy with the tempting aroma; it developed after 10 minutes or so that the boy had his hand stuck in the machine. It all happened at the local

YMCA where the unidentified lad, exploring the popcorn slot for any remaining salty kernels within reach, got his hand into, but not out of, the slot Physical Director James Dim-

noticed the boy's plight, then called on help when he was unable to extract the boy's hand. The front of the machine was removed, and so was the boy's hand. The lad, unhurt, went home-still without popcorn.

COLLEGE ENROLLMENT UP ing fall term enrollment of 1350. | building, Portland.

# **U.S. Urges A-Control Spending** Precede Disarm Talk Reduction

Case Launches Bill to Bar Vital Strikes

Russians Charge America Stalling

By Larry Hauck LAKE SUCCESS, N. Y., Jan. 9 - (AP) - In the face of Russian charges that the United States was stalling on the whole question of arms reduction, the American delegation to the United Nations stood firm tonight on a demand that control of atomic energy must come first.

"Effective international control of atomic energy is the key to the whole program and must come first," Herschel V. Johnson, U. S. delegate, told the security council emphatically at the outset of full-scale debate on the basic arms proposal laid down in December by the gen-

eral assembly. Johnson took the floor after Soviet Delegate Andrei A. Gromyko, recently named deputy foreign minister, bluntly accused lation and cutting of arms and armed forces. Gromyko said the American delegation had adopted a take-it-or-leave-it attitude. Gromyko's speech was considered especially significant in that Russia, along with Poland. abstained in the final 10 to 0 vote for the basic Baruch control plan in the atomic energy

"It would be difficult to achieve arms control without first having atomic control," test case

the United States of seeking to sidiary importance."

#### control and regulation of con- ing that "peeking around all the ventional arms, which is of sub- corners of the report we see the Competition to Slow

By Robert E. Gangware

City Editor, The Statesman Competition for hotel business, expected soon to show a de- bringing real purchasing power "public welfare, health or safety. cline, likely will prevent any extensive increase in room rates in

This was the gist of a statement made last evening by W. Chadwick, proprietor of Chadwick Hotels and president of the meeting with Snyder-described Oregon State Hotel association, following the Washington, D.

their lunch with him as a purely executive decision to remove social "get acquainted affair." but rent ceilings from transient this apparently was the lull be-Although about 95 per cent of Free Polish fore the storm on the budget is-Salem's 500-odd hotel rooms comes within the transient room Election Held The republican congressional category, Chadwick estimated, high command on budget and tax- little change is expected in minicongressional action outlawing es - Millikin, Knutson, Chairman mum rates. However, he added, rates for higher priced and "luxury" accommodations probably will reflect "cost of operation" rations—held a strategy meeting increases.

Taber later reiterated to report- No Estimate of Rise

Chadwick did not estimate what the one-sided Wagner 000,000 off the president's budget percentage of increase this might mean in higher priced hotel rates "We can cut the budget to \$29,-

Asserting that ceiling removal will not solve hotel financial problems, Chadwick declared that hotel operators must hold a mafor part of the abnormally high wartime hotel business volume to tion occasioned by bigger payrolls, higher prices of supplies PSL still was prepared to boycott president is expected to submit and other increased costs.

Chadwick stated that Salem hotels before the war required an committee retained power to reaverage occupancy of 65 per cent verse the decision to participate to "break even," but now require in the districts where the PSL about 85 per cent occupancy to candidate lists have been accept-"break even." He said actual oc- ed, and would do so if coercion,

part of his stealing activities Must Retain Patronage

dating back to when he was 9. Excessive increases in hotel from the Redmond air field, years old, City Juvenile Officer rates at this time would be a mistake, in the opinion of Chadwick, who emphasized that hotels The boy also claims to have cannot operate profitably if their robbed a government warehouse business falls to the pre-war in another city and says he often level. "We must retain the patrontook bicycles from downtown, age of those who acquired the rode them home and abandoned hotel habit during the war," he

added. He was taken into custody by Chadwick continued that national food and beverage business has shown a decline since July the lad went when he was reportand that experience indicates that declining market in food and beverage lines is followed by a decline in hotel business.

"However, the fact that the na- to fell it. tion's hotels are spending \$1,500,-000,000 for rehabilitation and modernization," Chadwick added, is proof that the hotels see a bright future."

### Civil Service **Positions Open**

The state unemployment compensation commission sought to nations to promote trade. solve some of its own problems in two ways Thursday. It called George C. Marshall his major cess to foreign markets." paying \$190 a month or more. In the announcement of com-

petitive civil service examinalocal employment offices throughapplications would be received until January 11, with the examination set at various centers for January 18. Applications for the examina-

# delay measures for general regulation and cutting of arms and

er disrupting walkouts through NEW YORK, Jan. 9-(AP)-Sena- court injunctions. tor Taft (R.-Ohio) tonight proposed a Republican legislative twice as broad in scope as the program designed to "discourage" measure which passed congress strikes, cut the federal budget to last year and died in the White \$33,500,000,000 and slice 20 per House. cent off personal income taxes. In an address for the Economic club, the chairman of the senate posals. One of these amendments

also for extension of federal aid Johnson declared. "In our view to the states for housing, welfare, the field of atomic energy is the education and medical care. He promised GOP efforts to expand "We believe the council should social security coverage.

Taft criticized President Truthe atomic field before taking up gress as "inconsistent," assert- ment seizure." whiskers of the New Deal."

In his report, Mr. Truman recommended that industry sponsor lower prices while labor settled its bid for higher wages on the basis of what the individual management is able to pay. ernment spending in the year beginning July 1. This is about \$5.- Hotel Rate Increase

Personal Views

he was voicing only his personal views, said the report "recognizes that the best method of to consumers is through the re-

nomic statement.

Spend to Prosperity Harry Hopkins gradually take monopoly. Then it (the report) seems to right to get a labor injunction chasing power is the solution of to do it. WARSAW, Jan. 9-(AP)-The all problems and presents a justi- Summarizes Changes United States called upon the fication for every New Deal meas-

a pledge for free and unfettered perity. elections, while the opposition Taxes Threaten Economy

Polish peasant party's leadership Taft said the Republicans feel charged anew that free voting that "our present personal in-January 19 would be impossible come taxes threaten the soundness of our economic structure." Vice Bremier Stanislaw Miko- As a result, he added, he favors leader of the Polish an overall 20 per cent reduction. peasant party (PSL), announced To make this possible, he declared, Republicans generally to a news conference that, despite a party decision to take part feel that from three to four bilmeet the higher costs of opera- in the election of 42 of the na- lion dollars can be squeezed out tion's 52 electoral districts, the of the \$37,000,000,000 budget the

> the balloting. He said the party's executive dates continued.

The Warsaw government has not yet replied to the United States notes of August 19 and November 22 concerning forthcoming elections.

'Impossible'

under existing conditions.

lajczyk,

ASKS TO BUILD AT DALLAS of rock wool insulation.

CANBY MAN CRUSHED

## to congress tomorrow. Many Apply For Jobs at

Sen. Marshall Cornett's office reported Thursday that many letters are pouring in from applicants for jobs during the coming legislative session. Cornett, PORTLAND, Jan. 9-(AP)-T. T. who is slated for the senate Leonard filed application with chair, predicted that all legislathe civilian production administive departments will obtain tration today to build a \$4000 necessary employes as applicabuilding at Dallas for production tions far outnumber available

Back in Salem after writing OREGON CITY, Jan. 9-(AP)- resort, Gov. Earl Snell said the overture to the Communists was Leonard Parmenter, 60, Canby message will go to the state made tonight, significantly folfarmer, was crushed to death printer today. He declined to lowing General Marshall's outyesterday by a rotted tree that comment on contents of the speech spoken criticism of both factions collapsed upon him as he tried he will make at the opening ses- in protracted civil strife. sion Monday.

# Legislature

positions.

# Republicans Skeptical of 'Drop Tariff' Proposal by Truman

of state.

trade preferences. In his economic report to con-

gress. Mr. Truman noted that -Brewster (Me.), Butler (Neb.) abroad, amounting to about 15 (Iowa) and Wiley (Wis.) - also tion, which will cover in a gen- billion dollars in 1946, played an expressed general opposition to eral nature, economics, sociology, important role in the maintenance the trade pact program in sepalabor relations and Oregon indus- of domestic production, employ- rate interviews or statemnets. PORTLAND, Jan. 9.-(AP)-Van- trial affairs, must be filed with ment, and purchasing power and "When the world gets back into

By cutting our own import du- Wiley remarked.

WASHINGTON, Jan. 9-(AP)-Re- ties, the president added, "this napublican opposition wrote a big tion can obtain similar concesdent Truman's plan for reducing sions from other countries along tariffs by agreement with other with "eliminination of a mass of restrictions, in particular, rigid It seemed certain to give Gen. import quotas preventing our ac-

for at least 100 persons for jobs home-front headache as secretary | Senate Republican Leader White (Me.) agreed that "reduc-On the outcome of the dispute tion of trade barriers may stimumay hinge the ability of the late international trade, but I do tions for the jobs located in 28 American delegation to the inter- not know at whose cost." He addnational trade organization at Ge- ed that the people of his state out the state, the commission said neva in April to realize its plans "have a general feeling of apprefor tariff cuts and elimination of hension about the reciprocal trade program" and "don't like it." Five other republican senators

'sales of goods and services Capehart (Ind.), Hickenlooper

compete with coolie labor rates,"

# CIO Hits Sen. Taft Sticks to Tax Cut Stand Injunction **Powers**

Chicago 28 17 trace
New York 32 23 trace
Williamette river - 3 feet.
FORECAST (from U.S. weather bureau. McNary field, Salem): Cloudy
today with occasional light rain. Highest temperature today 38 Lowest to-

WASHINGTON, Jan. 9.-(AP)-Rep. Francis Case (R-SD), introducing the 1947 version of his Case bill, proposed today that the government have permanent authority to block coal strikes and oth-.

Case's new bill was perhaps

He added a string of Wagner act amendments and other pro-GOP steering committee called would make workers, as well as employers, subject to charges of "unfair labor practices."

The new provision on court injunctions, Case said in a statement, "legalizes the course of action followed in the John L. Lewassure substantial progress in man's economic report to con- is case without requiring govern-

To halt a strike last year in the federal-held soft coal mines, the government got a restraining order in a federal court. When Lewis ignored the order, the judge fined him and the United Mine Workers for contempt of court. Only Last Resort

Under the new Case bill, such procedure could be used only as a last resort, and after the president The Ohio senator, explaining had declared an emergency. It could be used only when a dispute in an "essential monopolized service or industry" endangers Case told a reporter this would duction of prices rather than the include the coal industry "If the increase in wages." strike was nation-wide." When But he added that "it hedges on asked if it included the steel inthe question like a political re- dustry, he said "That would deport instead of a courageous eco- pend on the circumstances of the emergency." He said the word "monopolized" could refer to un-"The spending theories of ion monopoly as well as employer

command and determine the ulti- Case said his bill would not mate recommendation." Taft said, give any private employers the adopt the theory that mass pur- U.S. attorney general would have

Case wrapped into one package

Communist-dominated Polish ure. In short, we are again go- about 40 or 50 of the proposed lagovernment again today to honor ing to spend ourselves into pros- bor law changes which republicans and some democrats have been talking about. At the same time, the opposition blossomed into action:

1. The AFL said in a statement that it and the railroad brotherhoods were joining "in a united campaign to combat and defeat dangerous restrictive legislation." 2. Senator James Murray (D-Mont) described a meeting which seven democrat senators held with Philip Murray last night. Senator Murray said "Every senator present was convinced that drastic punitive legislation is not the approach to good labor-management

relations. The new Case bill in the house, being a big catch-all measure, was contrary to the strategy of senate

republicans. They have decided to proceed first of all with a slightly-revised version of the 1946 Case bill under the name of the Ball-Taft-Smith bill. Then the senate republicans will give longer study to other proposals like changing the Wagner act and outlawing the

## closed shop. China Peace

NANKING, Jan. 9 - (AP) - A his inaugural address at a beach guarded Chinese government

Peng Hsueh-Pei, minister of

information, issued a statement

saying: "Now that the constitution-making has been successfully concluded, the government is willing to discuss with the Communists a complete plan for cessation of hostilities and government reorganization, so that peace and unity can be achieved at an early date."

QUICKIES



"I see in The Statesman Want Ads that your wife wants to buy a house-what have you done now, Homer?"

