

BERLIN, May 12 - A pretty German girl has a kiss and flowers for the engineer of the first train to reach Berlin after blockade of the city was lifted. (AP Wirephoto to the Statesman.)

### Attempt Made to Block Formation of Bank in Salem, Meeks Asserts counter blockade of the Russian rone of Germany were lifted on

SAN FRANCISCO, May 12 - (AP) - Two independent Oregon German cold war front. bankers testified at a federal reserve board hearing today concern-

the Willamette Valley bank at Sa-

lem, related that representatives

John L. Searey, vice president

acquiring the Hillsboro bank.

stand by J. Leonard Townsend,

county State Bank of Corvallis.

ch of the Portland institution.

Portland to see Slade to confirm

SHANGAI, Friday, May 13- P.

ternational and lines take off with

refugees from this menaced city.

LONDON, May 12 - Pr- The

house of commons overwhelmingly

ratified the North Atlantic treaty

tonight. The vote was 333 to 6.

THE WEATHER

Williamette river 3.3 feet FORECAST (from U.S. weather hu-reau, McNary field, Salem): Generally

SALEM PRECIPITATION

Last Year

ers, all aif lines were operating.

BRITISH RATIFY PACT

Portland San Francisco

This Year

To Confirm Statements

of the bank in 1947.

board counsel.

ing Oregon activities of Transamerica Corp. The board is hearing monopolistic tendency charges brought Berlin at the rate of nearly 500 against the big bank holding company under the Clayton act. It is tons an hour and expected to the first time the act has been used against a bank holding company keep on doing so for another 30



About all that President Truman will get out of the 81st congress before it adjourns for the the Transamerica owned Benton by Mrs. Agnes C. Booth, county Batory sailed from New York six coast last year. summer will be extension of ECA and probably the ratification of the Atlantic treaty. Other major items are either out of the running for the year of the portland First the school board of Union Hill for contempt of congress and a two feet and approached a nearby cost was estimated at \$175,000,000, penditures we could avoid a tax or will not be enacted unless there president of the Portland First is a special session in the fall as has been intimated

the president's program. His and efficiently. The conversation ling of his economic council, who bank argued for controls against infla- A similar suggestion. Meeks tion when congress convened, is said, came from White in a meettalking out of the other side of ing a few days later which White his mouth now, No new controls had requested. will be voted, and the special powers given the federal reserve sider withdrawing his application ernor's state committee for disboard for credit controls will terminate June 30th. It is possible Portland First National, the witthat a revised law for reciprocal ness continued. White indicated, trade agreements will be passed. on the old Hull pattern; but cour- be open for him in that bank and is the mother of two children. age to open doors for foreign within two years he would be goods will ooze as competition at made manager of the Salem branhome tightens.

Check the catalog of the pre-

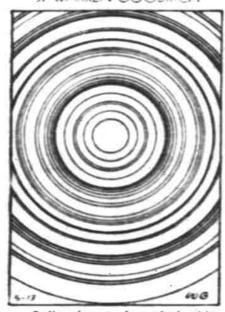
1. Repeal of Taft-Hartley law the statements made by Slentz Clear out. The Wood bill, a dixi- and White, Slade told him, he said. Unemployment in East gop creation is back in house com- that he had made the statements mittee. The senate committee has- in good faith and that White had Linn County Shrinks n't agreed on any labor legisla- been authorized to make a propotion. Unions are losing their fight, sition to him

probably hold it in commutee til Merks said he had no "actual Thursday fall, but some housing legislation knowledge" that an application. Operations of the logging indusis almost sure to pass

Aiken of Vermont and Anderson when he made his own applica- increase of available jobs, Sloan of New Mexico (former secretary tion of agriculture) agree that the Stewart developed from both Brannan plan will not be adopted Meeks and Searry that their banks this year. The Aiken-liope bill were growing despite competition West Salem Mayor will stand though modification upward of parity rates may come Guns Approach man Doughton of wavs and means Shanghai Airport

5. Social security. Money pinch hurts prospects for all (Continued on editorial page)

#### Animal Crackers 3v WARREN GOODRICH



Pelican's-eye view of the big one that got away

## Reds Block Trucks; Order Said 'Mistake'

BERLIN. Friday. May 13 -(AP) A major difference between the western allies and Russians over Berlin's exports appeared today to have been solved

The Russians yesterday had refused to allow trucks to leave western Berlin for the western occupation zones unless they had a permit either from the Russians or the Russian-backed German economic commission

early today west Berlin police quoted the officer in charge of the Russian highway checkpoint outside Berlin as saving only an order from the west Berlin government was required for nassage of the trucks through the Russian zone.

Western Berlin is separated from the rest of we-tern occupled Germany by 100 miles of Soviet-controlled territory Whether the Russians actually

have dropped their demand for Russian license will not be known before daylight today when trucks again try to get through the Russian checkpoint. If Soviet authorities enforce

their claim to authority over western Berlin's exports they could keep 2,000,000 residents of the American, British and French sectors of the city on a basis of "virtual charity." said Brig. Gen. Frank L. Howley, American commandant here. He declared western Berlin "must export to the

zone of Germany were lifted on schedule all along the 1.000-mile Men Awaiting

American and British airlift crews kept flying supplies into G Carroll Meeks, president of days,

#### of Transamerica owned banks tried to discourage the launching of the bank in 1947. Mrs. Fox Joins of the Commercial National Bank Marion County of Hillsboro, testified as the interest of First National Bank of Portland, Transamerica owned, in The withesses were put on the School Staff

In his direct testimony Meeks told of conversations in June, 1947 of Union Hill as a member of with a man named "Slentz" and with Harold White, an officer of board was announced Thursday into Eisler's disappearance. The struck the Oregon-Washington school superintendent. She re- days ago. places W. P. Emery, who resign-He said Slentz told him it was

National, that an independent district 42C, taught school for one-to-three year sentence for con-roadway, bank would not be able to serve several years in Multnomah oealing his communist connec-Time has run against much of the Salem community adequately county after graduation from tions in applying for a permit to Oregon College of Education and leave the United States. the president's program. His and emiciently, the conversation understood of Dregon. She was the had been free on \$23,000 to the economic situation was about two weeks after publication and leave the United States.

University of Oregon. She was the had been free on \$23,000 to the had b has been president of the Mar- convictions. ion County 4-H Leaders' associa-

> county agricultural planning White suggested that he con- board and a member of the govfor a new bank and cooperate with placed persons. She has been chairman of the county farm. home and rural life committee The wife of Floyd Fox, sr., she Meeks said, that a position would Other members of the board are Mrs. Genevieve Oldenburg of Keizer, George W. Hubbs of Sil verton, Harley W Libby of Jefferson and Mrs Booth. Meeks said he then went to

and a revised bill will still carry Samuel B. Stewart, Transameri- ment in the eastern Linn county ca counsel, brought out in cross area has shrunk to about 500 from 2. Housing The senate passed a examination that Meeks was em- a mid-winter peak of 1,600 E. G. generous housing bill, with repub- ployed with the Oregon state Sloan, manager of the local state lican support. The house will banking department at the time employment office, announced

for a Salem branch of the First try at near and an upsurge in lo-3. Farm legislation Senators National of Portland was pending cal building his contributed to the

## Predicts Time Change

that this city will go on daylight from the sheriff today. saving time next week, when Sa-Airline pilots today reported they lem makes the switch

saw small rams fire a scant 10. Musgrave has called the city in public places, but can not check banquet program. The alumni ball miles from Shanghar's main air- council into special session at ? privately-owned clubs without a will follow in Forester's hall. p. m. Friday to consider a time search warrant. be change and to discuss possible new heard at the amport. Lungwha offers for purchase of city-owned complaint against the clubs," he That is where Chinese and In- surplus steel pipe.

to study relatively at government

the award to Hans Freistadt, a

expense.

Generally

of North Carolina.

Scholarship by A-Board WASHINGTON, May 12-(P)-An tional research council and the acknowledged communist turned commission does not influence

up today with an atomic energy selection of fellows (scholarship commission scholarship, given him holders.) Freistadt told reporters the application for the scholarship did

Members of congress protested not mention "political affiliation." He is from Austria. He said he graduate student and part - time joined the communist party after physics teacher at the University becoming naturalized several years ago. Dr. Paul Sherin, head of the The atomic energy commission University of North Carolina's said the awards are made without physics department said Freistadt's read, McNary freed, Sasting today a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work a security checkup when no atoscholarship calls for work and the security checkup when no atoscholars and education" would be menaced. Chicago graduate, said the scholar-Commission Chairman David E. ship is effective next July 1. His Lilienthal said the scholarship pro- affiliations were disclosed to the gram is administered by the na- house by Rep. Cole (R-NY).

# The Oregon Statesman.

Dikes Washed

Out by Creek

ment to Bonners Ferry to help

cope with the rapidly climbing

The Kootenai was rising 312 feet

Oregon, Catherine creek

a day as hot weather speeded the

runoff of the Canadian snow pack.

started on a rampage near Union.

It washed out several dikes. Sand-

The Columbia went over flood

There was no prospect, though,

Strong in Cat

She said the reason she doesn't

For Record Crowd

STAYTON, May 12-Early re-

servations for the banquet Satur-

day night indicate that a record

share of the Stayton high alumni

association's 700 members will be

present for the 30th annual home-

Alumni activities will join with

Dr. Charles A. Howard, former

(Additional details, page 6)

POSTOFFICE TO SWITCH TIME

rate on daylight time effective

The Salem postoffice will ope-

At Homecoming

mane society.

coming.

Kootenai river.

The Oregon Statesman, Salem, Oregon, Friday, May 13, 1949

### Stowaway

99th YEAR



NEW YORK, May 12 - Gerheart Eisler (above), described as one almost annual battle to save the of the top alien communists in this country, addresses a May day rally in New York City's Union Square on April 30, He is now en route to England on dike tops at Cashmere, Wash. a Polish steamer as a stowaway. (AP Wirephoto to the Statesman.)

# The Soviet blockade of western Berlin and the western allies' Scotland Yard

WASHINGTON, May 12-(P)-A bag crews worked to keep the wastowaway aboard a Polish ship ter away from three or four farmen route to England was "posi- houses. There was no immediate tively identified" today as the danger to the town of Union which missing Gearhart Eisler, 53, al- suffered a \$500,000 flood a year leged former No. 1 communist ago. in the United States.

U.S. Immigration Commission- stage at Vancouver, Wash., but no er Watson Miller told newsmen major damage was expected. Elthere was no question about the mer Fisher, river forecaster, said the Columbia probably would go Miller said Scotland Yard de- over the 18 foot stage predicted

tectives are waiting for Eisler's earlier as the crest. It will rise at ship, the Gdynia-American liner least four days, he said, and pro-Batory, to dock at Southampton, bably will reach a stage of 20.9 Appointment of Mrs. Floyd Fox England. It is due here Saturday, feet Monday. Justice department officials imthe Marion county educational mediately opened an investigation of any such flood as the one which

## The new director is also on the Men Needed to

Thursday morning the supply of farm labor hands at the state employment lacked 20 men of being front door. enough, W. H. Baillie, manager of the Salem office said.

With hop yards, strawberry patches and general farm crops work getting under full headway with the advent of excellent grow- want him is that "he just hesh't ing weather Baillie urges all who any personality." wish employment in this line to office at Cottage and Ferry streets.
Cherry growers are among the Cherry growers are among the group worrying over the possible labor shortage. Men wishing jobs should report by 6 a.m. and have lunches, the agency urges.

## Slots Keappear Near Portland

PORTLAND, May 12 - A the annual high school May day report that slot machines have re- program at 10 a.m. fourday. The appeared in a few private golf traditional baseball g : e between WEST SALEM, May 12-Mayor clubs just outside Portland drew the high school and alumni team Walter Musgrave predicted today a "baven't heard of it" response will top the afternoon schedule.

Sher.ff M. L. Elliott said his state school superintendent, will men have found no slot machines be the featured speaker at the

"If someone wants to sign a said, "we'll do our jobs"

#### Despite the hearness of attack Admitted Commie Given Monday, it was announced Thursters all air lines were operating. Admitted Commie Given day by Postmaster Albert Gragg. Monday, it was announced Thurs-**Baseball Scores**

National League Brooklyn II, Pittsburgh 6 New York 6, Cincinnati 3 Philadelphia 4, Chicago 2 Boston-St. Louis (rain)

American League 't Chicago 1, Boston 2 Detroit 2, Washington 1 tt St. Louis 9, Philadelphia 3 Only games scheduled) Coast League

Portland 5, Hollywood 9 Seattle 8, Oakland 7 San Francisco 10, Sacramento 1 Los Angeles 1, San Diego 9 Western International

At Vancouver 11, Salem 13 At Bremerton L Yakima

## Carl Hall, Salem Artist, To Receive \$1,000 Prize

Rash of Forest Fires Plagues State

Columbia Tributaries Rise Swiftly



## receive a \$1,000 prize as one of 15 artists, composers and writers

of Arts and Letters. The institute sent word Thurs- 88. day of the awards it gives to encourage young artists of demon-strated ability and to recognize directly attributable to the head tical way.

since the war, is one of four was started by a short circuit. painters on the institute's award

art instructor Hall studied at Meinzinger Art the predicted higher temperature school, Detroit. He was a combat the weather will be more tolerable artist with the 383rd infantry in than on Thursday, the bureau prethe Pacific. His paintings of re- dicted because the air would probcent date have been displayed at ably be drier.

debt about 26 billion dollars, which

he said was more than any other

In other developments on the

chief executive had done.

on official business.

Chosen at 4-H

Barbara Brown, Route 4, Corval-

day. One thousand 4-H members

represented 135 clubs with ex-

hibits at the Albany high school

room of the Portland Gas and

Judging will be completed Fri-

to public inspection in the after-

noon. Contestants, parents and

Runnerups for the "Healthiest

Boy and Girl" titles were: Second

place. Paul Anderson, Tangent,

and Sally Ohling. Route 3, Albany;

third place, Bruce Johnstone,

Route 3. Albany, and Carol Me-

sawed cleanly through at the bot-

Schneden Named Canby

CANBY, May 12-Fred Schneden,

ment in Davenport, Iowa, has been

named night officer of the Canby

Hudson announced. Schneden was

with Davenport for 22 years prior

WASHINGTON, May 12-(AP)-

The United States abruptly called

off further deliveries of repara-

tions by Japan today in a new step

toward restoring the Japanese to

JAP REPATRIATIONS HALT

police department, Chief James F

Residents reported seeing a man

Donnel, Shedd

man with a saw.

to coming here.

self-support

#### magazine color article last year. Truman Renews Pleas For \$4 Billion Tax Hike

WASHINGTON, May 12-(AP)-President Truman today stuck to his request for a \$4,000,000,000 (B) tax boost and anti-inflation powers? touching off sharp new opposition in congress and business circles. Mr. Truman told a news conference the twin programs he repeat- started by lightning. More thunedly has asked are still needed to keep the government from operat- decisionis forecast for the state toing in the red and to hold the nation's economy on an even keel.

### Natural Gas Line May Pass Through State

The Snake and Clearwater riv- for a 1 400-mile, 30-inch natural meeting "the greatest failure of - if it is indeed he - ers rose a foot at Lewiston, Idaho, gas pipeline running from west- the 81st congress is in the finaned after moving to California. skipped the country under two Mrs. Fox, who is a member of Jail sentences — a one-year ferm house on low ground to a depth of fornia were announced today. The said that if congress house on low ground to a depth of fornia were announced today. The "could cut \$3,000,000,000,000 off ex-

Frank McMahon, president of increase." But he added he is "not Pacific Petroleums, Ltd., of Can- particularly optimistic that it will." ada, said the projected pipeline Shortly after Taft spoke, the part of Alberta province. It would 000 annually to government costs Era to Salem to four lanes. run west and then south through as it approved a measure giving

into northern California. Since Canada would consume Robert Martin didn't want her cat, and so three weeks ago she only a small part of the indicated had him dumped 55 miles from potential delivery, he added, bring-home, in wooded country where ing the line over the U.S. border Healthiest Pair had him dumped 55 miles from potential delivery, he added, bringshe thought he could forage her would solve the marketing prob-

Marketing surveys have indicat-Two days ago the home-loving ed a demand in the Pacific northcat came plodding back to her west and northern California upon completion of the pipeline of about Fair in Albany "I guess," she told reporters, 500,000,000 cubic feet of natural "I'll have to send him to the hu- gas daily McMahon said.

# **Deadline Near**

Landlords have until May 16 to gymnasium and the Hospitality register newly controlled units with the local rent office, room Coke company local office. 315, 460 N. High st., E. G. Clay, area representative announced day and the exhibits will be open Doubtful landlords will be giv-

en help at the office in making leaders will attend a banquet at certain they will or will not have 6 p.m. to register under the new 1949 housing and rent act.

#### School Districts to Vote On Dissolution Monday

Voters in six north Marion county grade school district will cast ty grade school district will cast ballots Monday on a proposal to Police Seeking dissolve union high school district 6, which was formed by a Man with Sair vote of the districts last May 27 Polls will be open at Aurora, Butteville, Broadacres, Donaid, Hupbard and White. Voters opposed 393 to 211 a similar proposal at an election Sept. 16.

Silverton Park, Pool Superintendent Named SILVERTON, May 12 - (Spewith a saw saunter through the cial)-Corey Granger, 202 Cow- street just before the pole fell. ing st., was named park and municipal swimming pool superintendent today, and will begin work Night Police Officer Monday. He replaces D. E. De-Vinney, who resigned because of illness. recently with the police depart-

Granger came here from Kansas four years ago.



## 88 in Salem; Blazes Blamed On Lightning

A high of 90 degrees for Salem awarded annual non-member today was predicted at midnight grants by the National Institute by the U.S. Weather Bureau at Me-Nary field. The high Thursday was

Eighteen forest fires are in premore established artists in a prac- wave, all started by lightning. The eighteenth, and largest of the Hall, who has located in Salem group, in the Forest Grove area, In predicting 90 degrees for tolist. He is a Willamette university day the weather bureau said the skies would probably be clear, with A native of Washington, D.C., a north wind prevailing. Despite

Whitney Museum of Art and at | The largest of the 18 fires was Julien Levy gallery, both in New started by a short circuit in the York, His painting work on Ore- logging operations of C. F. Laughgon scenery was subject of a Life lin on Turner creek in the Forest Grove area. The blaze, in slashings, was being trailed.

Fourteen spot fires burst out in the Williamette National forest and in Western Lane county, all the result of lighting. Foresters started a plane patrol, and key lookouts were ordered to duty, ignoring the usual May 15 opening of the fire watch season,

Three other fires in Crook county of about an acre leach were day continued the fire danger. Then, in reference to a congres- Maximum temperatuers in Oregon sional drive to trim federal spend- Thursday included: The Dalles 921 ing, he said he believes in and has Pendieton 90; Roseburg 89; Portbeen practicing rigid government land 88; La Grande 36; Burns 86 economy. As an example, the pres- and Medford 82. ident said he had cut the national

## 4-Lane Road to NEW YORK, May 12-(A)-Plans Ohio) told a national lumbermen's Salem on Road

will consider widening the twowould originate in the northern house voted to add about \$1,500 - lane Pacific highway from new

State Highway Engineer R. H. passes in the Canadian rockies to its members \$3,000 extra for cier- Baldock said today this project Vancouver, B.C., and thence south ital hire and a \$500 allowance for might be included as a part of through Washington and Oregon telephone and telegraph charges the commission's program for his next two years.

Baidock said the commission's eventual plan is for a four-lene route from Portland to Eugene, with four-lane sections in the vicinity of Roseburg, Grants Pass, Medford and Ashlandi

The highway now is four-lane only from Portland South to New Era, a distance of about 15 mies.

#### ALBANY, May 12-(Special)-Lyle Noah, Route 2, Albany, and Mike DeCicco V lis were cheen "Healthlest Boy and Girl" as the Linn county 4-H and Girl" as the Line county 4-H club fair opened at Albany Thurs-

PORTLAND, May 12 - Plan Mike De Cicco refused today to resign as treasurer of the Oregon state democratic central committee, and challenged the committee to oust him.

The Portland tire dealer declared he would not abandon his job at the request of "Goody Goody Gosslin and the Honeyman interests. His reference was to W. J.

Josslin, state chairman, who had objected to a beach fracas involving De Cicco, a woman housekeeper and several sallors, Josslin has called a meeting of the executive committee to oust De Cicco.

#### POWER LINE BIDS OPENED

PORTLAND, May 12 -(AP)- The Bonneville Power administration opened bids today on Lebanon WOODBRIDGE, N. J. May 12 fine terminal aditions to the Al-- (AP) - Police today sought a bany sub-station. The low bidder was Lacy Construction co., Port-The downstown area was plungland, with \$7,397. ed into darkness last night when a light pole collapsed. It had been

#### Bravery and The Air Lift

"Bravery is nothing more than fear in a man beaten down by the pride in a man and bravery was plentiful in the Berlin airlift.

Henry McLemote gives some pertinent comments on the great operation in his column on page 4 today - and a sug-

Monday through Friday in your COMPLETE, seven-day yeararound newspaper-

McLemore appears each day

Se Gregon Co Statesman