

Bolivian Army Mobilized As Strike-Riots Continue

LA PAZ, Bolivia, May 31 (AP)—The government tonight ordered a general mobilization of Bolivian armed forces because of the grave situation caused by riots and strikes by tin miners and railroad workers.

All reservists were called up by the drastic government mobilization order.

A state of seige already has been invoked by the government. Under this proclamation, which means modified martial law, normal civil rights are suspended for 90 days.

IT SEEMS TO ME

By Charles A. Sprague

Under present federal taxing laws, a utility has to go up two steps to advance one. Like the spokesman for a pair who were dividing spoils, it is "one for you and one for me." For Uncle Sam sits in on business deals as a partner, a silent partner as far as running the business is concerned, but decidedly conspicuous when time comes for sharing the profits.

This situation is clearly brought out by Public Utilities Commissioner George H. Flagg in the recent telephone rate case. He approved an increase in rates of an estimated \$3,563,892. The federal government will take 38 per cent of this (assuming it is all carried to net operating income) for corporation income tax. That will leave the company an actual increase in its net income of \$2,209,614.

As far as the telephone user is concerned, the federal government isn't through with him. There is an excise tax of 15 or 25 per cent added to the customer's bill for exchange service. This will amount to an estimated \$597,873. The effect, then, is to take from telephone users an additional \$4,161,765 so the company may get an addition of \$2,209,614. That's very close to "fifty-fifty."

Farmers Fear Fill to Add to Flood Damage

Fears that flood damage to low-lying farm lands might be increased by the proposed fill on the Marion county approach to the new Independence bridge were expressed Tuesday when landowners met with the county court.

BUS DELIVERY DELAY Postpones Schedule

Delay in transferring and delivering proper vehicles Tuesday postponed the scheduled start of Salem-Tillamook bus service by Roy East lines. The trips will definitely start today with a 9:15 a.m. bus from Salem, according to V. H. Switzer, agent.

Animal Crackers

By Warren Goodrich



"Oink! Oink!"

Power Pole Bests 1929 Auto



Two teen-age youths were injured, one seriously, when this 1929 auto crashed into a power pole south of Salem Tuesday morning. The wrecked car is shown lying in a field beside the battered pole. Injured were Fred Lambert, 17, and Neil Stratton, 16, both students at Salem Academy. (Statesman photo).

Salem Academy Youths Injured in Jalopy Crash

Two youths on their way to school Tuesday morning in a 1929 jalopy ended up in a local hospital instead.

Court Clarifies Raise Question

WASHINGTON, May 31 (AP)—A wage increase bigger than a labor union demand was declared illegal by the supreme court today because the employer failed to notify the union of the raise.

County Courts Switch Clocks To Fast Time

Local Marion county trial courts succumbed Tuesday to the ravages of confusion. They'll be on daylight saving time starting today.

Plane Tops Stork in Berlin-Albany Race

ALBANY, Ore., May 31 (AP)—Mrs. Marshall Leeson left Berlin by air. So did the stork, close behind.

Cooking Gas Price Cut Indicated as Oil Costs Reduced

PORTLAND, May 31 (AP)—Another drop in the cost of the Portland Gas & Coke company products was indicated today in the wake of a price slash on oil used to manufacture the gas.

Memorial Day Death Toll at 413; Oregon Fatalities Reach Eight

The final toll from the Memorial day weekend in Oregon was eight lives.

Loc.	Max.	Min.	Precip.
Salem	63	30	0
Portland	63	30	0
San Francisco	64	32	trace
Chicago	53	24	0.90
New York	66	33	0.00

Standard Oil of California announced a 15-cent barrel cut in heavy oil. Other major oil companies usually follow Standard's lead.

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Chiefs of Staff Reject Mock Air Battle Plans Hickenlooper, Lilienthal Set AEC Showdown

Face-to-Face Public Hearing Opens Today

WASHINGTON, May 31 (AP)—Congressional investigators today decided to let Senator Hickenlooper (R-Iowa) himself question atomic chief David E. Lilienthal in a face-to-face meeting Tomorrow.

Pay Differential Sparks City Budget Committee Meet; Action Deferred

Whether a difference in pension plans entitles police to \$20 more monthly pay than firemen raised the biggest question mark Tuesday night when the city budget committee delved into a \$1,658,355 budget proposal.

Defendant



New York, May 31—Almer Hiss, ex-state department official, was back in the spotlight today as his federal court trial for perjury began. He is accused of giving false information regarding his relations with wittaker Chambers, ex-courier for a communist spy ring.

House Orders Check on B-36 Buying 'Deals'

WASHINGTON, May 31 (AP)—The joint chiefs of staff turned down today a house committee proposal to stage a mock air battle between the navy's jet fighters and the air force's B-36 (super bomber).

West Refuses Russian Bid in Big-4 Session

PARIS, May 31 (AP)—It was the West's turn to say "No" to Russia today.

Police Continue Search for Two Escaped Cons

No trace of two Oregon state prisoners reported early this morning although city, state and county officers and state prison guards continued the search.

Clark Orders Inquiry To Witness Tampering

WASHINGTON, May 31 (AP)—Attorney General Tom Clark today ordered a grand jury investigation of reports that there were attempts to tamper with witnesses who testified against Harry Bridges.

AEC Education Prompts Check

WASHINGTON, May 31 (AP)—Senators working on the appropriation for the atomic energy commission (AEC) decided today to write into the bill a requirement for an FBI check on all applicants for AEC education funds.

Billions Dollar Loss Totaled as Stocks Drop to Year's Low

NEW YORK, May 31 (AP)—The winds of deflation blew hard in the nation's market places today.

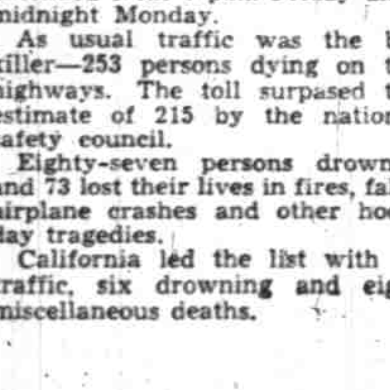
Strike Ruled Illegal

SEATTLE, May 31 (AP)—A federal court ruling today threw the Boeing Aircraft plants here into a stepped-up union jurisdictional contest.

Eisler Arrives in Prague After Secret Flight from English Field

PRAGUE, Czechoslovakia, May 31 (AP)—Gerhart Eisler, bail-jumping communist, slipped out of England to Czechoslovakia by plane today.

Animal Crackers



BASEBALL

WESTERN INTERNATIONAL: At Salem 7, Bremerton 12. At Portland 4, Seattle 6. At Spokane 4, Victoria 2. At Yakima 9, Tacoma 3. COAST LEAGUE: At San Diego 3, Portland 1. At Sacramento 4, Seattle 6. At Los Angeles 10, San Francisco 6. NATIONAL LEAGUE: At New York 4, Brooklyn 6 (14 inn.). At Philadelphia 6, Boston 7. Only games scheduled. AMERICAN LEAGUE: No games scheduled.