Billion-Dollar Cut Voted In Military Expenditures

99th YEAR

The Oregon Statesman, Salem, Oregon, Saturday, July 16, 1949

The Oregon Co Statesman

No. 119

First Signatures Filed for Recall of **Portland Sheriff**

in the movement to recall Marion L. (Mike) Elliott, Multno-

\$1.010,000,000 slash in military

Here it is. Without waiting for in an action which dealt a severe of control been up to this week? his class in CVA to get started, blow to advocates of a bigger State Treasurer Pearson launches air force.

a fresh study course. This time it is in state taxation, a subject quite as involved and controversial as a CVA. Our treasurer assigns the course to the state tax commis- and contract authority previously sion, augmented by the state bud- voted by the house for operating get director, the head of the bureau of audits and the deputy state treasurer. At least there are three during the current fiscal year, men in the lot who really know which began July 1.

something about the state's tax structure, and the resolution di- Okla) told reporters that an adrects that experts in the tax com But the last legislature created an interim committee to study tax-

ation and called on the tax commission to provide this legislative Air Fund Slash Voted committee with its expert advice. Thus, the state will have a tworing tax show: "Right this way, ladies and gents, this way for the Loard of control's super-colossal tax study;"-"Here you are, folks. the authentic, original, the one and only legislative committee tax study. Right this way folks; buy your tickets at the gate and get in on the big show!"

mission be used.

SEEMS

ro me

Pearson's resolution refers to Oregon's tax system as a "hodgepodge set-up, confusing to industry minded congressmen. and all segments of our people. But with two official bodies atworse confounded? Although in the language of

Pearson's resolution, the (Continued on editorial page)

Daylight Time Still Rests on Local Option

The referendum on Daylight Department Friday, assuring the daylight time cities that they can stay that way for two summers at

Balanced Budget Promised WASHINGTON, July 15-(AP)-A

By Charles A. Spraque spending was voted today by the Well, folks, what has the board senate appropriations committee

The cut the committee recommended to the senate was from a total of \$15,900,000,000 in cash voted by the house for operating the army, navy and air forces SP Employes

Senator Elmer Thomas (Dditional slash of up to \$600,000,-000 in funds for stockpiling ma-terials may be recommended by ditional slash of up to \$600,000,terials may be recommended before the senate acts

with his prior agreement-to Trainmen. cut \$433,000,000 from the funds ner he wishes.

raise the air forces from 48 groups recommended by the pres- failed. ident to 58 groups urged by air-

decided to end the program of tempting surgery on the tax-car- one-year enlistments, permitted amine the issue. cass, will we not have confusion under the draft act, by simply saving of \$50,000,000.

Budget to Be Balanced

Thomas flatly predicted to re-porters after two closed sessions Truman Aim of the full senate appropriations committee that "the budget this year will be balanced." Declared to Be about 10 per cent in the European recovery program plus an expect-ed cutback of funds would bring Dictatorship into balance.

Saving time was filed in the State Hospital Drive Workers Get

Heat Retreats--a Little; Hazard Still Up PORTLAND, July 15-(P)-The first signatures were filed today omah county sheriff. Walk-out

About 300 signatures were presented at the county courthouse for checking. Sponsors of the recall movement have 400 petitions in circulation. They need 30,520 valid signatures by Oct. 11 to force a recall vote against the democratic sheriff. The petitions charge him with

ineptitude in office and with misrepresenting his qualifications before last fall's election.

Vote Strike

SAN FRANCISCO, July 15-(AP) A strike against Southern Pacific

As for the slashes voted today: company's Pacific lines was Thomas said that Secretary of called today for 6 p.m. July 22 by Defense Johnson will be directed the Brotherhood of Railroad

The strike was called in a disof the three services in any man- pute over the number of brakemen to be employed on trains of In addition the committee voted certain length and under specified

\$799,000,000 slash in air force conditions; and the numbrr of funds approved by the house to men employed in switching yards. Mediation was attempted but

Under provisions of the national railroad act, President Truman Thomas said the committee also may forestall strike action for 60 days by appointing a board to ex-

cutting off these funds with a 7,300 employes participating voted for the strike, the union said.

COLUMBUS, O., July 15 -(AP)-

In a speech over the Mutual net-

In Steel Averted

12 PAGES

WASHINGTON, July 15 -(AP) The nation narrowly escaped a steel strike today as the industry's biggest corporations accented President Truman's 60-day neace plan under vigorous pro-

A fact-finding board appointed hy him late today will study the deadlocked dispute over a fourth round of postwar wage raises also pensions and group insur-- and will make recomance

mendations. The CIO steelworkers have demanded a substantial raise, mentioning 20 cents an hour as a nossible figure. The big steel comnanies have refused to grant any raise, saying it would hurt the economy

Three Men Named

Mr. Truman gave these three men the heavy responsibility of delivering an opinion by the end of August on the issues at stake. Chairman, Carroll R. Daugher-

ty, professor of business economics at Northwestern university. Judge Samuel I. Rosenman of New York, former adviser to Ninety-seven per cent of the President's Roosevelt and Truman David Cole of Paterson, N J lawver and labor relations ex-

> Some steel production, meanwhile is already lost to the country. That because major companies had begun to bank furnaces (see picture below), and they said it will be a few days before normal operations are resumed. Whether the board will succeed in averting a strike in September is something nobody

knows, but at least the crisis is over for the summer.

U. S. Steel Falls in Line

House

plan

tify before this board.

Sen. Robert A. Taft, the republi-Less than 12 hours before the can congressional quarterback, midnight deadline, the United tonight accused President Truman of leading the United States to a antly fell in with the White

will have power to recommend a

settlement. But it agreed to tes-

Yes, It Has Really Been Hot This Week



It has really been hot enough in Salem to fry eggs on the sidewalk - so that's exactly what three salesmen at the Valley Motor company used car lot did. Shown wearing bibs and sprinkling salt on their work are (left to right) Jim Miller, 450 N. 19th st., Cecil Wolverton, Salem route 1, box 415, and Carl Snyder, 2275 Lancaster dr. Wolverton cracked the egg on a water tap cover resting on the pavement, and 10 minutes later it was fried. It was 96 at the time. (Statesman photo).

City Loser In Water Out-city Man Suit But Run Ample Principal for

Salem was prohibited Friday in Marion county circuit court from Leslie School using any more than the 22 second feet of Santiam river water granted by state engineers in 1945 for the city's domestic use.

Judge Charles H. Combs of Lakeview, ruling o. the suit of Gardner Bennett against the city, directed the state engineer and water States Steel corporation reluct- master to shut off the flow at Salem's 18 foot diversion pipe near Stayton if it interferred with the prior

60 Farm **Families Flee Fire**

An invasion of cool air from the west brought relief to sun-parched Salem Friday. The high reading was 82, a drop of 14 degrees from the year's record high the day before, and about the same maximum was forecast for today.

The peril of fire continued here, however, as the city entered its 17th day without rain. Low humidity readings have forced loggers to leave the woods early for several weeks, a state forestry spokesman said Friday. The loggers begin work at dawn and usually halt work by 10:30 a.m. when the humdity creates a fire-hazard.

Partly cloudy was the weatherman's prediction for this morning, with clear skies,

One Blaze Threatens

In Eastern Oregon Friday, temperatures again sizzled above 100 degrees, but the sharp weather break in the western part left only one threatening blaze in the state. That was in southern Oregon, where a wind-whipped forest fire hased 60 farm families out of the Illinois river valley in southern Oregon Friday, the Associated Press reported.

Some of their homes were believed destroyed behind them. There were no influries, and it was believed all in the danger area were evacuated sately.

The Josephine county chapter of the Red Cross was called on to aid the families," now at Cave Junction. Cots and bedding were collected and sent to Cave Junct-ion from here. Food will follow.

Threatens Highway

The fire broke out in cut-over timber five miles south of Cave Junction late Friday afternoon. It jumped the 100-feot-wide Illinois river and swept down on farms that nestled in the timber.

Leslie junior high school will be Harold Bowerman, in charge of headed by Charles D. Schmidt, the Redwood Ranger Station of Pendleton, who was appointed the Siskiyou national forest, reprincipal of Leslie Friday by the ported o tuo 919 Salem district school board. control late last night, despite ef-Announcement of Schmidt's apforts of crews to cut a fire-break. attorneys, did not think the de- pointment was made by Superin- Fifteen-mile-an-hour winds pushtendent Frank B. Bennett who ed the flames. said he felt confident the Salem Shortly before midnight the fire district has obtained the services had spread over an area roughly of one of the best school principal? 11/2 by 21/2 miles. Bowerman rein Oregon. ported it had not reached national Schmidt, about 35 years old, has forest timber, but threatened to been principal of the Pendleton block the Oregon Caves highway, high school during the past year. two miles away. The mercury climbed to 104 at He has been in Oregon education-Ontario in southeast Oregon. al work for 12 years including teaching at Coos Bay and service Baker had 98, La Grande 95, Penas both an elementary and junior dieton 92. Medford was 12 dehigh principal there. He also was grees cooler at 92. Eugene had 84. an assistant principal of a Eugene Portland 81. junior high school before going to Fire Under Control Pendleton. The 5,000-acre blaze on Gunbarrell creek in the Malheur na-Schmidt will replace Joy Hills, Leslie principal for the past five tional forest was fire-trailed by for entries, and service clubs are a party to the 1945 agreement years who recently resigned to ac- 700 recruits after days of struggle. A rash of small blazes broke out cept a new position in the state competitive entries. A prominent had not objected to the regulations department of education. Sev- in northwest Oregon after a lightat that time. This was in answer eral local and out-of-Salem con- ning storm this morning. All cial contest awards are the divi- to the city's charge that Bennett didates were considered for the were controlled. A brush fire which threatened Redmond air base was controlled after burning a half-mile strip of land. **Managers** for The forest lands in the Elsie area south of the Nehalem river **Farm Labor** and Sunset highways were closed to the public. The closure of the Tillamook burn to logging gave rise to employment problems: the CIO Woodworkers reported more than a thousand men idled by the closure. Branch managers were named In Spokane, Friday's 100 degree maximum temperature made the day the hottest day Spokane the Salem area. has seen in nearly seven years. Manager William H. Baillie of Yakima had 101, Boise 100, and Salem office of the state employ- Coeur d' Alene 92.



least. Petitions bearing 17,500 signatures - 2,000 more than necessary Lists for Calls - were filed three hours before the deadline.

Now the voters will decide, in the November, 1950, election, whether or not they want the legtime in Oregon except when proclaimed by the governor.

Thursday.

Truman Mum on Secret Meet Despite Demands for 'Truth'

WASHINGTON, July 15-(AP)- advancement, inspired by the in-Unmoved by a senatorial demand ternational situation. Rep. Durham (D-NC), vice for the facts, President Truman today kept an airtight lid of sec-chairman of the congressional Takes Korea Job recy on last night's mysterious atomic committee, without hinting conference of topmost officials at the subject matter, said he concerned with atomic energy. didn't think it was too serious.

at Blair house - so hushed from the public that photographers could not get near the entrance.

On the senate floor, Senator Jenner (R-Ind) angrily declared the people are entitled to know the "truth" about what was going on. He said the administration is keeping the public in the dark about foreign relations.

The attitude of participants in the two and a half hour session ranged from cryptic hints of something of vital importance to observations that the meeting hadn't conderned with subjects too serious.

From other directions there were unconfirmed views that the meeting may have taken up the subject of renewed cooperation among Britain, Canada and the United States in atomic energy

Animal Crackers By WARREN GOODRICH



. . and a couple of 100 lb. sack's of sugar for Henry's sweet tooth.

About 250 persons who will solicit funds in the general Hospital islature's bill banning daylight at the Salem Chamber of Com-Had it not been for the referen- call on for contributions.

dum, daylight time would have Each was given 10 names from a been banned in Oregon tomorrow. list of 6,000. The general drive cent of its personnel and be more One other referendum - on the will open following a kick-off dinold age pension bill - was filed ner for the solicitors at 6:30 p.m. Monday at the Marion hotel.

work, the Ohio senator attacked the president's deficit budget. "Huge government spending has from the beginning been one of the essential features of Mr. Truman's program to follow the labor

dictatorship.

Development campaign gathered socialized government of England into a totalitarian state, directing merce Friday night to receive the the lives and activities of its citlists of names of persons they will

izens," Taft said. companies had already accepted. "There is not a bureau in Washington which couldn't cut 10 per efficient, and an average 10 per ent reduction would balance the cent reduction would balance the **Airline Stand** budget. Senator Taft also defended the 81st congress, which he said "is not

a negative congress although its **To Be Given** great merit will be that it hat prevented changes which would affect the whole nature of our government and the character of

Earl Resigns CIO;

the Amercan republic."

PORTLAND, July 15-(AP)-Stan- president, is expected to repre-Another committee member, ley Earl, state secretary of the sent the lines at a meeting with comment" when reporters inquir-ed about the dramatic gathering plications" of the meeting con-government offer to become labor

cerned but did not alarm him. adviser to the economic coopera-Cole said he agreed that the subject was properly secret. Had Russia been discussed? "Russia would inevitably be said he would submit his formal resignation to the CIO tomorrow should be allowed to continue stops here, rather than being rementioned in any discussion connected with national security," and leave next week for prelimin- placed by West Coast, which serves ary training in Washington, D. C. smaller communities.

the New Yorker replied.



GARY, Ind., July 15 - Thomas White, furnace helper, shovels limestone into an open hearth furnace at the Gary works of Carnegle-Illinoise Steel Corp. preparatory to a possible shutdown of the furnace to-day in face of threatened strike by CIO United Steel workers. Carnegle-Illinois spokesman said it had day in face of threatened strike by CIO United Steel workers, Change and Steel Workers, Change and Steel Workers, Change and Steel Workers, Change and Steel Steel

Plans Readed The huge company protested that it was being "compelled" to accept the plan in order to avoid **For Polk Fair** a strike. It still objected to the fact that Mr. Truman's board unlike Taft-Hartley boards -

In Monmouth

That did it. The other large MONMOUTH, July 15-(Special)

> the 30th Polk county fair, in Monmouth August 25 to 27. Officers are Eldon Riddell, Monmouth, presecretary; and Clarence Primus, Dallas, director.

Elven departments are scheduled

Coast Airlines' proposals reserving space for individual, for Salem service, as under consideration by the civil areonautics part of the compe tition with speadministration, will be presented to Salem city and Chamber of sions for 4-H club and Future Far-Commerce officials at a meeting mers of America members. being arranged for the coming Boy Scouts will compete for

week, it was disclosed Friday. H. A. Munter, executive vice Girls for best display representing the plaintiff in the case is entitled the seven crafts.

There is also a juvenile contest. open to every boy or girl in Polk under 10 years of age, with prizes offered in manual training sch-

United Air lines, now providing | ievements; hobby collection and tion administration in Korea. Earl service at "alem, has been ordered elementary school exhibits.

> **Courthouse for Museum Sought**

county court Friday.

ty and historical value."

new courthouse is to be built.

the old building "for the benefit

posterity and for its unusual beau-

of the present generation and for mined.

ights of the Gardiner Bennett interests.

John H. Carson, one of the city's cision would decrease the city's water supply. The city still can take water from seepage pipes on Stayton island and more pipes can be sunk to increase the supply if necessary, he said.

He added that any decision to -Arrangements are progressing for appeal the verdict would have to come from the city council. Bennett's complaint, filed in 1946, charged the city was using

more than its 22 second feet of sident; L. H. McBee, Dallas, vice- water granted by state engineers. president; Josiah Wills, Dallas, Bennett charged the city's diversion pipe was taking water which normally would flow past his property for his use.

Judge Combs said the city was which established water rights and had not filed his complaint at he Leslie post. proper time.

"Those (1945) proceedings are best troop project and Camp Fire binding on the city of Salem and to a decree without costs to either

party," Judge Combs said. During the current hot weather, use of water in Salem reached about 15,000,000 gallons a day, Offices Named according to Carl Guenther, manager of the Salem city water de-

partment.

This summer's consumption is Friday for four temporary farm higher than for any previous sum- labor offices to open Monday in mer, Guenther said, but the supply is in no danger of being exhausted, and no restriction is foreseen.

12 Die, Many A petition to preserve the present Marion county courthouse as a museum was lodged with Marion Hurt in Blast

The request bore names of 35 PRUEM, Germany, July 15-(AP)residents of Salem, Jefferson and A French army depot exploded to- house in West Stayton under Mrs. Woodburn, Present plans are to night, killing 12 Germans, injuring A. N. Arnold. tear down the structure when a scores more, and leaving hundreds

homeless in the vicinity of this the Woodburn office, and Mrs. The court was asked to spare German town 45 miles west of Coblenz. Cause was not deter- Alta Hall will handle the office

at Silverton

ment service said the branch of-

fices would handle employment for

the early harvest of snap beans

and hops and will close in Septem-

"The job of superintendent of a

Discharged Psychiatrist Lashes at Coordinator

Dr. Horace G. Miller, recently | may have to say will be presented discharged from the medical staff to the state civil service commisof the Oregon state hospital, said sion at the time of the hearing, Friday he has long been "unhappy expected within two weeks. "It is most unfortunate that over the developing and progres-

sively deteriorating situation" at gross ineptitude on the part of the coordinator of state institutions several state institutions. Dr. Miller made his charge in should have permitted hostility to

filing an appeal with the state grow up against me in the mind civil service commission here, of my boss who I unwisely helped Miller said he was discharged for to secure appointment to the hospital superintendency," Miller

Dr. Charles E. Bates, state hos- said. pital superintendent, when informed of Miller's charges, told state institution is a tough, full-

the Statesman Friday night he had time job and I should know. I no comment to make now. "I will feel that Dr. Charles E. Bates, do my talking before the civil ser- hospital superintendent, has not vice commission," Dr. Bates said. received the sound advice and Miller indicated a belief that much needed judicious control to William Ryan, coordinator of state which he is entitled from the coinstitutions, has given the state ordinator of institutions. board of control "distorted and The discharge order was signed

Ryan stressed that anything he (Additional misleading" information. (Additional details, page 5.)

Portland's City Tax Challenged

New offices are at 327 Second st., Independence, under Mrs. PORTLAND, July 15-(A)-The Beth C. Mills and at the school-Portland retail trade bureau officers filed suit today to enjoin the city from collecting its new taxes. Mrs. Julia Kallak will manage A hearing was set for next Fri-

dav The new ordinance levies a tax on gross sales and increases business and professional license fees.

HUBBY ENFLAMED

GRAND FORKS, N.D., July 15 P- Mrs. Alpha Mae Houle, 19, was sentenced to six months in jail today after she admitted pouring kerosene over her sleeping husband's body and igniting it. Andrew Houle, the husband, is apparently recovering.



WESTERN INTERNATIONAL At Salem, 4-12, Spokane 2-21 At Victoria 6, Vancouver 7 At Bremerton 2, Tacoma 1 At Yakima 7, Weinsteinee 8 COAST LEAGUE At Los Angeles 2, Portland 6 At San Francisco 1, Seattle 5 At San Diego 4, Oakland 5 At San Cramento 6, Hollywood 2 AMERICAN LEAGUE At Detroit 8, Bostol 7 At Chicago 4, Washington 9 At Cleveland 6, Philadelphia 8 At St. Louis 0, New York 6 MATIONAL LEAGUE At Brooklyn 11, Cincinnati 5 At New York, Pittsburgh (rain) At Philadelphia 6, St. Louis 1 At Boston 6, Chicago 1

HOUSTON TREASURER OREGON CITY, July 15-(AP)-The Clackamas county court appointed former Rep. Paul W. Hou-

Max. 58 62 49 64 73 an Francisco ____ 61 lew York

New York _____ 79 73 tr. Willamette river -2.5 feet. FORECAST (from U.S. weather bu-reau, McNary field, Salem): Partly cloudy this morning, becoming clear this afternoon and tonight. High today near 82; low tonight near 53. Agricul-ture outlook: Except for those activi-ties bindered by moderate winds the ties hindered by moderate winds, the weather will be favorable for farm work today and tomorrow.

(Sept. 1 to July 16) r Last Year 46.83 37.25

ston, farmer and civil engineer, as county treasurer today to succeed L. L. McFarlane who resigned to become postmaster, ef-

fective August 1.

THE WEATHER

SALEM PRECIPITATION

insubordination.

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