WASHINGTON, July 28-(P)-Secretary of State Acheson opened the arms-for-Europe battle in congress today with a warning that failure to boister non-communist countries may invite a military thrust

Steelers Acheson declared that the administration's proposed \$1,450,000,000 program is urgent for U. S. security and is the minimum amount

"which makes sense. Calling attention to Russia's huge forces, Acheson declared this country cannot ignore "the possibilities of direct military aggression." When a totalitarian regime fails in political aggression it is often

On the battleline it occasions

no surprise when a buddie along-

side is knocked over by a bullet

for the business of war is creat-

when one you have worked with

keep in touch with agencies de-

pending on the Chest for finan-

with his work regarded him al-

most as indispensable.

vice-in the 1920s he was

Salem Climbs

Into 52,848

Population

about 52.848. Postmaster Alber

The grand total of persons serv-

ed by Salem postoffice on its city

mated by Gragg to be 85,280.

Aussie Troops

In Coal Mines

-The labor government moved 1.

off their month-long walkout.

Many Australians think the coal

mining unions council will call off

the strike, which has closed down

most major industries for lack of

coal and brought unemployment

PORTLAND, July 28 -(AP)- The

Rev. J. R. Stewart of Salem was

re-elected superintendent of the

Free Methodist church today. The

c'iurch is holding its annual con-

ference at campgrounds near here.

Animal Crackers

By WARREN GOODRICH

ney and Melbourne.

Australian workers.

STEWART RE-ELECTED

as communist-directed.

C. Gragg estimated Thursday.

welfare agencies.

tempted to try military means

when no effective resistance is possible, Acheson said. The secretary went before the house foreign affairs committee

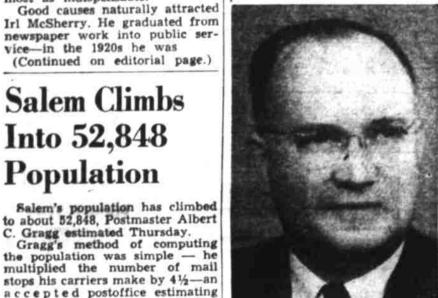
with a point-by-point defense of the arms program in the face of a strong republican attack which built up even before the legislation dent Philip Murray of the CIO was proposed.

outline their own deefnse strathe secretary said "a program in leaders "the most sanctimonious future years will be derived from recommendations" made by the defense organization set up under

ing casualties. But in peacetime the treaty. "The amount requested is urgon familiar terms is stricken it ently necessary in the interest of comes as a real shock. So it was our national security," he said. It with the writer on word of the is the minimum amount required sudden passing of Irl S. McSher- to enable the recipient nations adery. In various activities we had quately to guard against internal worked together, principally these subversion and to begin to underlast six years in the work of the take" their roles in a coordinated Oregon Chest which undertook defense.

the task in 1943 of raising money for support of the National War **Chest Director** Fund and continued as a means of financial assistance to state Irl McSherry In this work McSherry attained distinct success. It was his task to perfect county organizations over the state, to keep them functioning, to recruit new lead-ers when veterans faltered, to Passes at 52 ers when veterans faltered, to

Irl S. McSherry, 52, director of cial support. He gained the full the Oregon Chest since 1943 and confidence of community leaders and those who were most familiar Oregon Statesman, died at his



Irl S. McSherry

mounted and rural routes is estiof a heart attack. His estimate for Salem does not He had had a long career as a include the 986 believed to be livpublic official, politician and ing in the Kingwood Heights district, recently annexed to Salem.

Gragg estimated the population of McSherry served as secretary Salem to be 51,584 a year ago. The to Gov. A. W. Norblad in 1930 1940 cenus listed local population and was deputy state parole director from 1939 until he reigned to become director of the Oregon chest

ommander, president of the Marion county council, and commander of Capital post 9 of the Legion. He also was a member of Marion county voiture 153. SYDNEY, Australia, July 28-(AP) 40 et 8 society.

McSherry was a member of 500 soldiers into strike-closed coal mine areas today. They were or- the advisory board of the Salva- interests, and would stand to dered to start digging coal from tion Army and served on the make more by getting these crops open cuts next Tuesday if Aus- Cascade area Boy Scout council shipped than they might lose in tralla's 24,000 miners don't call In 1941 he was assistant director of state civilian defense.

The action came as communistled demonstrators clashed with po- M. McSherry of Salem; a son the duration of the strike. Barton McSherry of Salem; and lice and moderate-laborites in Sydtwo brothers. Frank McSherry of Prime Minister Joseph B. Chief- Freewater, Ore., and Ronald Mc- Mayors' Day Thursday ley has denounced the mine strike Sherry of Touchet, Wash.

Funeral services will be announced later by the Clough-Barrick chapel. (Additional details on page 5.)

for about one out of every four Stays at 3 Cents

The basic wage for hop pickers was set Thursday by Oregon Hop Growers association at 3 cents a pound, the same level as last year. Salem The price can be adjusted in emergency cases, if a growers' committee approves.

NEWSMAN OUT OF JAIL

MANILA, Friday, July 29-(AP)-Newsman Angel Parazo today fin-Newsman Angel Parazo today fin-ished a prison sentence imposed activities except for occasional fresh jail. by the Philippine supreme court winds this afternoon. for refusing to disclose the source of a news story. His 30-day sentence was cut four days for good This Year

Increase NEW YORK, July 28-(AP)-Presi-

Ask 30c

steelworkers today presented to Acheson bore down heavily on the presidential fact-finders in the the principal objection - that the steel industry dispute a demand program should be held to a much for a 30 cents an hour package. maller figure until North Atlantic The demand includes a 121/2 reaty nations have a chance to cents an hour fourth round wage

Then, in an angry outburst lat-It is only a one-year program, er, Murray termed steel industry bunch of professional racketeers in this country. This brought a sharp protest

> They demanded that the remark be stricken from the record. Murray replied: "All right, then, I'd like to substitute for the language I used and make it prevaricators and pro-

from company spokesmen present

vocateurs. Prof. Carroll R. Daugherty, chairman of the presidential board. ordered both comments stricken

from the record. "Name-calling is not to be expected again before this board," Daugherty said.

Murray explained later he was not referring to the industry spokement present but to leaders of the industry in general who, he said, had subjected him to a "slanderous mud-slinging attack." This attack, he said, came in

press releases in which the industry maintained he was dishonoring his contract by attempting to bring onetime managing editor of The the subject of pensions into collective bargaining meetings.

increase, Murray asked 11.23 cents an hour for pensions and 6.27 cents for social insurance.

Murray said the steel industry was amassing profits of about a billion dollars a year and should grant the union's "demand in the national interest.

Hawaii Plans Ship-Loading To End Strike

HONOLULU, July 28-(AP)-Senate and house agreed today on terms of a bill to put Hawaii into the stevedoring business and try to reopen the islands' strikebound

The territory would set up its own stevedoring operation instead of seizing struck firms. This govhome at 770 Hoyt st. Thursday ernment entrance into a strikebound industry without seizure is believed without precedent here. The proposed bill bans hiring

any striking longshoremen or using employes and equipment of struck firms "unless necessary." er of the house, said it would be nominee, Gov. Thomas E. Dewey Hiram Fong, republican speakequally hard on the seven stevedoring firms and on the CIO International Longshoremen's and mander of the American Legion, and also had served as district with the 89th day of a dock strike.

Warehousemen's union, now in the 89th day of a dock strike.

Thief Trades since it would prohibit hiring strikers and would deprive the

companies of profits. challenged this, saying the companies which control six of the seven struck stevedoring firms also had huge sugar and pineapple

stevedoring profits. The bill would limit govern-Surviving are the widow, Ellyn ment stevedoring operations to

At Oregon State Fair

Mayors of Oregon cities will be day, September 8, Fair Manager ring briefly, saying he would return later. The switch was disday. September 8, Fair Manager ring briefly, saying he would re-Hop Picking Price and president of the league of the thief failed to return. Oregon cities, will head the delegation of 150 mayors.

THE WEATHER

Max. Min. Precip. Portland San Francisco Chicago 94 ° 7 New York 98 7 Willamette river -3 feet

FORECAST (from U.S. weather bu-reau, McNary field, Salem): Fair today and tonight. Little change in tem-perature with highest today near 82 and lowest tonight near 48. Weather

SALEM PRECIPITATION

Last Year

The rape-robbery touched off a series of racial disturbances around Groveland last week and resulted in calling out a company

Workers Hit Drive's Goals

had passed their quotas. A team quota is \$2,400 and an individual worker's \$400.

reached \$2,768 Thursday.

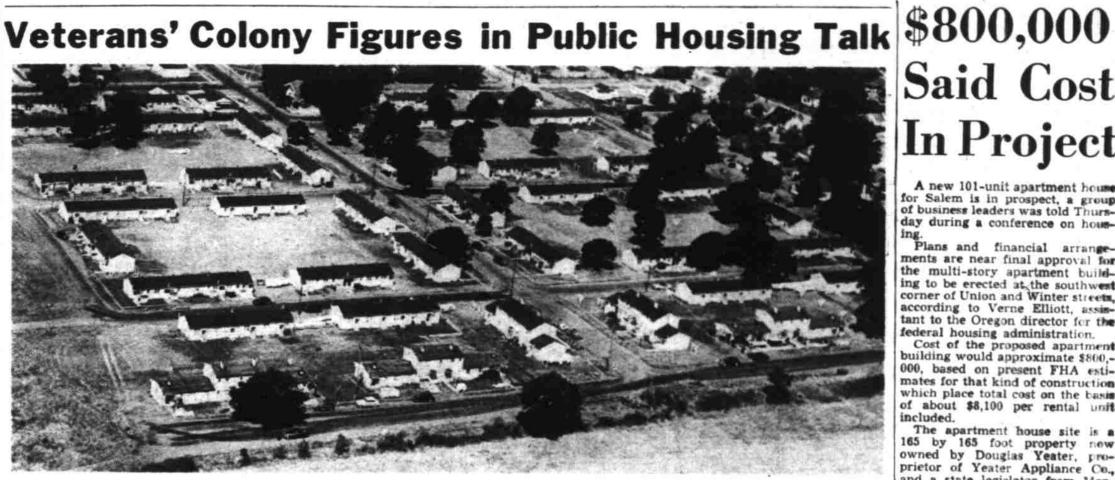
Workers who had collected 20, was revealed Thursday. \$400 or more included Thelma The Paris will, filed in Marion divided among the four bene-Mankerts, Earl Mootry, Mrs. Phil county probate court, sets up two ficiaries.

As the pledge campaign of the Brownell, Dale Bates and Doro-trust funds of \$100,000 each for Salem Hospital Development thy Omans. The larger gifts total his widow, Harriett W. Paris, and drive climbed to \$306,166 Thurs- had reached \$222,290 and the daughter, Frances Paris Brooks. day one team and five workers doctors' pledges, \$66,190, it was reported.

Meanwhile, possibility that Sa-One team, captained by Mrs. hospitals may eventually share in Town, Neb., and the Children's V. E. Gibson, and under the com- the estate of the late Robert D. Farm home of the Oregon Wommand of Mrs. Donald Burke, had Paris, former Stayton woolen en's Christian Temperance union. mill operator who died here July If the daughter dies without issue

On the death of Mrs. Paris ber trust fund is to be divided equally among the two hospitals, Father lem General and Salem Memorial Flanagan's Boys' home at Boys then her trust fund also is to be

101 - Unit Apartment Due for Salem



The Oregon Statesman

FOUNDED

The Oregon Statesman, Salem, Oregon, Friday, July 29, 1949

Clark Named To High Court; Beside the fourth round wage acrease, Murray asked 11.23 cents

WASHINGTON, July 28 -(AP) President Truman today chose Attorney General Tom Clark to become a justice of the U.S. su-preme court and Sen. J. Howard McGrath of Rhode Island to succeed Clark. Both are democrats. Clark is 49

Besides his senatorial post, Mc-Grath is chairman of the democratic national committee. Accepting the nomination, that I approach it. I hope I am

has paid me." McGrath was also expected to accept, though that was not certain. He said he was "highly gratified" that Mr. Truman offered him the post as chief of the justice department, but told newsmen he wanted to talk it over with his

family over the week end. Thus Mr. Truman rewarded two more of the faithful who stood by him during the election campaign last year when many others were giving it up as a hopeless cause. McGrath quarterbacked Mr. Truman's campaign to a stunning upset victory over the republican championed Mr. Truman.

ERP. Mitsuyuki Kido, democrat, Diamond Rings

ALBANY, July 28-(Special) Police today were searching for a slight-of-hand jewel thief who substituted a \$300 ring for a \$750 woman's diamond ring in a local jewelry store.

Hollis Hull, store proprietor, told officers the switch was apparently made as he turned his back for a

moment to bring out a tray of After making the switch and leaving, the thief re-entered the store and asked to see a man's ring valued at \$1,500. However,

George W. Peavy, Corvallis mayor covered several hours later and

Slain by Posse MADISON, Fla., July 28-(AP)-The fourth negro charged with and beating her husband was slain

lawfully by a posse, a coroner's jury decided today. Three other negroes, all in their 20s, have been indicated for rape by a Lake county grand jury and are being held in a undisclosed

From the air this is what Salem's only public housing looks like Labeled Thursday as "the closest we have in Salem to slums," this is the veterans housing colony in southeast Salem, where 172 family units are rented by the Salem housing authority to local veterans. The colony has been fully occupied for more than two years, but present vacancies are being accumulated so that the stipulated 82 apartments will be available this fall to Willamette university veteran-students with families. (Photo by Don Dill, Statesman staff

Private, Low-Cost Housing Best Bet, Salem Meet Holds

By Robert E. Gangware

What this town needs is a good \$6,000-\$7,000 house-many of them.

This was the general view of several Salem business leaders Clark said: "It is with humility Thursday in a two-hour conference with Verne Elliott, assistant to the Oregon director of the federal housing administration in Portland. The businessmen were all for encouraging worthy low-cost housing construction by private investors, instead of eyeing government ed three years of graduate train-

funds for a possible city-federal housing development. They allowed that public housing under new federal law might answer metropolitan slum clearance problems, but joined in the opinion that Salem should rely on private building. One of the men

Colony Called Nearly Slum

"The closest we have to slums

This discussion of housing was

occasioned by Salem Retail Trade

bureau's request for a conference

were Mayor R. L. Elfstrom; Cham-

ber of Commerce Manager Clay

and Chairman James R. Beard.

Elliott made it clear that FHA

Elliott predicted, however, that

small house prices will decline and

considerably improve the low in-

come housing situation. He said

the latest housing in Portland in-

cludes comfortable small homes in

the \$8,000 bracket which are out-

selling homes built a year or two

before under higher construction

costs and still priced at several

Mayor Elfstrom suggested that

housing prices will have to come

cent months have seen new at-

Elliott added that more FHA as-

and buyers in Salem might result

from an increased federal budget

Two or three of the business-

public rental housing project in

certain days every week.

thousand dollars higher.

siderably lower level.

that figure.

More Banks Interested

in Salem is already a public hous-

ing venture-the veterans hous-

Mobster Dies; Police Charged In Vice Work

LOS ANGELES, July 28-(AP)-Los Angeles' multi-sided vice Cochran; Burt Picha, Salem Board blowoff hit twin climaxes today, of Realtors president, and trade with the death a mobster and the bureau directors John Adlon, indictment of five police officials.

Ralph Schlesinger, Earl Heider Edward (Neddie) Herbert, husky first lieutentant of Gambler has nothing to do with adminis-Mickey Cohen, succumbed to shot- tration of the new public housing gun slugs which severed his spine law. Administration of the new during an attempt to assassinate program is now getting establish-Cohen eight days ago. Cohen is ed, with a west coast regional ofrecovering from a shoulder wound. fice in San Francisco, he said.

The county grand jury charged Meanwhile, FHA continues to limperjury against retired police chief it its activities to approving loans Clement B. Horrall, assistant chief for private interests in the build-Joseph F. Reed, Capt. Cecil H. ing picture. Wisdom, head of the personnel Predicts Cost Decline bureau, Lieut, Rudy Wellpot, in charge of the administrative vice squad, and C. V. Jackson, Wellpot's chief aide.

It also accused Wellpot Jackson of bribery.

Doctor Sends

PORTLAND, July 28 -(AP)- A Portland physician who diagnosed store prices are being reduced to 4th Charged Negro his own case was committed to the state hospital for the insane at his own case was committed to the stimulate business. Salem today.

The physician, whose name was withheld, told the court he had flown into rages recently over minor affronts. On a few occaraping a 17-year-old housewife sions he injured others. He confor the safety of society should be put away.

Two psychiatrists agreed after an examination, and Circuit Judge Ashby C. Dickson ordered the commitment.

SALEM U. S. A.

Many states have a Salem. including Missouri where an Ozark mountain community in the storied Jesse James country happens to be another county-seat Salem.

That particular Salem is described on page 10 today by Eric Bergman, former staff member of The Statesman who is now touring the United States to bring a colorful account of the "life and times" of every town named Salem, for readers

YOUR HOME NEWSPAPER

क Oregon Datatesman

Polk Chooses Dr. Stewart Health Officer

ial) - Dr. J. H. Stewart, West Salem physician, will be Polk the project mentioned is the only ounty health director on a full- elevator-type apartment constructime basis, it was disclosed today. Ition for Salem now being proces-He will establish his county sed or considered by FHA. office in Dallas after a brief period of preparation for the new position in public health, only recently approved as a full-time post by the Polk county court.

Dr. Stewart will be replaced in his private practice here by Dr. Don E. Woodard who has just located in this city. Dr. Woodard recently complet-

ing in medicine, following four years of duty as a medical officer with the U. S. air force. Dr. Woodard has established his residence in Kingwood Heights.

Adviser



Oregon state police, is to leave mented by a permanent chairman, Saturday for Berlin as a consulting expert for German police administrators during the lice administrators during the next 60 days. He headed Ger-Chinese Reds man civil police just after World War II. (Story on page

down to get buyers, just as retail China Policy The FHA official noted that re- Under Study

tention by lending institutions to WASHINGTON, July 28 -(AP)combined FHA and veterans administration financing of new Secretary Acheson said today the eration. homes. This permits veterans to state department is making a buy with a down payment of only "thorough survey" of the far east- fighting for the town 100 miles about \$200, then pay for the first ern situation. He indicated future northwest of Changsha, the provinyear or so at about \$70 a month policy on China would be based before payments revert to a con- on the results. Acheson mentioned the survey

during testimony before the house captured Chuchow in an operation He said the 4 per cent interest foreign affairs committee in sup- that cut the Canton-Hankow railstipulated by VA was a drawback port of the administration's \$1,from the start, but more banks 450,000,000 arms program for are now interested in lending at Europe.

He told committee members he hoped "in a very short time" to sistance to prospective builders outline a far east policy.

for FHA this year. Although not yet settled, the proposed budget of yet settled, the proposed budget of \$23,000,000 would allow employment of additional trained men, he

said, and permit the location of PORTLAND, July 28 -(AP)- The FHA representatives in Salem on state liquor control comm turned down an application for an men at the conference voiced the proved one at Glendale, which is opinion that an attempt to locate north of Grants Pass.

The Corvallis Elks lodge was Salem would remove the incentive granted a master locker license, for both private construction in although the city itself is dry. The the low cost field and home buying by Salem residents in mod-cles are needed in Klamath Falls, erate income brackets.

Said Cost In Project

A new 101-unit apartment house for Salem is in prospect, a group of business leaders was told Thursday during a conference on hous-

Plans and financial arrangements are near final approval for the multi-story apartment building to be erected at the southwest corner of Union and Winter streets, according to Verne Elliott, assistant to the Oregon director for the federal housing administration.

Cost of the proposed apartment building would approximate \$800,-900, based on present FHA estimates for that kind of construction which place total cost on the basis of about \$8,100 per rental unit

The apartment house site is a 165 by 165 foot property new owned by Douglas Yeater, proprietor of Yeater Appliance Co., and a state legislator from Marion county.

Yeater said Thursday a real estate transaction with out-of-Salem party was in negotiation but had not progressed far enough for any announcement. An old frame house now occupies the corner let, At the housing confab in the R. L. Elfstrom store Thursday (story in column 5), Elliott told the local men that the apartment project had FHA sanction and, according to FHA standards, its one-

and two-bedroom apartments WEST SALEM, July 28 -(Spe- would rent at \$45 to \$75 monthly. The FHA official added that

Senate Passes Unity, Budget For Services

The senate today accepted the terms of a compromise bill tightening the military unification law and setting up a new money-saveing budget system for the armed

services. The measure, approved by voice vote, now goes to the house for the final legislative step. It was just about what President Truman and Secretary of Defense Johnson had asked for. The budget provisions were in general accord with the recommendations

of the Hoover commission. The compromise measure gives the defense secretary broader and more direct authority over the army, navy and are force

The bill contains a strict probition against merger of the services or major shifts in funds, functions or personnel. This is expected to ease the anxiety of the marines, who feared absorption by the army, and of the naval air branch, which looked with a fearful eye toward the expanding alr

A comptroller of defense expenditures would be established in the office of the secretary of de-

The joint chiefs of staff - the military heads of the army, navy Lt. Farley Mogan (above) of the and air force - would be aug-

Near Changteh

CANTON, Friday, July 29-(AP)has penetrated to the outskirts of Changteh in the heart of the Hunan province rice bowl, nationalist dispatches said today. It appeared to be a significant flanking op-

The dispatches reported heavy cial capital. The importance attached to this Red push was this: Yesterday an official dispatch acknowledged the communists had

way 315 miles north of Canton.

WESTERN INTERNATIONAL t Vancouver 8. Salem 9. t Victoria 5-3, Yakima 0-9. t Tacoma 6, Wenatchee 5.

At Portland 1, Rollywood 0, At Oakland 6, Seattle 5, At San Diego 6, San Francisco 8, At Los Angeles 8, Sacramento 4. New York 3, Cleveland 2, Washington 7, Detroit 13, Boston 6, Chicago 1, Philadelphia-St. Louis (rain)

NATIONAL LEAGUE