Federal Tax Hike to Tag Cars, Cigarets, Appliances

Measure SEEMS Gains in O ME House

Both General Ridgway and General Van Flect have been guarded in their reports of the smashing of the initial spring offensive of the and a long list of household ap-Chinese red army in Korea. The latter hailed the event as a great victory, but warned at the same time that another and perhaps heavier punch was coming. It seems to be developing now.

By Charles A. Soraque

Behind a smoke screen the reds been able to maintain their bridghead. In North Torea forward movement of equipment has been observed, revealing a build-up of forces and supplies. Work of laying out airfields also progresses in enemy territory. Before long we shall see a fresh thrust to crack the UN lines close to the 38th parallel.

The great mystery of the Korean war has been the withholding of planes from the red armies. It is known that they have planes and that Russia has planes in adjacent Siberia. But not largescale commitments of planes have been made. The occasional flights of Russian-made jets have held to North Korean territory. Thus, the allies have not been able to determine from the pilots in planes knocked down whether they are flown by Russians or not. The 10 per cent manufacturers' excise airfield activity would seem to presage the use of planes to support the coming offensive.

Much speculation has arisen also as to the relations between red China and Russia. It is freely assumed that Russia has been the prime instigator of the North Korean attack and encourager of red China's intervention . Gen. Marshall also states that Russia is the principal supplier of military (Continued on editorial page 4)

Ex-Pen Official Charged with **Grand Larceny**

Felony charges of grand larceny involving the alleged theft of \$3,-500 were added Monday against

WASHINGTON, May 14-(AP)-The house ways and means com- 101st YEAR mittee tentatively voted a \$614,-500,000 increase today in taxes on cars, trucks, cigarets, television sets

pliances. Contrary to earlier unofficial reports, however, the federal tax on gasoline was left unchanged at 11/2 cents a gallon.

Total prospective additional revenue from the 1951 tax bill now pushed across Coyang river on the stands at \$6,325.000,000 with sevcentral Korean front and have eral excise tax fields remaining to be explored. President Truman asked for a \$10,000,000,000 revenue increase this year.

The committee voted to raise the cigaret tax from 7 cents a package to 8 cents for an estimated \$177,-000,000 additional income. The treasury had asked for a threecent hike. An unsuccessful effort

has made to exempt economybrand cigarets from the increase. If the committee's recommendations become law, the tax on passenger automobiles and motorcycles will rise from 7 per cent at the manufacturers' level to 10 per cent

The manufacturers' tax on trucks and buses would go up from 5 to 8 per cent, The committee rejected the

treasury's proposal to increase the rate on household electrical, gas and oil operated appliances to 25 per cent. However, the base of the tax was broadened to take in the

following additional appliances: Mangles, dish washers, clothes dryers, electric razors, floor polishers and waxers, electric and power driven lawnmowers, hedge clippers, belt driven fans, dehumidifiers, door bell chimes, electric food choppers and meat grinders, electric ice cream freezers, home movie projectors, automatic tim-

ing devices, and electric pants pressers. The committee voted to hike the rate on radios, television receivers, phonographs, phonograph records and musical instrument from the present 10 per cent to 25 per

The tax writers voted specifically not to tax sewing machines, washing machines and garbage disposal units. The existing 10 per

cent tax on refrigerators, quick freezers and air conditioning units was left unchanged.



The Oregon Statesman, Salem, Oregon, Tuesday, May 15, 1951

All It Takes Is Axe Handle, Motor, Buggy Wheels 11 Perish

The Oregon Co Statesman

FOUNDED 1851

As Ships Collide

NORFOLK, Va., May 14-(AP)-A collier rammed a navy seaplane tender loaded with high-octane gasoline off Cape Henry today, and the navy said tonight that 11 men were killed-all aboard the tender. Nine of the victims were trapped in the engine room of the tender USS Valcour by blazing gasoline after the naval vessel collided with the colliar Thomas Tracy.

Naval spokesmen said that salvage crews had been unable to enter four compartments below decks to search.

The navy declined to speculate on whether any more bodies might be found in the four compartments not yet entered.

If the entire assigned complement of the Valcour's 215 officers and men were aboard-which is not likely-a total of 25 men remain unaccounted for, an Atlantic fleet spokesman said.

The Valcour was enroute for operational exercises in the Atlantic and was loaded with 70,000 gallons of aviation gas.

Fifth naval district headquarters said the collision resulted from a steering and power failure aboard the Valcour. The tender veered across the course of the Tracy and the collier rammed the navy ves-

sel amidships Navy public information officers said the gas apparently spilled into the engine room and ignited, Shortly after the entire starboard (right) side of the ship was aflame. Gasoline spilled into the water and burst into flames covering an area of 100 yards.

Railroad Rails Stolen; Loot of

Thefts Varied

ported Monday.

day evening.

Monmouth Man.

Adams' truck was found

Oregon Strawberries

City police were seeking an en-

ergetic thief Monday who stole 700



This home-made motorized buggy is the handiwork of Carl Hills, right, who put it together of odd parts

Overpass Plan Wins Home Made

City Council Backing Auto Kin

Coast-to-Coast

Light Plane

By Robert E. Gangware

City Editor, The Statesman

railroad tracks was urged by Salem city council Monday night in

esolution directed at the state highway commission

An overpass to separate the Wallace road bridge approach and

for \$30. He's pictured taking friend Robert Norman, 1740 Oxford st., out for an 8-mph spin. (States-

British Alert Paratroops; Iran Watched

PRICE 5c

Statesman Centennia

No. 49

By Tom Ochiltree

LONDON, May 14-(AP)-Trouble-shooting troops of Britain's crack 16th independent parachute brigade group rushed tonight to assembly areas at Aldershot, near London, under orders to get ready for an undis-

closed emergency assignment. Are they intended for Iran?

Strong indications are that the Marshall Says firm measures if Iran insists on nationalizing the huge British oil interests there without first try-ing to negotiate a settlement. The alerted 4,000 paratroopers

-known as the "fire brigade" because of their training for use in emergencies-could have an important part in these firm measures.

No Departure Orders

Military sources said that the group, made up of three parabattalions and attached chute units of airborne artillery, engi-neers, signalmen and a field ambulance setup, has no departure orders. The sources said the alert was routine war office business. But the London Daily Mirstor said the troops are being issued tropical uniforms and equipment and will soon get innoculations

against tropical diseases. The Iranian oil crisis threatening seizure of one of Britain's North Atlantic pact forces in Eubiggest sources of petroleum, tary interrupted Foreign Secretary Herbert Morrison's Whitsun holi-support the Truman administra-

to carry out a law nationalizing the British-owned Anglo-Iranian mony in the inquiry into the fir-ing of General MacArthur. The next witness at 9 a. m. EST

Ike, Ridgway **Oppose Mac** WASHINGTON, May 14 -(Secretary of Defense Marshall tified today he believes the nation's top military men stand

solidly against Gen. Douglas Mac-Arthur's war plans for Korea. Marshall said adoption of the MacArthur policies might cripple the buildup of Europe's defenses. The defense chief insisted the MacArthur proposal to bomb and blockade Red China and use Chinese Nationalist troops might draw Russia into the conflict and touch

off a third world war. And he named Gen. Dwight D Eisenhower, commanding the rope, and Lt. Gen. Matthew B. Ridgway, who succeeded Mac-

Isle of Wight, Morrison kept in gram. close touch with the foreign of-fice by telephone. He also put the final touches on a new British note protesting Iran's rapid more and foreign relations committees as he

Frederick Beck, Salem, dischar-ged head of schools at the Oregon state penitentiary.

Beck, arrested last Tuesday on charges of introducing benzedrine into the prison, vas rearrested Monday after Mrs. William Homer Berry, wife of a convict, had filed a complaint against the former city juvenile officer on the new charge.

Beck wa. freed on \$3,500 bond Monday afternoon. He will appear in district court today at 10 a.m. district court today at 10 a. m. held at 1:30 p. m. Tuesday before enter a plea to the larceny Justice of the Peace W. A. Wiest. charge.

grand larceny charge. Beck plead- wounds.

ed innocent last Thursday to the trial set for June 6 at the time of

his second arrest. The \$3,500 mentioned in the

larceny charge represents the to-tal amount in currency mailed to Costs Tourist Dupree Poe, a convicted murderer, by Mrs. Berry at her husband's request, State Police Captain Ray Howard said. Three thousand dollars was included with a \$1,000

check in a registered letter which Beck signed for at the Salem post office minutes before his first arrest. Capt. Howard said the other \$500 had been sent to Beck's ad-dress previously. It meek's ad-Mont dress previously. It was also ad-

dressed to Poe, police said. State police said Beck had signed a statement at the time of the first arrest saying he received the \$500 and after retaining a \$10 fee, sending the remainder to "an unknown person at an unknown ad-

Mrs. Berry, complainant in the larceny case, told police she had sent the money to Poe at her husand's request. Berry had asked for the money in a reported attempt to obtain influence to secure his release from the prison where he is serving a 20-year term for rape.



Eagleton to **Face Charge**

Statesman News Service INDEPENDENCE, May 14-A

preliminary hearing for David W. Eagleton, charged with assault with a dangerous weapon, will be city police. The charge was filed following

Beck's attorney, Bruce Wil- an incident on Main street Satur-liams, said Monday night that day night when Tom Camden and Beck would plead innocent to the Bill Goddard suffered minor

(Initial reports gave the name charge of taking the benzedrine into the prison. He was free on bail of \$1,000 while awaiting court

Auto Break-In Over \$600

ins at north Salem motels was revealed Monday night by city

equipment and clothing valued at

Police said a wing window on the auto had been forced to get Sunday night and Monday morn-

Adams' sister, Mrs. Wilbur Lomb binoculars, an electric iron, a woman's suit and a white eye-

Third of a series of auto break-Vacationist Jack Stower, Shelby,

Mont., reported the theft of sports Nephew Missing more than \$600 from his 1951 Hud-son parked near his cabin at the On Umpqua River Rose Gardens motel, 3350 Portland ELKTON, May 14-(AP)-A fisher-

in this area today. It was feared both had drowned in the Umpqua into the car sometimes between river. They were Allen Adams, 29, Monmouth, and his nephew, Don-

Listed as missing were two sets ald R. Smith, 13, of Elkton. of golf clubs, a 35 mm Buccaneer camera, a DeJur light meter, a pair miles above the Elkton bridge. of golf clubs, a woman's buck-There were marks where a boat skin jacket, woman's shorty coat, had been dragged to the water. man's jacket, pair of Bausch and

Hugus of Eugene said a man fishing from the bridge Saturday reshade. The value of the items was ported he saaw a boat and a hat set at \$635.25 by Stower. floating downstream that day.

MacArthur Eyes Northwest Visit Late in August

market here today, two weeks SPOKANE, May 14-(AP)- Gen. Douglas MacArthur will "make earlier than a year ago. The price for the part of a flat was \$4 a 12-cup fill, the same every effort to be in Spokane on August 24" for a state American Legion convention appearance, he informed Legion officials today. The general was invited last The general was invited last the Legion's many as 10 flats by Thursday or

month to speak at the Legion's evening drum corps show in Spo-kane's memorial stadium. Conven-tion official John MacPhee said MacArthur asserted in a letter that **Tempermental** Cows he will try to include Spokane in a speaking tour now being plan-In Draft Deferment Plea

TOO EARLY FOR STASSEN NEW YORK, May 14-(AP)-Harold E. Stassen, president of the Uni-versity of Pennsylvania, said to-day it is "too early" for him to say whether he will be a candidate for the republican presidential nomi-nation in 1952.

traffic between Salem proper and pounds of steel railroad rails from the westside and the hazard and delay caused by the railroad cross-ing over Wallace road near Edge-Salem Sand and Gravel Co., 1405 N. Front st., sometime over the week end. water street. The resolution mentioned also nat seven Oregon legislators re-Record Set by Police said the rails were all in 8- to 10-inch pieces. that seven Oregon legislators re-

Investigations of thefts from a cently went on record asking the parked auto, larceny of a boat and highway committee to re-examine of a shrub were also underway by its plans with an eye to grade sep-aration at Wallace road. Bob Ausmus, Albany, complain-

Polk County Backer ed that a .32 Mauser revolver, a

man photo.)

Backing the resolution before set of golf clubs and German-made the council also was Emmett T. binoculars were taken from his Rogers of Polk county. car parked at the Rose Gardens

motel on Portland road sometime Aldermen Monday night aimed Sunday night or Monday morning. a recommendation at another state The shrub, an azalea plant, was body, the capitol planning commisdug up and removed from the sion, when they voted to bring in front yard of the E. A. Russell res-May 28 a bill to repeal the stopidence, 2325 Maple ave., Friday or gag ordinance requiring any struc-Saturday night. The theft was retural changes in the capitol zone

to clear through city council, Mrs. Laddie Gale, 1485 N. Sum-"That should instigate some zonmer st., reported the loss of the ing action," commented Mayor A. Los Angeles in a non-official 23 rubber boat. She told police it was W. Loucks after the councilmen hours, four minutes and 31 sectaken from the back yard of her mentioned that the state planning onds. home between Saturday and Sungroup has asked for a conference with city zoners over permanent

zoning in the area north of the capitol. The stopgap law was passed to protect that area until the state legislature could act on proposals to extend state property north from Center street.

Petition Filed The council move last night was much of the trip, but his non-stop prompted by its approval of S. A. hop bested a 13-year-old official man and his nephew were missing Wheatley's petition for permission speed record for light planes. to change wooden steps to concrete at 725 Court st.

Congestion of Front street traf- two regular wing tanks and two fic drew council attention, with the portable tanks with pump attachresult that parking was limited to ments, and two five-gallon cans in one hour between State and Ferry the cockpit. Over Cleveland, he on the east side of Front street had thought the supply wouldn't and the city attorney was in- last. structed to check on laws prohibit-

ing overnight parking of freight fuel for about five more hours fly-

Action on a long - pending city tree ordinance was called for by ignored several calls for its report to the council on the bill he pro-**Reach Portland Market** PORTLAND, May 14-(AP)- Fields near Canby produced the first strips Oregon-grown strawberries for the The council formally thanked by

resolution Mr. and Mrs. A. A. Larsen for their donation of property just south of Salem for establishment of a city playground.

(Other council news on page 2.

Spokame 5, Salem 0 Wenatchee 3, Victoria 8 (11 inn.)

Coast League

American League

New York 11, Cleveland 4 Washington 7, Boston 8 (11 inn.)

National League

Carl Hills, 18, a Sacred Heart Alderman Earl Burk said early plans for the new Marion street academy student, claims his homebridge had called for such an overpass, but it was eliminated to save made car will do eight miles an Oil company.

expense. The resolution he sponsored stressed growing industrial and hour. And that's not bad for \$30. Which Carl says is about what it cost to assemble it from an old communications. buggy, a two-cycle, three-horse-It was understood the United power dragsaw motor, and an axe handle that provides a sort of joy-States is being kept informed on all developments. stick to steer with.

> Carl, who lives nine miles south of Salem in Sunnyside district, went to the public library and looked up pictures of old cars before starting to work on his horseless buggy. It's patterned after a model that was snappy about 1900,

To Buggy

NEW YORK, May 14-(AP)-A baby but he says he doesn't remember monoplane, with a 47 - year - old the make.

The vehicle burns gasoline father of nine children at the conmixed with oil, starts by flipping a flywheel and is noisier than a trols, today finished a storm-buffeted, coast-to-coast flight in the game of cops and robbers. Carl had his contraption towed

fastest time the distance has ever to the police station Sunday afterbeen flown in a light plane. Max Conrad, the grinning pilot, to operate it legally alongside

set his 990-pound craft down at sleeker but less provocative mod-La Guardia field after flying from els. Police suggested license plates,

rubber tires on the buggy wheels and, oh, yes-brakes. "I was wondering where all that

gas came from during the last eight hours," he said as he stepped to the ground, tired but smiling. "I really did not expect to make

Thunderstorms and headwinds up to 30 miles an hour tossed his small Piper pacer about during

When Conrad left Los Angeles,

Willamette river 3.7 feet Forecast (from U.S. weather bureau, McNary field, Salem): Fair today and tonight. Warmer today with high near 70; low tonight near 42. SALEM PRECIPITATION

But he got here with enough Since Start of Weather Year Sept. 1 This Year Last Year Normal 49.47 40.76 34.76

Firm Note Expected

tomorrow, will be Gen. Omar N. Bradley, chairman of the joint chiefs of staff. That note is expected to be firmer in tone than earlier British

MacArthur told the committees 10 days ago that "every officer a have talked to" shared his views on the Korean war. He said Ridg-way's official reports would show

agreement also. But Marshall took issue with him on this score during a day in which Chairman Russell (D-Ga) TEHRAN, Iran, May 14 -(P)-Premier Mohammed Mossadegh, suffering a heart ailment and upset nerves, barricaded himself be-hind locked doors in the parliaof the armed services group said secrets "of possible value to Rus-sia" already have leaked from the ment building today. He said he would stay there to await the hearing. showdown on oil nationalization

Russell pleaded with his col-leagues not to disclose highly secret testimony which censors have deleted from the public and to thwart death threats from transcript.

Russell said at least two newspaper stories have been based on evidence which was not if the released transcript and he called this "a dangerous course." He did not identify the stories.

Kain Aids Red Korea Buildup

TOKYO, Tuesday, May 15-(P)-Red troops poured southward in two areas of Central Korea today under cover of a driving rain, add-ing to their buildup for a new of-

WASHINGTON, May 14-(R)-The department of defense an-nounced today secret military headquarters are being set up out-side of Washington for use if Pen-tagon and other defense offices are damaged by enemy forces.

Alderman Thomas Armstrong who said the city tree commission had ignored several calls for its report Ceiling on Beef Changes Prices in Salem posed to regulate planting and re-moval of trees in city parking Shops, Leaves Average Cost Unchanged

 By Conrad Prange Staff Writer, The Statesman
 official ceiling price on this popu-lar commodity is set at 70 cents
 ceiling price is \$1.17. But obvious-is pound. But most stores were a pound. But most stores were selling it last week at from 59 to beef in Salem markets Monday morning but meat dealers were skeptical about the new prices lowering the family meat budget.
 ceiling price is \$1.17. But obvious-is pound. But most stores were selling it last week at from 59 to to gents markets were quoting ham-burger at close to the ceiling tag.
 ceiling tag.

 "Some cuts are up and some are down," said one dealer, "and in the long run the consumer pays: the same."
 official ceiling price on this popu-steak was forced down from about 89 cents per pound to the new ceiling of 76 cents. Also reduced in plate and brisket cuts.
 ceiling tag.

 Make Portland livestock market was noted.
 Boosted in price was ground to asts and pot roasts. Ceiling price on one cut of pot roast is now 97 cents while the average price here
 One dealer did not hold with this interpretation. A meat dealer and received no new price list at all

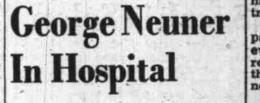
lowering the family meat budget. "Some cuts are up and some are down," said one dealer, "and in the long run the consumer pays the same." A decrease in the cattle supply at the Portland livestock market. The regulations have frozen meat prices at varieus levels un-der direction of the office of price stabilization. The gimmick, seems to be, according to most dealers contacted Monday, that the OPS ceiling prices on some cuts of meat are higher than the prices at which these cuts have been sell-ing on the local market. Deel and brisket cuts. Deel tenderioins and the one pro-hibiting the display of ground to the new ceiling of 76 cents. Also reduced in price Monday were rib roasts and plate and brisket cuts. Boosted in price was ground beef, round steak, sirloin tips and to a large Salem market sald he is a barber factors would prevent meat from hitting ceiling prices in all instances. Thave been getting about \$1.05 per pound for grade A rib beef tenderioins and the one pro-hibiting the display of ground to the new celling of 76 cents. Also reduced in price Monday were rib roasts and plate and brisket cuts. Boosted in price was ground beef, round steak, sirloin tips and on one cut of pot roast is now 97 celling prices on some cuts of meat are higher than the prices at which these cuts have been sell-ing on the local market. Deel tenderioins and the one pro-hibiting the display of ground the source of the office of price is about of pot roast is now 97 celling prices on some cuts of meat are higher than the prices at which these tuts have been sell-ing on the local market. Deel tenderioins and the onest teak," said one dealer. The new

increased and, perhaps, o tirely." Another section regulation which is

egulation which is the one with heated words is the one with prohibits the sale of locker is (in the whole or half beef) at tail markets. Individual cuts tail markets at regular prices be bought at regula retail market but a for instance, must be a locker plant. Price beef remains unchan

One dealer stid that the rulations will lower the if and when the agts lower celling

The new prices



Attorney General George Neuner was reported resting comfort-Carl, who says he had his fun ably at Salem General hospital building the buggy, is ready to sell Monday night where he was taken it if he gets the right offer. Did after collapsing while at work on

Monday morning. Neuner's physician said the collapse was probably due to overwork. Neuner was taken to the hospital by City Ambulance serv-

He will remain in the hospital for several days for a complete

checkup. **New Secret Military**

"rascals."

Headquarters Readied

fensive. The communists might be exorable weather-ideal for consent ment and for their light tran tation system; unfavorable for ied tanks and planes.

the gentlemen say two hundred dollars? Or get a horse! Carl is the son of Mr. and Mrs. E. W. Hills, Salem route 9, box 468. THE WEATHER Min. Precip 43 .00 49 Trace Max.

Portland 59 San Francisco 70 Chicago 84 New York 69 he had 166 gallons of fuel in the Chicago New York