

Dairy Co-op Told Operating Margin Cut

By Lillie L. Madsen
Farm Editor, The Statesman
The milk distributing margin is thinner this year than it has been in a long time and some distributors are apt to fall by the wayside before the year is out, Eugene Keller, Mayflower dairy plant official, told some 50 members of the Dairy Co-operative association, Salem unit, holding its quarterly meeting at Mayflower hall Wednesday night.

"To some folk small fractions don't mean much," he continued, "but the 3/10 cent reduction in price of milk gives a \$6,000 a month less margin for operation in the Mayflower plant. In addition to this, beginning May 1, we have a 15-cent hourly labor increase which figures out an additional \$8,000 a month to subtract from the margin."

To combat this, Keller stated, the co-operative is trying to increase the work units per man hour and to do some extra work in the marketing and sales end of the business.

Leads Counties
Marion county leads all Oregon counties in number of milk cows and even here the milk supply has dropped three million gallons of milk in three years, Ray Hobson, Amity, said. Hobson, a dairyman in the Amity area, is a director of the co-operative.

The reduction of dairy products found in Marion county is general throughout the state, Hobson pointed out as he said Oregon's cow population had dropped 23,000 head in the past three years.

Richard Barnes, Silverton, vice president of the Salem unit, opened the meeting in the absence of S. B. Torvend, president. Ted Jenny, manager of the Salem plant, serves as secretary.

Hobson stated that Oregon dairymen have come "to the crossroads in dairying" and must now decide whether they want to stay in the business themselves or let the milk be imported from Idaho or California to supply the local markets at a higher price.

"Dairy business has been one of the staple industries of the valley," Hobson pointed out, "we don't want to see it fade away, but we will have to cut every corner in economy to keep it here."

A number of dairymen present reported selling dairy cows this week to beef markets and "making 10 to 15 per cent more than if we had sold them for dairy cows."

Grover Poe, also of the Mayflower Dairy firm, the only other speaker, told of methods to improve milk production. He said that 53 per cent of the producers of the Dairy Co-op produced milk under 20,000 bacteria count which "is most remarkable."

Following the program co-op officials served strawberry shortcake to the members in attendance.



GETTING IN THE GROOVE — Stager Perry Come drives while TV star Dagmar, acting as caddy, observes form during National Celebrities Golf Tournament, Washington, D. C.

Rent Control Extension Voted By House Banking Committee

By Harold W. Ward
WASHINGTON, June 20—(AP)—The house banking committee approved a one-year rent control extension today with specific rules on where the curbs may be applied, and turned down two administration requests for new weapons to fight inflation.

It acted as CIO President Philip Murray accused congress of devoting its attention to a "vicious system of slander-mongering and scandalizing" of President Truman and his advisers while allowing inflation controls to wither.

The CIO leader spoke at an "anti-inflation rally" of his organization in which CIO General Counsel Arthur A. Goldberg hinted broadly that labor leaders may again refuse to go along with the stabilization program "if wages are controlled tightly while other controls are weakened."

The committee voted 18-6 for the rent control provision, with administration to be under the Economic Stabilization Agency (ESA) headed by Eric Johnston. The house version, like that in the senate, provides for rent controls to be restored in any areas certified by the secretary of defense and the office of defense mobilization as critical defense areas.

But the house committee added three conditions for classing an area as critical: 1—The area must be the site of a defense plant or military installation which has been reopened or expanded; 2—A substantial "in-migration" of labor must result; and 3—A substantial shortage of housing must exist and result or threaten to result in excessive rent increases.

The committee agreed to permit a 20 per cent rise in rents from the June 30, 1942, level, which is also a provision of the senate version.

The deputy foreign ministers meeting here to lay the groundwork for the conference are deadlocked over Russia's insistence that the treaty and U. S. bases be a formal item on the agenda.

The West suggested that the formally expressed disagreements over the North Atlantic treaty and U. S. bases be "taken into account" by the foreign ministers themselves when they meet.

The phone strike vote taken Wednesday night at the Senator hotel in the dispute between telephone union members and Pacific Telephone and Telegraph Co.

Results of the vote will not be known until tabulation early next week, said J. G. Byrne, chairman of the strike committee of Salem local 9204, CIO communications workers union.

Iran Spurns Last-Minute Mediation Try

TEHRAN, Iran, June 20—(AP)—Iran spurned last-minute efforts at mediation today and issued orders setting up her complete control of the Anglo-Iranian oil company's operations. Britain abruptly recalled her peace mission, empty-handed, with a warning she will protect the lives of Britons if necessary.

Premier Mohammed Mossadegh ordered his government's Iranian national oil company to assume full authority over AIOC operations under the nationalization law he pushed through parliament 12 weeks ago. He promised to keep the oil flowing.

Mossadegh's deputy, Hussein Fatimi, said Iran would not "shut the valves" on the giant refinery of the billion-dollar, British-owned company at Abadan, as extreme nationalists have threatened. A vaguely worded communique issued after a five-hour cabinet meeting indicated the government plans a gradual take-over.

The cabinet held a second special session tonight at Mossadegh's home to polish up their plans. AIOC officials declined comment on the government's latest moves, but there was some facetious western comment on a decision that all signs bearing the Anglo-Iranian name must be replaced with Iranian national oil company signs.

A veteran British resident commented: "Mossadegh will find out there's more to running an oil company than changing signs."

Hussein Maki, a parliamentary firebrand, hoisted an Iranian flag ceremoniously over the Abadan refinery, but stopped short of carrying out an earlier threat to halt the flow of oil.

Judge Kimmell Upheld in Farm Property Case

The state supreme court Wednesday upheld Marion County Circuit Judge Rex Kimmell in a case tried in the lower court several months ago involving lease forfeiture of farm property.

The high court held for the plaintiff, Oscar H. Lee, in a suit against S. J. Klein and others. The complaint had sought forfeiture of the lease for failure on the part of defendants to pay rent on the property.

About 140 acres of land, rented to Klein for seed production purposes, was involved. The opinion was written by Justice Arthur D. Hay.

Man Drowns As Tug Tips In Nehalem

Tillamook, Ore., June 20—(AP)—High waves on the Nehalem river capsized a 28-foot tug from Portland and drowned one man yesterday. Another grabbed a piece of floating wreckage and managed to fight his way through the breakers to shore.

Allen Arneson, 25, Portland, was the drowning victim. His companion, who made it to the beach, was Donald Sather, also of Portland.

Arneson, who was graduated from Lewis and Clark college earlier this month, and Sather were aboard the tug Marlyn headed for Wheeler, Ore., when waves upset the boat, then crashed it against rocks. The tug went down.

The sinking escaped notice until two vacationers, Dr. M. C. Currie and Jack Stors, both of Portland, came across sather, exhausted, on the beach. Dr. Currie gave him first aid, and Sather then was brought to a hospital here, where his condition was called good.

PORTLAND, June 20—(AP)—A grant of \$5,275 was made today to the University of Oregon medical school to continue polio research studies.

Plans for Addition To St. Joseph's School Submitted

Plans for an addition to St. Joseph's parochial school were submitted to the city building inspector's office Wednesday afternoon. The addition will house two new classrooms, a heating plant and multiple-purpose room. The structure will be 30 by 60 feet of one story and basement.

The school addition is part of a several hundred thousand dollar program planned by the St. Joseph's parish which will include a new church. The church will be located at Chenebetta and North Winter streets at the site of the old St. Joseph's hall now being razed.

Grange Favors County Road Administration

SILVERTON — Recommendation for a law to set up a county road administration with an added \$15,000 for each county from state funds was made by the legislative committee of the Pomona grange meeting Wednesday in Silverton.

The committee also recommended passage by the next legislature of provision for more exact accounting of the disbursement of all road funds.

Guest speaker for the meeting was Dr. Vernon D. Olson, health educator for the Marion county department of health, who spoke on the x-ray campaign against tuberculosis.

He said that "tuberculosis can be reduced to a minimum." He cited the manner in which malaria in Arkansas has been reduced from 5,000 cases a year to one case in a period of 14 years in demonstration of the eradication of disease.

Silverton grange was host for the Pomona meeting of 60 members representing nine granges. Those represented include North Howell, Stayton, Mackay, Ankeny, Silverton Hills, Union Hill, Roberts, Waldo Hills and the host Stayton grange.

Hoax Charged By 'Watchdog' House Group

WASHINGTON, June 20—(AP)—House "watchdog" committee today urged cancellation of more than \$3,000,000 in military contracts it said grew out of planning by two men while in prison.

In a report labeling its findings as "fantastic," the committee also recommended the firing of two investigators at the Birmingham, Ala. ordinance district who checked one of the contracts involved. All were granted to the Elvair Corp., Natchez, Miss.

The report said that on the day a \$2,960,000 contract for canvas tank covers was awarded to Elvair, the firm had on hand only \$179.68. The report added: "At no time did it ever have on hand sufficient money in cash to perform its commitments to the government. Yet it planned to make \$129,000 profit! The committee is of the opinion it would have been much more than that."

COFFERDAM COLLAPSES
WALLA WALLA, Wash., June 20—(AP)—A thirty-foot section of the cofferdam on the Washington side of the Columbia river at the McNary dam site collapsed today, flooding the enclosure. However no serious delay in construction is expected.

Mickey Cohen Convicted of Tax Evasion

LOS ANGELES, June 20—(AP)—Mickey Cohen, whose pudgy figure was spotlighted by the Kefauver senate crime probe, was convicted today of federal income tax evasion.

Denied bail, he was handcuffed and led off to jail to await sentencing July 9. A jury deliberated only four hours before convicting him on four counts. The maximum on the counts is 20 years in federal prison and \$40,000 in fines.

Cohen, New York-born but a Los Angeles resident most of his 37 years, was accused in three counts of evading \$156,123 in taxes for the years 1946-7-8. The fourth accused him of making a false statement to the government.

Asst. U. S. Attorney Kay Kinnison said that in addition to his unpaid taxes and possible fine, Cohen is liable for the amount the government spent in prosecuting him. The attorney said there is a seldom used statute under which a judge may assess costs of prosecution on top of any fine.

Kinnison said he was unable to estimate the actual cost of prosecution but it might run to \$50,000. He said an assessment will now be placed against property and assets of Cohen to satisfy the unpaid taxes which, with penalties, will amount to approximately \$250,000.

Cohen hadn't been behind the bars of the county jail long before he told newsmen he will try to get out. "I'm sending my attorney to San Francisco to see if the federal circuit court will let me out on bail," he said, explaining he wanted time to make provision for his wife. "I don't know what's going to become of her," he added.

Crash Downs Power Lines

Two 4,000-volt power lines were jarred from a power pole Wednesday night when the pole at Center and Statesman streets was struck by an auto, city police said.

Sylvia E. McGill, 530 N. 17th st., driver of the car received a cut chin and skinned knees. Police said she told them she "doesn't know what happened," to cause the crash.

Power company linemen repaired the lines.

Mississippi 'Job-Selling' Ring Exposed

WASHINGTON, June 20—(AP)—Investigating senators talked of prosecutions today in reporting on what they called a "vicious job-selling racket" in Mississippi politics.

Ringleaders in the peddling of federal jobs, an expenditures subcommittee said, were members of a Mississippi group which took over federal patronage when the democratic national committee withdrew recognition from the regular state party organization. The regulars bolted from President Truman in 1948 and backed the states rights ticket.

The job-selling has been stopped, the committee said, and added that there is no evidence that the national committee got any of the money.

★ ELGINORE ★
"Where the Big Pictures Play"

Hurry - Must End Tonight! (Thurs.)
Ray Milland - John Hodiak - Nancy Davis
in "NIGHT INTO MORNING"

★ ★ NEW TOMORROW! ★ ★
The Roaring Successor to "Battleground"!
"Go for Broke" means 'Shoot the Works,'
and they shoot the works in lead, love and laughter!

THE LOVES, LIVES AND LAUGHS OF
A LONG LINE OF FIGHTING HEARTS!

"GO FOR BROKE"

starring
VAN JOHNSON
and
**THE HEROES OF THE
442nd REGIMENTAL
COMBAT TEAM**

For Your
ADDED ENJOYMENT
★
Popeye Cartoon
"Doublecross Country Race"
JOE McDOAKES COMEDY
Latest Warner News

CAPITOL ★ Continuous
Every Day!

Must End Tonight! (Thursday)
"THE MUDLARK" and "THE SAVAGE HORDE"
2 Hilarious Hits Start Tomorrow!

Damon Runyon's
The LEMON DROP KID
starring
Bob Hope

Marilyn Maxwell-Lloyd Nolan Jane Darwell
— Plus This Fun and Love-Filled Co-Mix —

JOHN CRAWFORD
ROBERT YOUNG
FRANK LOVEJOY
WARNER BROS.

It's Joan
at her Best
in the season's
merriest roman-
tic romps

'Goodbye, My Fancy'

Extra!
COLOR CARTOON
"PUTTY TAT TROUBLE" ★ Latest
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NOW!
SMUGGLER'S ISLAND**

starring
Infi CHANDLER
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**ROY ROGERS — TRIGGER
in "TRIGGER, JR."**

STATE

• Open 8:45 P. M. •
Walt Disney's
"DUMBO"
Color by Technicolor
—And—
**JOHN WAYNE
Laraine Day in
"TYCOON"**

LIBERTY

• Doors Open 8:45 P. M. •
NEW
TOMORROW!
2 Socho Action Hits!

Here's No. 1
Randolph Scott
Marlene Dietrich
in
"HELL TOWN"
—And—
Here's No. 2
**JON HALL
in
"BUFFALO STAMPEDE"**

**Valley
Obituaries**

FLORIAN J. OPPEK
SILVERTON—Funeral services for Florian J. Oppek, 76, who died early Wednesday will be held from the Ekman Memorial Funeral home Friday at 2 o'clock. Oppek was born April 16, 1874 in Austria and had lived in the Silverton area for approximately 15 years.

Survivors are the widow, Marie; two sons, Joe and Eunny Oppek; Salem; four daughters, Mrs. Donald, Bay City, Wis.; Mrs. Dorothy Smith, Grants Pass; Mrs. Eleanor Countryman, Molalla; and Mrs. Emily White, Backduck, Minn.; 12 grandchildren and one great-grandchild.