# Ike Holds Out Hand of Cooperation to Congress



**104TH YEAR** 

PRICE 5c

# Stocks HHIS Decline Again

President Eisenhower really gave a report to Congress on the under the constitution. He re- straight session. viewed conditions both domestic and international, giving his close, however, cut back extreme views as to our nation's policy: First, to maintain freedom and justice at home and work for them abroad; Second, to keep our economy healthy, providing employment and better opportunities; Third, to be concerned with clined an estimated \$1,600,000,000. human problems.

His recommendations were directed toward making this policy effective. This calls for military strength which postpones a balancing of the national budget. It requires a continuance of heavy taxes. The President renewed his recommendation of a health reinsurance program which failed to make progress at the last session; and again endorsed statefor Hawaii. Repeated also hood were his recommendations for revision of the Taft-Hartley law and lowering the voting age; also an extension of a federal housing program of 35,000 units for each of the next two years. Reserved posals for highway construction and for affirmative action to provide school housing.

The tone of the President's message was what one might call conciliatory. Though in the campaign he warned against a "cold war" if control of Congress pass- 195 Issues Up ed to Democrats he gave no hint of such (Continued on editorial page, 4.)

Hammarskjold, lows for the year scored. Volume hit 5,300,000 shares

NEW YORK UP - Heavy selling dashed prices down Thursday in "state of the union" as required the stock market for the second

A fairly strong rally near the losses and sent many key issues iato higher ground. As measured by the Associated

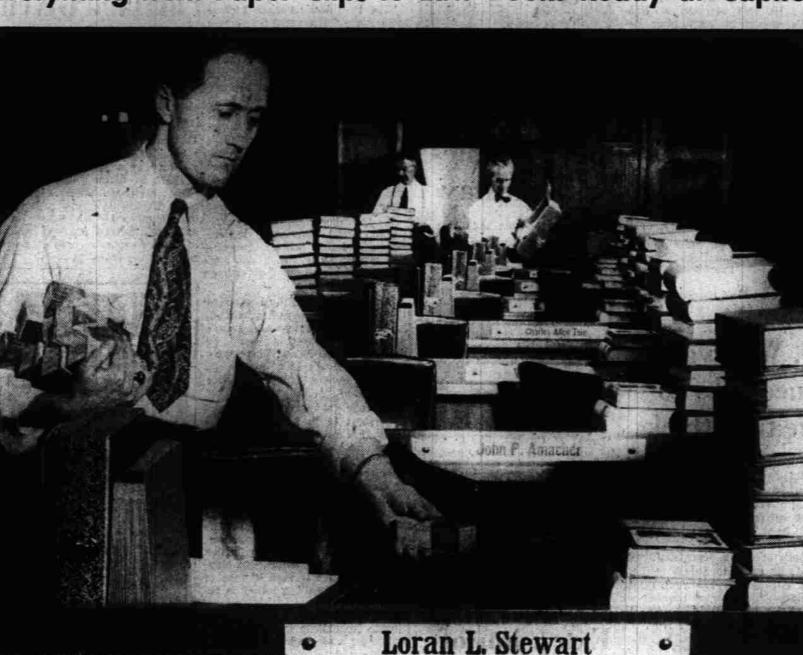
Press average of 60 stocks, the total value of all securities listed on the New York stock exchange de-The fall Wednesday, by contrast, was around \$3,400,000,000 in guoted

value. Individual issues showed losses of 1 to around 5 points in numerous cases. Gains went to between 1 and 2 points. U. S. Move

Wednesday's break was touched off after the Federal Reserve Board in Washington raised margin requirements to 60 per cent from 50 per cent in a move that Wall Street interpreted as a psychological warning against letting the current bull market get out of bounds. Stocks have been advancing strongly for nearly 16 months The Associated Press average of of the next two years. Reserved for future messages were his pro-\$150.80. Wednesday it was down \$3.40. The retreat now has brought the average down to the level of last mid-December.

The industrial component of the average fell \$2.70, railroads were off \$1.70, and utilities eased down 10 cents.

There were 1,281 individual issues traded, hine less than Wednesday's record high. Gains were made by 195 issues while 921 fell. There were 11 new highs and 8 new



Making ready for the 1955 Oregon Legislature, state employes are as Nicholas F. March (foreground), Louis A. Schultz (left backfilling the legislators' desks with everything from paper clips to law books and are otherwise getting the House and Senate cham-plies. Thursday... (Statesman Photo) bers in order. Such was the scene in the House chamber, above,

## State of Union Talk **Urges Both Parties To Avoid Paralysis**

**By DOUGLAS B. CORNELL** 

WASHINGTON (AP) - President Eisenhower Everything from Paper Clips to Law Books Ready at Capitol held out the hand of cooperation to the new, Democratic-controlled Congress Thursday along with a massive legislative program keyed to warding off "the catastrophe of nuclear holocaust."

In a message to the lawmakers on the state of

the Union, a message that bid strongly for political harmony and progress toward the ultimate "rule of freedom and justice."

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sage with somewhat mixed feelings Thursday. They applauded his call for teamwork, but many members reserved judgment on specific proposals, such as the plan for reducing the total manpower of the armed forces.

The President appeared personally before a joint session of the Senate and House to present a massive legislative program. He warned that the peace of today is insecure in the face of

"military machines and ambitions of Soviet - Communist bloc" that create sobering problems and world uneasiness. **Applause** Heard

Democrats and Republicans broke in with applause for a promise that "America's response to aggression will be swift and de-Russian Ambassador cisive." Georgi N. Zaroubin sat stone-faced and motionless.

Among a number of the Congress members who heard the President deliver his message in person in

and destructive striking power." stration of approval. Parties 'On Trial'

hower said, both parties now are

### goodwill, Eisenhower saw a heart-ening hope for world peace, and Death Claims Congressmen received his mes- Andrew Lee, **Civic Leader**

Andrew A. Lee, 89, resident of Salem for 65 years and former president of First Federal Savings and Loan which he helped found in 1912, died in a Salem hospital Thursday after an eightweek illness.

Lee, a native of Loda, Ill. (June 5, 1864), was on the Willamette University Board for many years, his death now leaving a vacancy on that directorate. He was also on the Salem Library Board since its inception until Jan. 1 of this year, and was long active in the First Methodist Church.

The deceased's interest in schools dated from his 10-year tenure as a member of the Salem School Board shortly after the turn of the century, when membership still was on a partisan basis. He ran as an independent; the House chamber there was served on the board which erectsomething less than expberant en- ed the old Salem High School thusiasm for a military program and the Garfield, Richmond, that will cut down manpower and Englewood and Highland Schools; place increased dependence on air- and was drafted as a write-in power and new weapons of "rapid candidate for a second term.

He was recently honored at But for the presidential offer of ceremonies attendant on the razcooperation, from himself and ing of the old high school and every government agency, in the dedication of the new South meeting the problems of perilous Salem High School. Affiliations times there was a loud demon-included long-time membership in the IOOF Lodge and Rotary Club.

(Additional details on Page 2 Sec. 1.)

records for jet aircraft.

University of Buffalo.

surface."

Noting that the flight covered

The secretary referred to the record flight in a speech at the

Details supplied by the Air Force in Washington revealed that

a six-jet B-47 which flew a re-

Air Force Station near London.

(The B-47 is a Boeing Airplane

Plane Crashes Lee Ohmart to Head 'Routine' Blast With the shift of congressional control to the Democrats, Eisen

west of here.

would take.

#### **Chou Confer** For 31 Hours

UNITED NATIONS, N. Y. UN -Dag Hammarskjold and Chou En- 13 minutes behind in reporting jailed as spies and other U. N. personnel held by the Commu-nists. The U. N. said they will meet for a second round at 3 p. in the market brought a flood of m. Peiping time Friday. The U. N. secretary general and

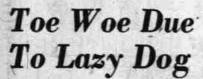
the premier - foreign minister of Red China went into their first Men Pledge formal conversation flanked by high, British - trained legal ad-visors. U. N. circles here speculated that the legal aspects of the issue revolving around the imprisoned fliers were paramount in Survey Fund this initial meeting.

Hammarskjold flew to Peiping in a dramatic effort to obtain the release of the American fliers and the repatriation of other U. N. personnel held by the Communists from the Korean War.

In U. N. Assembly debates on the issue, the United States and its allies declared the fliers were military personnel, not spies, and should be treated as prisoners of

The Communist bloc replied that these men were shot down in Chiwith Chinese law.

Hammarskjold also wants the repatriation of hundreds of prisoners of war who have not been accounted for and who are be-lieved to be held in Communist camps or jails.



FAIRBANKS, Alaska (#) - Be-cause his dog left the door open, Phillip Gleason, 35, was hospitalized here Thursday with severely frozen toes.

Gleason, a carpenter, said it all happened while he was minding

to close the door, Gleason said he awoke in the morning with all his toes frozen. His physician said they probably will have to be amputated.

ANIMAL CRACKERS sons still at large. STA A

War II on Sept. 5, 1939, when the total was 5,932,000 shares. Wednes- Claim Lives day's volume at 4,640,000 was the highest since the start of the Ko-**Of 12 Persons** rean War in June of 1950. Intense Selling

Selling became so intense in the afternoon that the ticker dropped Lai talked for 3½ hours in Peiping Thursday about 11 American fliers transactions on the floor. Brokers' offices were jammed at least a dozen lives. All but one and their phones seldom silent. An- of the planes were American military craft. Three of the accidents were collisions in the air of jets.

new queries to dealers.

World's Fair

Marion County became the a wheat field. The three crewmen story datelined Beirut, Lebanon cool judgment first county to pledge its share were killed. of \$30,000 needed by the Oregon Two plane

the Marion Hotel. Edwin Armstrong, the gover-

nor's administrative assistant, and Charles Bollinger, secretary of

the commission, said the Stanford make the survey to determine if plunged into the Gulf. na on an espionage mission and make the survey to determine if their convictions were in accord a world's fair in Oregon is feasible.

> maining sum, Bollinger said. The meeting of businessmen was requested by William H.

**Bank Robbery Suspect Held,** 

By THE ASSOCIATED PRESS Plane crashes round the world

Eight persons, including five In-Lebanon Trip dian children, were reported killed in the worst of the wrecks, the chewan Government Airways New to Mayor

Statesman News Service

At Braman, Okla., a crippled B47 six-engine jet bomber whirled LEBANON - "Aw, you're kidding!" responded Lebanon Mayor crazily, crashed and exploded in Ralph Scroggin Thursday when a stability and

was read to him over the tele-

Two planes collided in a blind- phone. Centennial Commission to make ing flash of light high over Tokyo The Associated Press story rea world's fair survey. Thirty-one Bay. Boats searched the bay for lated that mayors of 25 U.S. towns businessmen pledged \$1000 at a possible survivors. The U.S. Far named Lebanon will be invited Thursday morning breakfast at East Air Force said a Sabre jet to visit the republic of Lebanon

fighter and a jet trainer were during its "special tourism year" of 1955. Invitations reportedly Not Disclosing Plans missing. Two men survived another jet were mailed inviting the mayors collision over the Gulf of Mexico. to come as Lebanon's guests for One of the stratojets limped home two weeks, March 1-15.

University research agency will to Lake Charles, La. The other Finally convinced the story Ironically, an observer in the County's Lebanon said: "Golly, I

surviving plane fired his ejecter just don't know. It sounds awful-Portland will attempt to raise two-thirds of the \$30,000, asking the rest of the state for the re-missing along with the three crew-trip."

men of the other craft. Asked if he knew the location The third jet collision was at of the republic of Lebanon, May-20,000 feet 15 miles southeast of or Scroggin said he knew it was was requested by William H. Hammond and Bernard Mainwar-ing, local representatives of Gov-ernor Patterson's committee to study the project. 20,000 feet 15 miles southeast of Big Spring, Tex. Two pilot-instruc-tors and their students were able to parachute to safety. 0 or Scroggin said he knew to be and the said the Schute the be recalled Bible passages relat-ing the nearness of the cedars of Lebanon.

"That's why I thought it was a

#### Committee in Senate Severs Lines, **Blocks Road**

#### By ROBERT E. GANGWARE City Editor, The Statesman

Lee Ohmart, Salem realtor who steps up to the Oregon Senate this year after two terms in the House from Marion County, will head the Senate committee which probably will tussle with highly controversial electric power and truck-railroad rates legislation. State Sen. Elmo Smith, already assured of the Senate presiden-

cy in the legislative session now only three days away, announced

mite blast Wednesday. Thursday that Sen. Ohmart would be appointed chairman of the

Senate committee on commerce and utilities. Smith said he considered the Senate fortunate in having Ohmart among itsfreshman members.

"His legislative experience, make him an Lee Ohmart

ideal man to head that commitpointment. Ohmart also will serve on the pleted.

Senate taxation committee, added Smith

But the Senate leader said he was not yet ready to disclose the committee plans he has in mind lived the force of the blast was

for Marion County's other sena- underestimated because it was in wasn't a joke, the mayor of Linn tor, Mark Hatfield, or for other a strata of soft rock which did senators other than those chair- not show up in pre-explosion tests.

men he identified earlier. Sen. Smith predicted he would have Senate organization all but completed by the time the Senate completed by the time the Senate holds its pre-session caucus at 7 p.m. Sunday in Capitol Room 309. He said the Senate this year Allocation of **TV** Channel

PORTLAND (# - Allocation of ways and means committees. joke at first," added Scroggin. "Imagine a far-off spot like that inviting a bunch of mayors to come and visit." Portland television channel 12 to Oregon Television was attacked Thursday in legal action by Columbia Empire Telecasters, owned by tees, with the result that they the Oregon Journal and KPOJ. should be able to concentrate on Columbia Empire said its attor the one committee and expedite neys were petitioning the U.S.

their work," Smith said. **Other Committees** Ohmart was the House taxation committee chairman at the last session, served on that House group in 1951 and on the tax interim committee both times. He

last session. He is now one of eight Oregon legislators serving on the Colum-

sion, representing seven states. Recommendations of this group struction has started. on the compact about river use

will be brought before the 1955 Legislature here and in the other Today's Statesman affected states.



avoid paralysis and an "indeci-sion approaching futility." He He Jet Bomber urged:

"Let the general good be our yardstick on every great issues Airborne for

A heavy burst of applause ran EUGENE (P) - A road crew, working to eliminate a dangerous through the chamber. The President asked the Con- Over 47 Hours

curve on Highway 36 just west of gress to enact all the major meas-Swisshome, touched off what it ex- ures denied him in the \$3rd ures denied him in the 83rd -such items as power to cut tariffs, changes in the Taft - Hartley labor pected would be a routine dyna-But the explosion was so terrific law, steps to let 18 - year - olds B-47 bomber had flown 21,000 miles vote, statehood for Hawaii but not Alaska, government insurance for 35 minutes. In doing so, the bombthat it covered one-quarter mile of the highway with rocks and private health plans, more public er set new distance and endurance earth, ripped out telephone and power lines and badly damaged housing, higher postal rates. the Swisshome Co-op lumber mill.

Edge Taken Off Traffic was detoured around the Previous White House announce the equivalent of four-fifths of the blocked section about 40 miles

ments had taken the edge off distance around the world, Talbott many of the new proposals; such said it is "mute testimony to the Bert Thompson, mill manager. said boulders and debris destroyed as for a vast new highway pro-ability of the Air Force to fly its a large transformer which sup- gram, a modified plan for univerplied both the plant and the town sal military service, resistance to

tax cuts, a minimum wage boost of Swisshome. Also damaged were the mill's boiler room and steam from 75 to 90 cents an hour which and feeder lines from a power- would raise the pay of 1,300,000 house. Thompson, who made no workers, minimum wage coverage tee," Smith said of Ohmart's ap- damage estimate, said it will be for more persons, extension of the draft and defense production and two weeks before repairs are com-

war powers acts, pay hikes the flight was made last month by throughout the government. Workmen continued Thursday Then there were suggestions un-veiled for the first time in this North Africa and England before trying to clear the blocked section. They were not sure how long it 1.800-word message. Eisenhower landing finally at Fairford Royal

tied into his health program a rec-Some crewmen said they be ommendation for financial help with medical expenses for people Co. plane, designed in Seattle and on relief. He urged legislation to manufactured in Wichita, Kan.) help the states combat juvenile

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chants.

from Wisconsin.

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III

sec. 2; page 6, sec. 4.)

**Baby Drouth** 

**Ends** at Dallas

Statesman News Service

DALLAS, Ore. - This area's

Pink bootees and most of the

prizes go to Rosemary Louise Wuethrich, 1011 Birch St., Dallas,

who was born at 2:30 a.m. at Bar-

tell Hospital. She weighed six

liam D. Larrimore, Valsetz.

sponsored the contest.

**Bankruptcies** Set

**Record** in Oregon

The Polk Co. Itemizer-Observer

PORTLAND (#) - The number

of bankruptcie. mounted to a rec-

ord 1.615 in Oregon last year.

The flight was one of a series delinquency. He sought funds for a of missions by the Air Force to exnew office under his direct juris-diction to coordinate public works activities of federal, state and lo-backbone of the U. S. air striking new office under his direct juriscal governments. force. (Additional details of speech on

The bomber was refueled in the air an undisclosed number of (Speech stories also on page 4,

> Its average speed was said to be about 445 miles per hour, in-cluding slowdowns for refueling. The previous endurance record achieved by a B-47 was 24 hours and one minute in a flight last

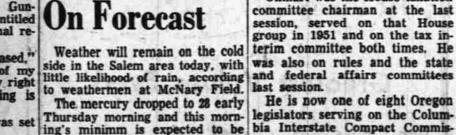
SERVICE CUT DENIED

PORTLAND UP - The Southern 1955 baby drouth ended Thurs- Pacific Railroad denied Thursday day when a girl and a boy-the a report that it is considering taktions Commission construction firstborn of the new year-ar- ing off its overnight passenger permit to Oregon Television, rived to claim a big assortment trains between Portland and Ashof prizes offered by Dallas mer- land in March.

> In the Interest **Of Spelling!**

pounds, nine ounces. Her parents, Mr. and Mrs. William More than 3000 7th- and 8th-Wuethrich, recently moved here grade students of Marion, Polk Linn and Yamhill Counties are competing in the 5th annual Statesman-KSLM Spelling Con-Several prizes earmarked for the first boy born here in 1955 will go to a son born Thursday test. Following are among words afternoon to Mr. and Mrs. Wil

being studied: identity quotation guardian revenue bracelet cabinet medicine luxury awkward colonial consolidated typewriter ornament atmosphere cigar nuisance nervous biscuit ambitious concrete



Portland Baker

North Be Roseburg burg .

Witness Asks to Be Kept in Jail Mercury Dip leason, a carpenter, said it all pened while he was minding own business asleep in bed in a suburban Tacoma bank, a maga-narson was told he was entitled his cabin 16 miles south of here. zine sales crew supervisor was to be released on his personal re-

During the night, his dog pushed open the door and entered the cabin to escape the 42 degree be-low zero cold. The dog neglected to close the door, consistence of the states of the st

The FBI reported "a small part" cleared up." of the loot was recovered and a Bail for Gunnarson then was set search for other persons continued. at \$1,000.

Officials didn't explain how the Richard D. Auerbach, FBI agent nuck arrest occurred, but the in charge, said "There is no ques-

Post-Intelligencer said indications tion that Murphy was not the only were the taxicab driver had given person involved in the robbery." a crucial tip and was frightened that he might be harmed by per-

Asked whether Murphy was al-leged to be the principal figure in the robbery, Auerbach replied: "We don't believe he was."

The charge of conspiracy to The charge of conspiracy to commit the robbery of the Park-land branch of the National '3ank of Washington was filed against John William Murphy, 35, super-visor of a door-to-door magazine color data to the arrests.

sales crew. Brought before U. S. Commis-sioner John A. Burns, Murphy said he had no attorney and his ar-raignment was continued until 1:30 p. m. Monday. Bond was set tem-p. rarily at \$25,000. The man held ar attorney and his ar-p. man held ar attorney and his ar-high today her attorney and his ar-p. man held ar attorney and his ar-p. man held ar attorney and his ar-high today her attorney her attorney her and her arbitrary her attorney her and her arbitrary her attorney her at

near 26.

THE WEATHER

Max. Min. Precip.

28 37 14 29 31 31 49 4

However, he said a "large seg-ment" of Eisenhower's domestic Star Gazer \_\_\_\_\_1 proposals to Congress show that TV, Radio Logs \_\_\_\_\_III

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Markets .....IV

Oregon Television, owned Jack Meier and others, had March for start of programs by its station, KLOR, which would be this city's third on the air. Con-

Circuit Court of Appeals in Wash-

ington to hold up the Communica-

pending a hearing before the

The commissioner earlier had

refused Columbia Empire's

quest for a rehearing.

