The Oregon Statesman Motor Bureau FOUNDED No. 353 +2 SECTIONS-14 PAGES The Oregon Statesman, Salem, Oregon, Tuesday, March 15, 1955 PRICE 5c **104th YEAR**

Stocks Tumble Again; Solon Lebanon Woman Waits With Gun for Assailant **Hints Senate Probe to Blame**

WASHINGTON (#) — Sen. Gold-| gregate drop in the prices of all trying to undermine" the stock water (R-Ariz) said Monday there listed securities was a "direct re- market. could be a direct connection be- sult" of the study undertaken by Goldwater said:

tween the Senate Banking Com- the committee. mittee's study of the stock market But he told the Senate in some- a suggestion." and Monday's major selling wave. times warm debate that "when a The exchange followed an asser-The day's fall in prices was the dark cloud passes over, sometimes tion by Gore that a dividend tax biggest to hit the New York Stock there is rain."

Exchange in nearly five years. Sen. Gore (D-Tenn) asked Gold- revision act had certainly aided Goldwater told the Senate he water if he meant to imply that the bull market of the past two "wouldn't want to say" that the the committee, headed by Sen. years. estimated four billion dollar ag- Fulbright (D-Ark) "is deliberately Gold

'Generous Cashier'

Accepts 2,000 Bad

"I am merely offering that as

credit voted into last year's tax

Goldwater asked Gore if the market had "boomed" since the Banking Committee study began two weeks ago. Goldwater said the market had "boomed off seven billion dollars" in recent days. Sen. Lehman (D, Lib-NY) said there was "no assurance that there has been a loss of capital of that amount" and that the market could bounce right back up

again. That was Lehman's answer to Goldwater's assertion that the recent decline in stock prices was hitting the pocketbooks of stock

WHITESVILLE, Ky. (A)-A federal bank liquidator, investigat- owners. ing the collapse of a small town bank, disclosed Monday that it ob-

Checks; Bank Folds

ligingly cashed more than 2,000 worthless checks. The checks, varying in size from \$1 to \$7,000, caused a shortage sy that the Banking Committee's of \$535,000.

By KYLE VANCE

This was more than half the deposits in the Banks of Whites- off Goldwater's estimate of a



Wednesday evening a hearing Barrett added he didn't realize will be held by a subcommittee the checks he was holding had of the joint ways and means piled up to such a fantastic sum. committee in Room 309, the Altogether, 135 accounts were over-Capitol, on HB 99 which would drawn. require inspection of all meat viously was approved in the com- deposit. mittee on agriculture but was False Entries

over a period of four years, able 3, sec. 2.) to get money on so many checks when they didn't have sufficient funds on deposit? **Takes Full Blame** Bernard Ware Barrett, the 51year-old cashier, took full blame. "I had a habit of indulging our customers," he explained when the bank closed. "I thought they (the

checks) would be made good, but they weren't."

One customet overdrew his ac-

Judge Roszel C. Thomsen dis Barrett is charged with misapcommittee because of the cost plying bank funds and with makthe treason indictmen Francisco bank clerk his freedom ever, should not be used to kill declared temporarily unfit mentally to stand trial. He said he did in a 33-page opinion climaxing providing proper inspection of meat. Of the 155 licensed slaugh-terhouses in the state only 30 Slocum, a liquidator for the Fed-lawyers broke th Provoo was overcome as his lawyers broke the news to him have either federal or city in-spection. The remaining 125 do not have it. The state has been of the tried to untangle the gi-to wardraft the tried to untangle the gi-"I am very grateful," was all Provoo could not "have a fair tri-What about the persons who wrote the checks in this commo- al at this late date, that he has been denied the right of speedy nity of 750? trial within the meaning of the **Prosecution Starts** Sixth Amendment," and that there Machinery has been set in mohave been unnecessary and "detion to recover the money and to liberate" delays in indicting him prosecute other persons. and bringing him to trial. Criminal indictments have been returned and civil suits have been It would require inspec- filed against the two customers New York Federal Court on four most deeply involved. L.E. Owen, an oil operator, is counts of aiding the Japanese afcattle, sheep, goats and swine, charged with writing 1.185 checks ter the fall of Corregidor on the before and after slaughter, to be which left him with an overdraft Philippines in early 1942.

Gore said if the underlying stability of stock prices was so flimstudy all by itself could have set ville, which closed last Septem- seven-billion dollar drop, then the ber. The deposits totaled \$929,625. seven billions were "synthetic val-And how were the customers, ues." (Additional details on page

> Legal Delays Free Provoo in **Freason Trial**

BALTIMORE (P) - John David Provoo, facing a second trial on wartime treason charges, was set free Monday by a federal judge

who ruled the 37-year-old former slaughtered and offered for hu- count by \$168,701. Another took out Army sergeant had been denied man consumption. The bill pre- \$159,613 which he didn't have on his constitutional rights to a speedy trial.

committee because of the cost factor. That consideration, how-Provoo was convicted and sen-tenced to life Feb. 11, 1953, in years were also overridden with Pleads Guilty chise. **On Short End**

LEBANON-Mrs. E. A. Gall, whose 63-year-old husband was the victim of an apparent revenge assault, sits gun in hand peering through her curtain for the possible return of the assailant. He is thought to have been Dale Ivan Hetland, an ex-convict sought by police. Mrs. Gall, whose publicized disclosure of welfare abuses is believed to have led to her husband's beating, conferred Monday with Attorney General Robert Y. Thornton and will meet Wednesday with the Senate subcommittee on welfare.

Transfer Plan By ROBERT E. GANGWARE

City Editor. The Statesman

Secretary of State Earl T. Newbry spoke out Monday against the bill to remove the state motor vehicle department from his jurisdiction.

"I can see no need or justification for the transfer" (to the governor's office), declared Newbry who had been silent on the issue raised by an interim

committee, recommended by the governor and just now coming under the Senate highway com-3 School Girls mittee's consideration. Newbry's opposition statement

ments:

came on a legislative day fea-tured also by these develop- Killed as Auto

1-Announcement that Mrs. E. A. Gall, Lebanon housewife who claims her husband was beat- Jumps Curbing en last week because she has

been identifying fraudulent re-BUFFALO, N.Y. (A) - Three cipients of public welfare, would girls on their way home from be subpenaed, along with her school were killed and two others records, for a ways and means were injured critically Monday subcommittee hearing Wednes- when an automobile jumped onto day afternoon. (Picture in col- a city sidewalk. umn at left.)

Talks With Thornton

day to confer with Atty. Gen. of a building and came to rest Robert Y. Thornton who prom- inside a store at the northern edge ised any assistance needed by of the city.

charges. At the same time the welfare

many county welfare units that 6 and Sandra Jean Pavez, 11.

TUESDAY HEARINGS

On teachers' minimum pay-House education committee, following morning adjournment, Room 321. On equal pay for women-House labor committee, 2 p.m. in Room 6.

legislation is being prepared to their children as one means of checking the welfare costs.

to the governor.

Graduated Scale

2-Legislative action was finished on the revised retirement

The car careened out of control for more than two blocks, veer-Mrs. Gall came to Salem Mon-it smashed through the brick wall

the Linn County district attorney A city traffic engineer estimated in his investigation of her the car was traveling 70 miles an

Two of the dead were identified subcommittee told officials from as Lynn Douglas, 11: Anita Arena,

Reported in critical condition at a hospital were Iris Ascanaby, 7,

and Betty Scheuer, 11. The children were returning home from a public school about four blocks away. Martin McMahon, an ambulance

driver, told The Associated Press: "Oh, my God it was horrible. Their bodies were scattered all over, about 20 feet apart.

Police identified the driver as force deserting fathers to support Emil Decina, 33, an employe of Bell Aircraft Corp. He was charged with criminal negligence in the operation of a vehicle.

Later, Decina was taken to a system affecting 44,000 public hospital for observation. District employes in Oregon. The House Attorney John Dwyer of Erie passed the amended Senate Bill County quoted the man as saying 47 without question and sent it he was subject to epileptic at-

Snow Storm

Warmer weather is expected

for today and Wednesday after

Salem Monday morning experien-

ced what may have been the sec-

ond worst snow storm of the win-

A two-hour snowfall looked

good while it lasted, but the sun-

shine following cleaned it away

dumped in the Cascade mountains

and the State Highway Commission

warned motorists to carry chains

into all upper regions and to use

them in Sertiam and Willamette

Snowfall at Government Camp

was 12 inches, Timberline 15, Wil-

son River Summit 5, Sunset Sum-

mit 8, Warm Springs Junction 7,

Santiam Pass 12, Willamette Pass

Officials at the Marion Forks

lodge, 20 miles from the summit

of the North Santiam Pass, said

that 21/4 inches of new snow fell

Monday morning, which measured

with Sunday's fall and "old"

It was announced that ski tows

at the Hoodoo Bowl would oper-

The tows usually operate only

To Visit Newberg

On 81st Birthday

Ex-President Herbert Hoover

ate daily this week and next.

Herbert Hoover

snow totaled 31/2 feet.

More than a foot of snow was

acks.

ter.

by noon.

Passes.

16, Meacham 8.

on week ends.

off the measure.

very progressive as regards milk inspection. Strict standards are enforced as to herds, milkhouses, handling from farm to doorstep. It has been laggard on inspection of meat.

The bill would require slaughterhouses to meet uniform standards of construction and sanitation. tion by personnel from the State Department of Agriculture of all offered for human consumption, of \$168.701. except in plants which are under

federal inspection. Farmers may home builder, is accused of cre-slaughter for their own consumpslaughter for their own consump-tion but if their meat is to be ing 577 checks and \$159,613 against sold it must be submitted for his business and one involving 565 Of Restaurant inspection. Having supported this legisla-

tion for many years I want to Business Bills renew my endorsement in con-

there is no (Continued on editorial page, 4.)

City Councilmen Delay Action on 'New' Business

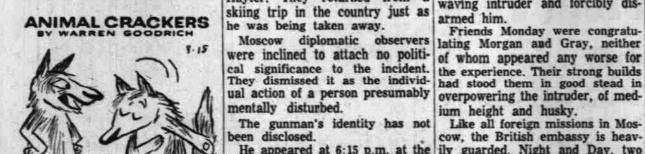
Salem councilmen decided some new business was definitely old Council ag nda Monday night.

John Geren on his complaint against the city for cutting off a water line to his property after learning that the water depart- Russian Shoots His Way Into ment's action took place in either 1946 or 1947. **British Embassy in Moscow**

Phone Cables Cut Following Strike

ATLANTA (P) - Six telephone cables were reported cut or damaged in Alabama and Georgia Monday night only a few hours after Southern Bell Telephone operators and other workers in nine states struck in a union contract dispute.

Union officials promptly denied any knowledge of the incidents.



J.D. Logsdon, a lumberman and checks and \$74,704 against himself

Most of the Owen and Logsdon nection with HB 99. Where checks were payments of business bills Slocum said numerous smaller

delinquents were voluntarily settling their shortages. The courts will get the cases of others. Logsdon testified at a recent ex-

amining trial he had only a fifth grade education and was not aware of any indebtedness. Owen has made no public state-

ment business and left it as unfinished FDIC, said the shortages general- owns most of the property in the business at the tail end of a busy ly were covered up by hiding block.

By STANLEY JOHNSON

young Russian wounded a Soviet

guard at the British Embassy Sun-

day night with pistol fire and,

turned him over to Soviet police.

ger, 1415 N. 4th St., to confer them was used to cover the bad in the Candalaria Shopping Cen-with Water Department Manager checks.

spouting gibberish, forced his way words were incoherent and



Made Known Negotiations for purchase of

Street by Charles Barclay, city purchasing officer, were confirmed Monday night by Barclay.

Barclay said completion of the purchase from Joseph R. and Savilla Linton hinged on extension of the building lease beyond the present four-year contract.

Option to the building is held Dave Brodie, an attorney for the by the CL Corporation which

many good accounts from the ex- Barclay now operates The They advised Edward C. Kru- aminers. The money deposited in Broiler, cafeteria-type restaurant,

second floor.

armed him.

of whom appeared any worse for

ium height and husky.

oregon is sadly delinquent in not profit from being so generous. The more than 2,000 worthless and deliberation. The more than 2,000 worthless and deliberation. By THOMAS G. WRIGHT, Jr.

Staff Writer, The Statesman

The mayor's wing of the City Council beat down a final effort boost the franchise rate for Pacific Telephone and Telegraph Co. operations in Salem Monday night, approving 6-3 a city ordinance continuing the franchise at its old 2 per cent rate.

Aldermen Preston Hale, Clayton Jones and David O'Hara joined in an attempt to boost the rate to 2.4 per cent when the ordinance came up for second reading. Ear-

lier attempts by the trio along with Alderman Walter White to Mike Elliott set the rate of 2.5 per cent and

the offering of an amended fran-**To Forgery**

Mayor Robert F. White was on the short : nd of another vote, policy of previous council's on rif who was recalled in 1950,

new parking restrictions. White pleaded guilty to forgery Monday. was joined by Alderman Edward Roth in opposition to a resolution spotting parking restrictions of one hour in front of two business \$56 each. houses in '400 block of State

Street. Past policy of the Council had The Spa restaurant at 382 State been to vote parking meters for April 4. where parking restrictions had Elliott, who admitted he had been requested.

ed reaction from residents of a two-block area of Rural Avenue ing several months as sheriff. Planned Today east of the South Salem High School by the approval of resolu-

struction. **To Consult Alderman**

Several residents of the area,

with Roy L. Vick acting as spokesman, questicned the Council's action in starting the sidewalk pro-cedure without what they called proper contact of affected property owners. The group was advised the action, requested by the Salem School Board, could still struction of the sidewalk on the

and Church Streets were adopted |shoved aside a British guard and by the Council before the pro-MOSCOW UP - A fur-hatted vaulted up the broad stairs to the tests were raised.

(Additional details on page 2, A Russian maid who saw him sec. 1.) said he was talking wildly. His

MENZIES, IKE CONFER

inside. Two unarmed British at- couldn't make them out. He fled taches captured him there. They into the stately main dining room. WASHINGTON (P) - President wedding bells this fall. Eisenhower and Australian Prime Meanwhile the guards downstairs had called Third Secretary John Minister Robert G. Menzies disof about 25, was subdued in the A. L. Morgan, 25, and chancery cussed problems of mutual interest second-floor living quarters of Ambassador Sir William and Lady Hayter. They returned from a skiing trin in the the ambassador Sir William and Lady at an hour-long White House conference Monday.

Portland

Raker

THE WEATHER

Max. Min. Precip 47 30 10 - 45 33 20 - 33 18 .00 - 44 30 .03 - 46 33 .29 - 56 38 .00 - 67 52 .00 - 66 34 .00 - 52 .20 - 31 feet Los Angeles

The gunman's identity has not been disclosed. He appeared at 6:15 p.m. at the high iron gates of the embassy or more uniformed Russian police-lium height and husky. Like all foreign missions in Mos-cow, the British embassy is heav-ily guarded. Night and Day, two or more uniformed Russian police-

TAIPEI, Formosa (#) - Nationalist warplanes Monday scattered a Red flotilla in Amoy Bay, sinking 10 small warships, the Defense Ministry asserted.

Listed as sunk from a fleet of more than 50 warships were three 150-ton gunboats and seven armed motorized junks.

Whether this was an invasion Korea Bonus Debate fleet was not disclosed. If so, it Nationalist island of Quemoy.

LOS ANGELES (#) - Marion Quemoy, across the strait from this one affirming the Council Leroy (Mike) Elliott, 35, Multno- Formosa, commands the bay's majority's sentiment to junk the man County, Ore, (Portland))sher- waters leading to Amoy, now a technical details of setting up a dead port. The Tan islets south of Quemoy are part of the stopper

So did his wife. The two were accused of forging and passing two The offshore island front sprang checks of \$118 each and two of to life after a two-day lull when patrol planes spotted the concen-

tration. The sentence and probation hearing for the couple was scheduled

lied about his college and war The Counc got some unexpect- service record before he was

tions calling for sidewalk con- Illness Closes Canby Grade, High Schools

> CANBY In - Canby grade and detonation of the spring test series high schools were closed for the thus far.

rest of the week Monday after 300 A weather conference Monday to the secretary of state's office students failed to report because night determined that conditions of illness-most of them with flu. probably would be favorable for That was almost half of the total the shot, slated to be set off at enrollment. 5:15 a.m

be blocked and members agreed to consult their alderman. Townsend to Shun Reporters, In this connection, Newbry said his contribution has includ-ed the permanent license plate. nor and Yew Streets, and High Awaits Decision by Margaret

LONDON (P- Princess Marga-Istances, some people here were ret may not have given Group saving. They suggested he must Capt. Peter Townsend her final de- leave the decision, and the ancision, but the impression re- nouncment of it, to the princess. mained in informed circles Mon- His statement Monday, it was day night she is all in favor of presumed, was intended in part to clear up any misapprehension

The 40-year-old war hero, air at- that he had said too much. tache at the British Embassy in Brussels, complained Monday a menting on a report which quoted London Sunday newspaper report him as saying that he and "a cer-implied "the princess has decided tain lady" would go into exile if circumstances demanded it. to marry me." Townsend had denied saying

"The princess has made no such that," but not before one London decision known to me, nor have Sunday newspaper went to press I any reason to believe she has with it under banner headlines. made a decision," Townsend said Townsend's statement Monday in a prepared statement.

as read to reporters by the British London society circles all along Embassy press attache in Brus have assumed that Townsend's sels, closed with the words: transfer from London to the Brus-"In view of this statement sels post 16 months ago and the again of course alleged to have

princess's recent Caribbean tour been made by me - as well as were designed at least in part to help her make up her mind. a number of other statements at-tributed to me, I shall now be KLAMATH FALLS (P)

3-House tax committeemen decided to work out a graduated scale for withholding income tax from wages, similar to the fed-eral plan, instead of going ahead with a plan to double the present 1 per cent withholding. **Ships Sunk** 4-Bills to regulate milk price

only at producer level and to divide Marion County into two districts for election of state representatives were approved for presentation to the House as new bills today. The milk bill would

restore some of the controls which the voters tossed out last November.

5-The House scheduled deprobably was aimed at the Tan bate for 10 a.m. today on a Koislets 21/2 miles south of Amoy rean War veterans' benus, which rather than the heavily garrisoned the ways and means committee has recommended against.

The Senate highway committee gave a close-check attention to separate motor vehicle department under the governor and de-

that corks up the port. cided to go at this bill again Wednesday. Secretary of State Newbry

didn't appear before the committee but he released copies of a letter he recently submitted to Highway Committee Chairman 'Big' A-Blast Warren McMinimee (R), Tilla-

mook.

Doubts Greater Efficiency

"I am not convinced that greater economy or efficiency."

wrote Newbry, "can be obtained LAS VEGAS, Nev. (#) - The by the transfer of the activity Atomic Energy Commission has (motor vehicle) from one elecscheduled for Tuesday a nuclear tive official to another." blast which may be the largest Newbry wrote that Legisla-

tures since 1905 have entrusted all motor vehicle administration and that just about all improvements in motor vehicle law over the years have been recommended first by the secretary of state.

Points to Progress

will accept the Oregon Legislature's invitation to spend his 81st birthday at his boyhood home in ed the permanent license plate, Newberg, Ore., next Aug. 10. staggering of renewals, regular Hoover's letter of acceptance school bus inspection, old timer plates, ham operator plates, present title fee, continuous trip plan in a joint resolution passed severand reciprocity plan of truck reg- al weeks ago. istration with other western

states. proposes a milk marketing administrator appointed by the governor, with powers to license

milk dealers and set up either distributors-type or marketing-type pools in which the producers would be guaranteed a minimum price. Milk producers would have cer-

tain referendum powers. Public passenger trains were cancelled hearings would be mandatory be-

ers, Elmer Deetz, Earl Hill and

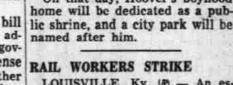
Classifieds (Additional legislative news on Comics page 2, sec. 1 and page 6, sec. 2.) Crossword Editorials ...

by night fall. fore price orders could be issued. Bill sponsors are Reps. Joe Rog-Today's Statesman Maurine Neuberger, Sens. Lee Ohmart and Monroe Sweetland.

Sec. Page Legislative

arrived here Monday afternoon. The Legislature had invited him On that day, Hoover's boyhood The long-predicted milk bill lic shrine, and a city park will be named after him.

RAIL WORKERS STRIKE



LOUISVILLE, Ky. UP - An estimated 25,000 non-operating employes of the Louisville & Nash-ville Railroad and two subsidiaries went on strike Monday, and 15

