

SEEMS Rates me Sliced Cherter A. Sompre

One of the hot issues in Conwhich will effect a large portion gress is whether to exempt so-called independent producers of provided in an order signed Wednatural gas from rate regulation by the FPC. It's an old issue. In 1938 Concrete Valley are nesday by Public Utilities Com-

1938 Congress passed an act giv- missioner Charles H. Heltzel. ing the FPC power of regulation The order provides for a \$302,over operators of interstate gas pipelines. This gave some exemp-tion to independent producers 000 annual rate cut by Pacific County into two districts for the Bay and Willamette Valley divis-up today for consideration by (those who sell gas to pipeline ions. The firm services Linn the House. companies). During the Truman County, much of Polk County inadministration the producers who cluding the cities of Independence nesday by the House elections include some of the big oil com- and Dallas, and eastern Marion committee after an 8 to 1 vote panies, sought a law making it County.

clear that their sales of natural The new rate schedules will be- pass it with an amendment that gas were not under regulation, come effective April 22, 1955, to would require the approval of President Truman vetoed the bill, provide savings to customers in Later the FPC decided it had no the Coos Bay district of Pacific authority under the 1938 act to Power & Light Co. of approxiregulate such sales of gas. The mately \$242,000 annually and in Supreme Court, however, decided the Willamette Valley districts of the FPC did have such power. approximately \$60,000 annually. The new schedules will provide Since then the FPC has been trying to work out methods of dis- uniform rates in the coast districts

charging its duty. The independent of the company. producers are back seeking a fresh The reductions are in keeping into effect. It would be submitexemption under a new act of with the commissioner's order is- ted at the general election next Congress. Recently representatives sued in April, 1954, permitting the year. of oil companies have urged Ore- merger of the Pacific Power & gon chambers of commerce and Light Co. and Mountain States others to endorse such legislation. Power Co.

A study of the subject discloses that it is very complicated. "Regulation" has a favorable ring to it, and consumers are apt to re- Salem Woman gard it as necessary for their own protection. It isn't so simple as that, however.

First, consider the various interests involved. Pipeline companies, which carry natural gas to various markets, often own Embezzlement some gas wells. But the most of the natural gas reserves are held by corporations not in the gas

(Continued on editoral page 4)

Price for First Presbyterian Church A

Electric power rate reductions

This bill stood approved Wedto recommend that the House Marion County voters to put it

On bill to raise unemployment benefits - House labor industries committee, and Capitol Room 6, at 7 p.m.

Under the plan, two of Marion's representatives would be elected from Salem and several suburban precincts, making up about half the county population. The other two would be elected from remainder of the county

The Oregon Legislature already has passed a bill to divide Multnomah County into five such districts, after a bipartisan study. Marion and Lane Counties were taken out of that bill when resistance to their districting plans developed.

A larceny by embezzlement charge has been lodged against Voter Information a middle-aged Salem woman after

accounts disclosed a \$14,356 short- tion in the Senate on two Houseapproved elections bills that The complaint, signed Tuesday would require voters to verify by Dr. Edgar S. Fortner, charges their addresses by signing poll-Mrs. Thelma Jones, 680 Wild Wind books and would require addi-

to the State Hospital April 14 for In a major development Wed-

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Truman Plans

Portland Talk

Marion County 'Minute Men' Answer Call as National Guard Alert Sounds

Districting Bill Vote Today

The bill to divide Marion

THURSDAY HEARING

Other major action at the Legan audit of her former employer's islature today will be considera-

Mrs. Jones committed herself tration cards.



Drive, with embezzling \$172. tional information on voter regis- Salem's National Guardsmen, and those throughout the land, Wed- at posts within 45 minutes and anti-aircraft guns set up in the site Formosa. It also coincides nesday participated in a preparedness alert to test their speed in Capitol district within an hour and a half. Shown guarding the Capi- with the surprisingly moderate manning strategic installations. Salem's units, which within a cou-ple hours had about 250 men in the field, had infantryman guards Lyons, Wallace Gibson and Francis Smith Jr. (Statesman Photo) statements by Red Chinese Pre-mier Chou En-Lai at the Asian-

Sudden Trip Due to Tense Situation'

By WARREN ROGERS JR. WASHINGTON (# - The nation's top military man and the State Department's Far East specialist sped Wednesday to Formosa for

on-the-scene consultations' about the "tense situation which continues" there. But Secretary of State Dulles

said "no crisis is involved" in the sudden travel orders for Admiral Arthur W. Radford, chairman of the Joint Chiefs of Staff, and Walter S. Robertson, assistant secretary of state.

As if to emphasize his words, Dulles himself left for a few days vacation at his island retreat in Lake Ontario.

Robertson and Radford are due about noon Sunday in Taipei, Nationalist China capital. Their visit will mark the second time the United States and Nationalist China have consulted under their mutual defense treaty. Dulles himself held the first consultation at Taipei last March 3.

Statement Issued

A statement issued by the State and Defense Departments about two hours before Robertson and Radford actually took off said the consultations were ordered "in view of the tense situation which continues in the area."

The statement added that periodic conferences under the treaty can be expected "so long as the Chinese Communists indicate by deeds and words their purpose to take Formosa by force.'

Moderate Stand

The sudden dispatching of Rob-ertson and Radford comes at a time when Dulles has disclosed reports of a Red air buildup oppo-

CITUTCH Agreed examination. The embezzlement nesday, the Legislature's joint charge was filed against her five ways and means committee gave charge was filed against her five ways and means committee gave

Charged With

A price for state purchase of Selem's First Presbyterian Church in Dr. Fortner's office since 1950. as outlined last week by a subwas settled Wednesday at a meet- She was fired Jan. 17 of this year, committee. was section we were set of the state Board of Control police said, after admitting theft The Legislature will caucus at with officials of the church. The church of \$1,027. She executed a promise 7:30 p.m. Friday to hear an ex-

They agreed to a compromise sory note for that amount plus planation of the program, which figure of \$332,769 for the church interest and had paid a total of will be introduced in five bills property at Chemeketa and Winter \$40 on the note, police reported. covering 26 proposed projects. streets, in a block that eventually Police said Mrs. Jones admitted will be part of the Capitol Mall. verbally Wednesday that she 000 in new state institution con-Three appraisals showing dif- managed thefts by cashing checks struction, and \$3,975,000 for uniferent figures were studied prior requiring no receipt and entering versity and college buildings.

to the agreement reached at the less than the face amount in the Capitol Wednesday. The congrega- daily ledger. tion of the Presbyterian Church Her husband, she told police,

must authorize the sale. knew nothing of the money. The state board decided also to

ask the Legislature later this week to appropriate money to buy the when she is scheduled to be re-thouse can consider it early next pose is to display the most re-had done very well in getting For Brain of . Under present plans the con-

after further examinations gregation would be allowed to The city police investigation was occupy the church on a monthly launched at the request of Disrental basis pending completion trict Attorney Kenneth Brown. of a new church.

Two members of the church committee, William L. Phillips and 3 Corvallis the congregation would vote to accept the new price.

ccept the new price. The church would be used to Policemen house state activities.

A ways and means subcommit-tee recently rejected a request for Admit Theft a \$250,000 appropriation to pur-

chase more property in the capitol mall, this board was advised. The three of its policemen Wednesday appropriation was asked by the after they had pleaded guilty in board of control. district court to theft charges.

Approximately \$36,000 of frozen Fined \$30 each and paroled from funds at the MacLaren School for 90-day sentences were Noble C. Boys were released by the board Stewart, 28, A. E. Bodeker, 41, and of control at Wednesday's meet- James J. Gundry Jr., 32.

Approximately \$10,000 of this will be used in erecting a small chapel at the school. School officials were authorized to negotiate with the power saw and some inexpensive State Highway Department for a supervisor to direct an improvement program involving new highways and other grounds improvements.

EISENHOWER RETURNS

WASHINGTON (A) - President nine Portland bakerjes were fined Truman addressed a \$100 a plate Eisenhower returned to Washing- \$25 each Wednesday in district party dinner here last Saturday ton Wednesday after a nine-day court on charges they put on sale night honoring Speaker of the work-play vacation at Augusta, Ga. underweight loaves of bread. House Sam Rayburn.

days later. The woman had been employed state construction program, just Show Opens at

The program includes \$10,305,-The Salem Downtown Lions

3 Per Cent Sales Tax opens at 7 p.m. tonight at the The House Taxation Committee state fairgrounds grandstand paworked again Wednesday on its vilion and continues Friday night The district court warrant will 3 per cent sales tax program. and Saturday afternoon.

Senate tax committee, The home furnishings, garden equipmeanwhile, scheduled four meet- ment and interior and exterior ings for today and promised to decorating. Admission is free. have its decision on the income Professional talent from Porttax increase bill before the night land will put on a free 25-minute is out.

show each of the three days. This bill would raise income The Friday show opens at 7 tax, probably, about 60 per cent. p.m. and the Saturday show, at The sales tax, in the House plan, 1 p.m. Each day it will run as long as the crowd demands. would go before the people soon as a possible alternative. Sponsor is the Downtown Lions (Additional legislative news on

Club, but the East Salem Lions Club and its auxiliary will be in charge of the concessions.

Classifieds

Comics

Editorials .

Farm

TV.

Valley

Crossword

Home, Garden

Home Panorama I.

Legislative

Sports

Star Gazer

Markets

Radio

(Additional details on page 9 of Home and Garden section, 3.)

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IV

Today's Statesman

Comes the Dawn 1.....

p.m. Tonight

250 Salem Guardsmen U.S.'s Citizen

Some 250 Salem National Guardsmen, responding to a nationwide preparedness alert, Wednesday took up watch at the city's vital installations-the Capitol area, communications centers, bridges, the airport and the waterworks.

In Dallas, the guard unit there mustered up nearly full strength Club's Home and Garden Show in the same exercise, extending from 5 to 9 p.m.

The alert, which the men had been told would come any time now, was a test of mobilization Hospitals Vie

guards at their posts within 45 minutes after the alert and antiaircraft guns set up in the Capi-tol area within an hour and a Albert Einstein half.

The units, which draw their men from all over this area, descended Wednesday in the dis- ported. manned their posts after about agreement over which hospital will 60 per cent of their respective get the brain of scientist Albert turnouts within two hours after strengths had assembled at their Einstein, who wanted it left to sci- they received the alert the perarmory -- Salem's two infantry ence.

companies at the downtown arm- Montefiore Hospital in New York gar E. Erickson, chief of the Naory and the anti-aircraft gun bat- City, which had said it expected tional Guard Bureau which organtery at the old armory, 2650 Lee to get the brain Tuesday, referred ized and directed the test from a St

Men who turned up late for tal, where the brain is hardening believed this percentage of men the initial manning were either in a solution.

lease those first to man the posts declined to discuss the subject fur- the country. or to prepare the unit for a ther. They simply reiterated that theoretical move-out.

All compar ments to feed (Additional Sec. 1.)	the m	ien su	pper.
THE W	E A	тн	ER
	Max.	Min.	Precip.
Salem		38	.34
Portland Baker		40	.15 trace
Medford		36	.14
North Bend		39	.50
Roseburg		38	.47
San Francisco		48	.10
Chicago		50	.54
New York	58	48	trace
Los Angeles Willamette R	65	48	.00

Watch Over City Sites Soldiers Alert As Duty Calls

> WASHINGTON UP - The nation's National Guard answered the call to arms in quick time Wednesday night - from Florida to Alaska - in its first full scale mobilization test.

Within two hours after the Pentagon figuratively pushed an "alert" button, guard units in all 48 states, Alaska and the District of Columbia were moving into action. Some

centage was 82.1. Maj. Gen. Edwho actually turned out of all

the whole thing had been a mis- More Rain Seen at Princeton Hospital who now For Salem Area

Road conditions in the mound, was reported out of town for tains were bad because of packed snow Wednesday and cloudy

it. fter the removal of the brain dicted little change in temperamajor internal organs, Ein- ture with the highest today near n's body was cremated Mon- 52 and the lowest tonight near , the same day he died of a 36. The occasional rain was preruptured aorta and hardening of dicted for today, tonight and Frithe arteries. day.

BY WARREN GOODRICH + LINDA \$ 21

"When I got orders to go to For-

GOP Eager to Start Work on 1956 Campaign; Democrats Show New-Found Unity

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By ROBERT E. GANGWARE City Editor, The Statesman

The kind of political campaigns Oregon will see in 1956, and who will carry them to the people, are far from decided now, but just about everyone is expecting a terrific fight.

Republicans will be out to regain lost ground. Democrats will redouble the efforts that made the last campaign their most successful in years. In both parties there are signs of early organization for state labor commissioner. The stakes coming up next year are a U.S. the '56 campaigns, but there is more talk than strategy at this moment.

To see if any trends of campaign organization are taking form yet, a check was made with leaders and strong followers in both litical parties, inside and outside the Capitol, in Portland as well as in the Salem area.

This is what turned up:

1-A surprising large number of individual Republicans seem to be chafing to get started on the campaign. This attitude is by no means confined to those who hope to become candidates.

Republicans Promoting Party Organization

2-Most Republicans think there's a lot of basic party organiza- mediately in a buildup for '56. tion work, or reorganization, to accomplish right now. They fear the Democrats have them out-organized and out-popularized now; most In contrast, a beh

well with party organization in the counties and seem to be less hampered by factionalism than has been the case in many recent years

Many Top Positions at Stake in Next Election

The Republicans elected the governor and three Congressmen last fall: Democrats elected the U.S. senator, one Congressman, and senate seat, the four U.S. House seats, state treasurer, secretary of state and attorney general posts.

election, will mean a heavy emphasis on national issues in the 1956 campaigns

"The Democrats already are beating their drums on the power issue and other issues," said one Republican leader who wanted to see earlier action in Republican organization for the next campaign. "We Republicans should start sounding off with some positive issues of our own."

strongly that election candidates and issues should be developed im- advance on a slate of candidates.

Many of the legislators take the opposite view, advocating that I crats

Similar thinking is being applied to the primaries. Traditionally the party has a hands-off attitude in the primary, then is supposed New Type Strategy Group Being Developed to get strongly behind the candidates nominated. But more politi-It will be a presidential election year and this, plus the fight cians are now saying that the party should make sure of its candi-Sen. Wayne Morse, now a Democrat, has promised to put up for re- dates, even if it has to take active part in the primaries to do this.

Modern Means of Promotion Are Expensive

Cost of financing campaigns is one reason for this. Modern, aggressive methods of promotion, newspaper, radio and television use are expensive. Instead of each candidate trying to raise his own money and develop his own personal campaign organization, some argue, the party would get best results from a highly centralized He was one of several Republicans who expressed themselves financing effort-and that would require getting together well in

An oldtimer in Republican politics put it bluntly: "It's about

Another Republican who has handled top party assignments in party liaison with Legislature should be strong, that potential can- recent years and who is in the anxious-to-get-started class, gave this didates should be groomed, that some issues should be presented on opinion: "Frankly we face a unified Democratic party with a lot of party lines, with future campaigns in mind. Emphasis on nonpartisan enthusiasm left over from the election of Dick Neuberger for the approach to state legislation was all right, they say, in the recent Senate. The Republican party will have to start getting behind some sessions where most of the legislators were Republicans, but that strong candidates for 1956, and we don't yet see any Republicans hasn't been the case this time, with one-third the lawmakers Demo- head and shoulders above the crowd as candidate possibilities. We need to develop some colorful candidates like a Dick Neuberger."

On the organization line, Republicans are in the process of developing a new type strategy committee for the state central committee and are faced with selecting a new Multnomah County chairman soon to replace Philip Englehart who resigned because he would be out of the state several months between now and the 1956 elec-

Some party leaders think these development are overdue and also think liaison with the national party organization has been weak. Sen. Guy Cordon's defeat last November showed some party organization weakness, they say, that still hasn't been corrected.

But one of the top elected Republican party officials said he wasn't too concerned, "because there is always rumor of dissension

In contrast, a behind-scenes campaigner long identified as a

They were suspended from the WASHINGTON IM - Former force Monday after Police Chief President Truman will address a Cecil Fruitt said they stole a Jefferson-Jackson regional dinner of Democrats in Portland, Ore.,

man Paul M. Butler announced Wednesday. The Democratic committee is

PORTLAND (h - Managers of ington, Idaho and Montana.

June 11, National Committee Chairwent to investigate an open door Sunday night.

sponsoring the fund-raising dinner Underweight Loaves of Democrats from Oregon, Wash-

custody of the brain left by 76-year-old mathematical wiew days. is will study, dissect and ana- day.

all questions to Princeton Hospi- Pentagon command post, said he

formed into relief details to re- Spokesman for the hospital here guard units would prevail across

r. Thomas S. Harvey, patholo-

o matter which hospital gets weather with occasional rain is brain, a team of top patholo- forecast for Salem through Fri-

McNary Field weathermen pre-

African conference of 29 nations at Bandung, Indonesia. Robertson told newsmen at Washington's National Airport the trip had been talked about "for

several days." He said the idea originated with Dulles, who had talked to President Eisenhower about it at Augusta, Ga., last Sunday.

Nothing New

Robertson, who developed the defense treaty with Nationalist China in secret negotiations last

year, said there was nothing new in the tense Formosa situation. As to whether his and Radford's visit resulted from an increased air

buildup, he said that was "just a phase." Radford said he had made plans to go to Europe for North Atlantic

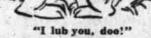
Treaty Organization (NATO) com-350,000 citizen soldiers took part. Guard headquarters here said mand exercises. said the turnout averaged 66.7 per

cent in the first hour after the mosa," he said with a smile, "I PRINCETON, N.J. UP - A calm alert in 23 states which had rewas all set. All I had to do was to turn around and go the other In eight states that reported way.

Radford said he believes the Red Chinese buildup is "methodical" and proves they "have not deviated from their intentions to

take Formosa by force." Both men said they expect to talk to Chiang Kai - Shek and other leaders of the Nationalist China government during their three or

four days at Taipei. ANIMAL CRACKERS



Democrats are inclined to agree with this, of course. organized party has no business mixing in the Legislature, but after We should first line up strong candidates who can win an election, source of Republican strength said: "The only way to get out of the 3-Oregon Democrats, stimulated by having an even stronger the session we'll have to appraise the results and see what bearing then go out after the money needed to back them up with a good the party organization and make it tick."

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