

Conferees Agree to Start of Three Dams in Northwest

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Car, Train Crash Stalls Rush-Hour Traffic



An evening rush-hour crash of a train and car at 12th and Center streets Thursday completely tied up homebound traffic to the east and hospitalized Mrs. Magdalene Hermina Moore, 60, 4085 Auburn Rd. Four patrol cars were dispatched to the scene and the southbound Southern Pacific freight was parted at two crossings to ease the congestion. Officer David J. Bain is shown interviewing a witness while another city policeman examines Mrs. Moore's car, the front end of which was demolished. (Statesman Photo.)

IT SEEMS TO ME

By Charles A. Sprague

Political morticians have been alerted for the interment of Dixon-Yates. President Eisenhower himself has announced its pending demise. The only condition is that the City of Memphis actually agrees to construct an electric generating plant as a substitute for the private plant ordered for across the Mississippi. The President can say that he suggested this a long time since. Beyond that, he gets scant salvage from the Dixon-Yates imbroglio. From a political standpoint it represents the biggest domestic "roof" of the Eisenhower administration. Regardless of whatever merit the proposal may have had — and it did have some — it was so poorly handled from start to finish that it became a political liability.

Round-Up at Lebanon to Open Today

LEBANON — Three days of championship rodeo competition open here today with cowboys competing for \$7,000 in prize money at the Lebanon Round-Up. Performances will be given each afternoon at 1 p.m.

ANIMAL CRACKERS BY WARREN GOODRICH

There's nothing I like better than home-made ice cream!

Oregon Military Construction Funds Provided

WASHINGTON (AP) — Three Oregon projects were included in a compromise \$2,360,000,000 military construction bill passed Thursday by the House.

Also in the bill was 34 million dollars worth of new facilities for the Army, Navy and Air Force in Washington state. Additions at Ft. Lewis will cost \$15,272,000 and Bremerton Naval Yard projects, including a new drydock, total \$2,200,000.

Owens Given Purchasing Agent Post

Ermal R. Owens was appointed state purchasing agent Thursday by Harry Dorman, state director of finance and administration.

New Gambling Threat Told

A warning that statewide gambling interests plan to operate slotless slot machines in Oregon was issued Thursday by Atty. Gen. Robert Y. Thornton.

Shows, Clouds Again Forecast

More scattered showers from skies mostly cloudy were predicted by McNary field weatherman for today and Saturday. The high temperature today should about equal Thursday's 70.

BASEBALL

NORTHWEST LEAGUE
No games scheduled.

PACIFIC COAST LEAGUE
At Oakland 1, Portland 4
At Sacramento 3, San Francisco 7
At Seattle 4, Los Angeles 4
At Hollywood 5, San Diego 4

AMERICAN LEAGUE
At New York 4, Philadelphia 5
At Detroit 1, Chicago 12
At Boston 6, Washington 5
Only games scheduled.

NATIONAL LEAGUE
At New York 4, Philadelphia 5
At Pittsburgh 3, Brooklyn 4
At Cincinnati 3, St. Louis 9
At Chicago 3, Milwaukee 3

Woman Hurt In Collision of Car, Freight

A rush-hour collision between a car and train tied up eastbound traffic completely Thursday evening and hospitalized a Salem woman with broken leg and other injuries.

Soldier Gets Life Term for Stealing Boy

ASTORIA (AP) — A 19-year-old AWOL soldier who kept a young boy captive for 37 hours near here last May was sentenced to life imprisonment Thursday.

Ex-Rose Festival Queen To Vie for Miss Oregon

PORTLAND (UP) — Blond Jan Markstaller, former Rose Festival queen here, Thursday was selected by the Junior Chamber of Commerce to represent Portland in the Miss Oregon beauty contest at Seaside July 15-17.

Salem Short of Blood Quota

Salem failed to meet its quota of 140 pints of blood at blood donation day Thursday, but it was near miss only 10 pints short.

Radio Voice Claims Foreign Sub Takes 21 Ship Survivors

NEW YORK (AP) — A mystery voice, trembling as though from terror, besought help at sea Thursday. The radioed plea claimed a foreign submarine picked up 21 survivors from an American fishing boat and sinking off the New Jersey coast.

Employment At New High During June

WASHINGTON (AP) — Secretary of Labor Mitchell reported Thursday that employment rose to a new high last month and added:

"This should be the best year in history for American labor."

Mitchell's preview of forthcoming employment - unemployment statistics for June came as Congress moved another step toward fixing the federal minimum wage level at \$1 an hour.

The House Labor Committee approved this figure 21-9 after defeating, by a 15-15 tie vote, a Republican move to hold the increase to 90 cents an hour as requested by President Eisenhower.

The Senate already has voted to raise the wage minimum from the present 75 cents an hour to \$1 effective next Jan. 1. The House measure sets next March 1 as the starting date.

Eisenhower told his news conference Wednesday that his proposal for 90 cents "is the correct one." But he declined to say what attitude he would take toward a \$1 minimum if it reaches him.

Mitchell announced that June employment figures, which will be released in detail Friday, show a "smaller than seasonal rise in unemployment."

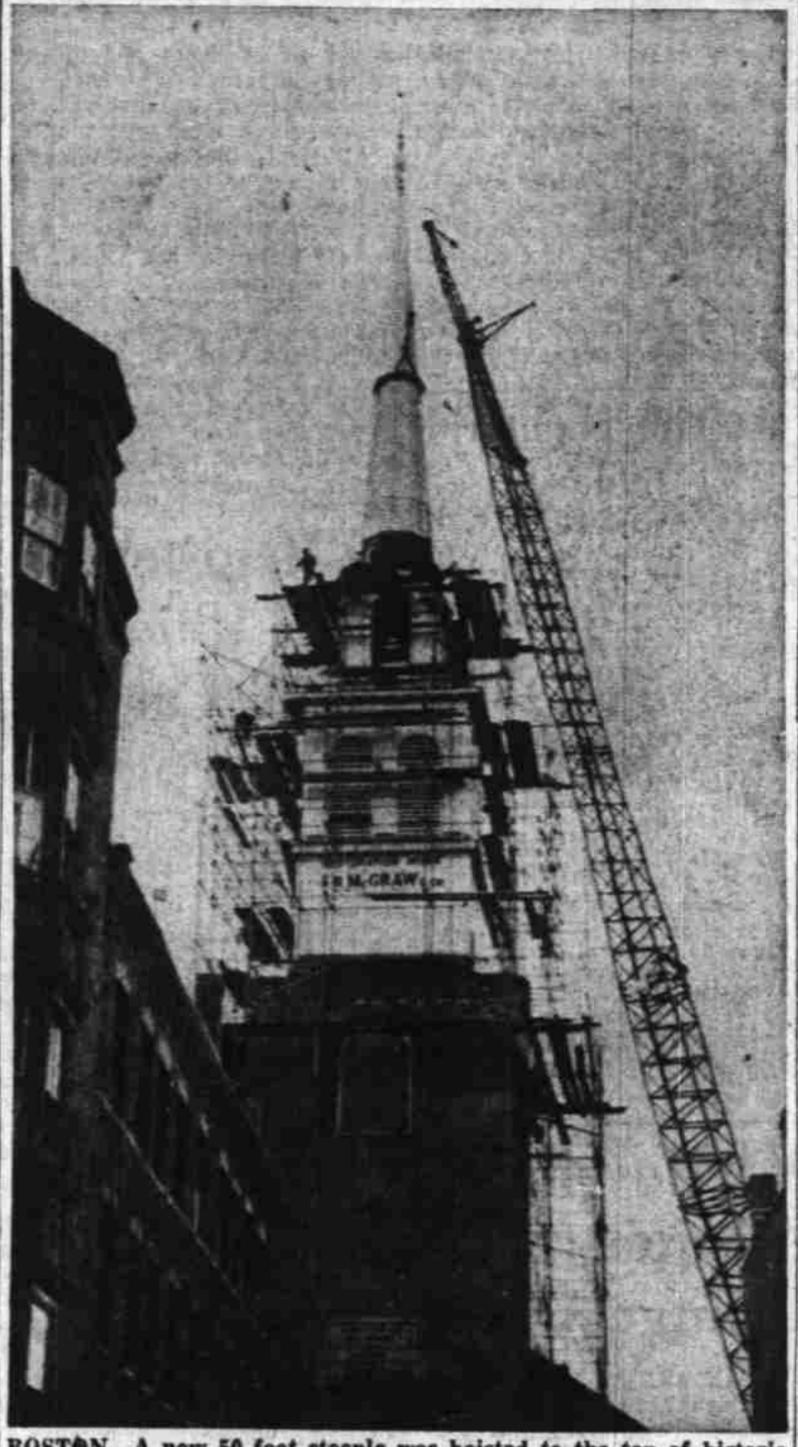
Asserting this will result in a seasonally adjusted unemployment level which would be the lowest in a year and a half, he added:

"It seems to me that we can expect increased employment and declining unemployment in the fall."

"A submarine is surfacing about 350 yards from us. It is coming alongside. It is proceeding to take survivors aboard. It is not an American submarine."

Then a pause, and the voice trailed off with the words: "I don't think they'll let me talk any more."

Steeple Back on North Church



BOSTON — A new 50 foot steeple was hoisted to the top of historic old North Church here Wednesday — less than a year after it was wrecked by hurricane Carol. It was the second restoration in the landmark's 215-year history. The windows from which the warning lanterns flashed their signals to Paul Revere to announce the coming of the British in 1775 were saved, and other ancient woodwork, are being built back into the restored steeple. (AP Wirephoto.)

Rifle Fired as Test In Trial of Overross

Chambers of Circuit Judge George R. Duncan became an unprecedented rifle testing area Thursday as the state sought to bypass defense objections to evidence in the first degree murder trial of Casper A. Overross.

Materials for the test were rushed to the Marion County Courthouse from the State Crime Detection Laboratory in Portland in order to permit use of the 30-30 Winchester carbine which the state claims is the gun with which Ervin Kaser was slain last Feb. 17.

The test, conducted by Ralph Prouty of the crime laboratory, climaxed the 13th day of the trial in which one state witness asserted two others had lied, and another couple testified Overross paid a nighttime visit to their home on the night of the slaying.

James Gilham and his wife Jennie Gilham, who reside about seven miles south of Silverton, testified Overross was at their home to see Gilham's son Daniel the night Kaser was shot to death at his home.

Mrs. Gilham fixed the time as 11:15 p.m. by her clock "which always gains a little." Gilham said the clock was 15 minutes fast when he retired at 9:30 p.m.

"That's a lie, yes!" Gerald (Jerry) Hoyt, Silverton bartender, said on the stand Thursday when Bruce Williams, defense counsel for Overross, asked what would you say if I told you two Silverton policemen quoted you as saying Overross was a good suspect in the murder.

It was a day of some frustrations for prosecutors Charles Raymond of Portland, and Marion County District Attorney Kenneth O. Brown. They were blocked on attempts to have admitted as evidence what was described as two key exhibits in the case. One of these blocks they hoped to get around with the test firing Friday night.

Attempts to have the Ames Hardware Company invoice, showing shipment of two 30-30 Winchester rifles to the store in 1949, admitted as evidence for the state were blocked by sustained objections of the defense.

The invoice contains serial numbers of the two guns, one of which was sold to Steven Zolotto of Silverton. The state contends the second rifle was sold to Casper Overross and is the rifle with which Kaser was slain.

Hills Creek, Ice Harbor, Cougar Win

By FRANK W. VAILLE
WASHINGTON (AP) — House-Senate conferees Thursday agreed to recommend funds to start construction of three new dams in the Pacific Northwest.

Compromising differences in the two versions of the public works appropriations bill, the conferees went along with Senate approval of one million dollars for construction of Ice Harbor Dam in Washington, \$500,000 in construction and planning for Cougar Dam and \$310,000 for construction and planning of Hills Creek Dam, both in Oregon.

The House and Senate now must approve the conference committee bill before it can be sent to the White House for presidential action.

Sen. Warren G. Magnuson and Rep. Don Magnuson, Washington Democrats and members of the conference committee, said approval of the Ice Harbor start resulted from assurances given House members that over-fishing rather than power dams are responsible for decreased salmon runs in the Columbia River.

House members have rejected the Lower Snake River project three times in past years on grounds it would damage fish runs. The day-long conference, as it pertained to items on the Pacific Northwest, resulted in almost complete acceptance of the higher Senate figures.

Major cuts were for Oregon where the conferees allowed only \$100,000 for planning on Green Peter Dam as contrasted with the Senate's \$200,000 and eliminated \$350,000 construction money for the Talent Division reclamation work. The latter cut left the Talent project with only \$150,000 to be used for planning.

The conferees left untouched \$646,200 to complete the Tacoma, Wash., industrial waterway and \$750,000 to dredge the Columbia River at its mouth.

Conferees trimmed \$50,000 from the Bonneville Power Administration's \$6,650,000 estimate allowed by the Senate for operation and maintenance but concurred in Senate approval of the Upper Olympic Peninsula service survey and the Olympia - Aberdeen transmission line. Both of these items had been deleted by the House.

Also lost in conference was a Senate provision earmarking \$100,000 to complete design and planning on Bruce's Eddy Dam in Idaho. (Story also on page 3, sec. 2).

Chicago Girl's Body Found; Killer Sought

CHICAGO (AP) — The finding of the beaten, burned body of an 8-year-old girl Thursday touched off a search for a killer who was branded a "mad dog."

The victim was Mary Manzo, a brown-eyed, dark-haired child who had been in the third grade in a public school.

Three street sweepers found the tiny body in a long, dim underpass beneath the Pennsylvania Railroad tracks at 46th St. and Normal Ave., on the South Side.

Police Thursday night picked up and held for questioning a man they said resembled the description of a man who approached the slain girl and her cousin last Friday.

50% Damage Payment by Russ Accepted

WASHINGTON (AP) — In a move to smooth the way for the Big Four conference, the United States Thursday accepted Russia's offer to pay half the damages for the shooting down of an American plane in the Bering Strait last month.

Secretary of State Dulles had previously demanded full compensation for the loss of the Navy Neptune patrol plane, destroyed in a crash landing on Alaska's St. Lawrence Island after being fired upon by Soviet jet fighters.

Dulles also wanted full compensation for injuries suffered by 7 of 11 crewmen.

Soviet Foreign Minister Molotov had offered to pay 50 per cent of the total damages for plane and crew. In a note made public Thursday the United States accepted that offer.

The exact sum is to be determined later. State Department officials said. The plane alone, minus equipment, cost about 1 1/2 million dollars.

The State Department released the text of a note to the Soviet Foreign Office. It was the last in a series of exchanges following the attack on the American plane on June 23. Dulles and Molotov had discussed the matter face to face while both were in San Francisco attending the United Nations meeting.

Link to \$305,000 Bank Holdup Investigated As 2 Men Jailed in Las Vegas With \$87,000

LAS VEGAS, Nev. (AP) — Two men were arrested here Thursday with more than \$87,000 in their possession and police immediately began checking their possible connection with a \$305,000 bank robbery in New York.

Mexico's Storm Toll Reaches 10

MEXICO CITY (AP) — Southern Mexico's storm toll stood at 10 Thursday night and a new disturbance was reported moving northward along the Pacific Coast.

High winds and heavy rains which have lashed the area since Sunday cut rail, road and communication lines in some regions.

The Weather

City	Max.	Min.	Prec.
Salem	72	44	trace
Portland	72	44	0.00
Baker	72	40	0.00
Medford	81	44	0.00
North Bend	65	37	14
Roseburg	81	43	0.00
San Francisco	71	49	0.00
Chicago	66	71	90
New York	86	67	0.00
Los Angeles	82	58	0.00

FORECAST (from U. S. weather bureau, McNary field, Salem): Mostly cloudy with scattered showers Friday and Saturday; high today near 70, low tonight near 48. Temperature at 12:51 a.m. today was 60.

SALEM PRECIPITATION

Since Start of Year	Year to Date	Sept. 1 to Present
32.18	44.90	39.15

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