

Governor's Budget Plan Would Give \$150 Million to Education

(Story also on Page 1.)
Education would get more than half of the \$250,000,000 general fund appropriations if Gov. Elmo Smith's proposed 1957-59 budget wins approval.
The budget, calling for a \$38,000,000 increase in appropriations,

Actress Gets Car Having Bar, Stove

LONDON, Jan. 4 (AP)—Michael Todd bought the most expensive British automobile he could find for actress Elizabeth Taylor today, then telephoned her in New York and told her the news.
"She seemed quite pleased," he said. "She should. This is quite a car. It's going to have a bar and a place where you can cook up a meal."
The stage and movie producer reportedly is ready to marry the movie star when it is legally possible. Miss Taylor filed suit for divorce against her husband, Michael Wilding, last November.
Todd was asked if the new car would make Miss Taylor happy.
"There's no such thing as a happy actress," he said. "But I think I know a girl who's going to be a happy housewife."
"Cooking on an automobile stove?"
"Well, not exactly," he said. "I've bought a yacht, too."

State Harbor Work Bills In Congress

WASHINGTON, Jan. 4 (AP)—Two Oregon harbor improvement projects are proposed in bills introduced in the Congress.
Rep. Percer (D-Ore.) introduced one to authorize construction of a \$1,600,000 Siuslaw River project near Florence.
Rep. Norblad (R-Ore.) introduced the other, to authorize construction of the \$19,800,000 Yaquina Bay project. Among effects of this would be a channel improvement allowing shipment of Alaskan pulp to the paper mill now being constructed at Toledo by Georgia-Pacific Corp.
Both projects have Army Engineers' approval. The Yaquina project was in the Omnibus Rivers and Harbors Bill vetoed last session by President Eisenhower.

Portland Crash Fatal to Driver

PORTLAND, Jan. 4 (AP)—Charles W. Warner, 46, of Portland, was killed today when his carrier truck smashed into a utility pole, pinning him in the cab.
The accident occurred at the intersection of N. E. 82nd Avenue and Tillamook Street.

Salem Obituaries

William Harrison Grabenhurst
In this city January 2nd. Late resident of R. 4 Box 5, Pringle, at the age of 81 years. Husband of Vera D. Grabenhurst. Salem, father of William C. Grabenhurst, Rev. A. Grabenhurst and Mrs. R. Grabenhurst. Also father of Mrs. R. Grabenhurst, all Salem. Grandfather of Julie Anne Straubach and Karl R. Straubach, 3, both Salem; brother of Mrs. E. (Nellie) McAllister, Salem; Mrs. Bruce (Evelyn) Deane, Portland; George Grabenhurst, Salem; Charles W. Grabenhurst, Salem; nephew of Corrie Grabenhurst, Salem. Services will be held Tuesday, January 8, at 2:00 p.m. in the Chapel of the Virgin, Golden Co. Interment, Belcrest Memorial Park, Rev. D. Smith will officiate. In lieu of flowers, please send contributions to the Heart Fund in care of the local postmaster.

J. O. Gross
Late resident of Phoenix, Ariz. January 2nd at Phoenix. Survived by wife, Mrs. Ruby Gross, Phoenix; Ariz. 2 daughters, brother, Walter Gross, Seattle, Wash. Services will be held Tuesday, January 8, at 2:00 p.m. in the Chapel of the Virgin, Golden Co. Interment, Belcrest Memorial Park, Rev. W. Harold Linneman will officiate. Burial services by the Knights of Pythias.

Pleasant Melbourne Hill
In this city January 4th. Late resident of 36 Brevs Ave., Salem, at the age of 72 years. Husband of Vera E. Hill, Salem; father of Mrs. Jean Meeks, Salem; Mrs. Mildred Hall, Salem; Mrs. Betty Higgins, Astoria; brother of David Hill, Torrance, Calif.; Mrs. Mabel Travis, Salem. Announcement of services will be made later by the W. T. Rigney Co.

Baby Girl McKibben
In this city January 2nd. Infant daughter of Mr. and Mrs. Jim McKibben, Salem. Survived by grandparents, Mr. and Mrs. Harry McKibben, and Mrs. Vera McKibben, both of Salem. Graveyard services will be held Saturday, January 12, at 3:00 p.m. at Belcrest Memorial Park. Services under the direction of the W. T. Rigney Co. Rev. Harold Linneman will officiate.

Clara Farmer
At a local hospital January 3rd. Announcement of services will be made later by the Virgil T. Golden Co.

Janice Lind
At the residence, 855 Gaines St., Salem, January 4th. Survived by sister, Mrs. Jessie Rollins, Salem; sister, Mrs. Mae Freeling, Los Angeles, Calif. Services will be held Monday, January 7th, at 10:30 a.m. in the Chapel of the Virgin, T. Golden Co. Rev. G. W. Bruce will officiate.

Dance Tonite
and
Every Sat. Night
Sheridan Eagles Hall
9:30 P.M. to 1 A.M.
Admission \$1.00
Western Swing Music
By The
Silver String Rangers

will be submitted to the 1957 Legislature when it meets Jan. 14. Copies of the budget were sent to legislators Friday.
All told, nearly \$150,000,000 of the budget is ticketed for education areas. Largest chunk is involved in Oregon's \$30-per-child basic school support program which will require an estimated \$77,361,769 during the next two years.
Next largest share was allotted in Smith's budget for the State System of Higher Education. In it the state's colleges and universities would get a whopping \$11,814,960 increase to \$44,816,386. It would also share a \$20,293,269 building fund pool with state institutions.
"It is obvious that the financing of education activities constitute the main single area of recommended expenditure increase," Gov. Smith said in presenting his budget. He said he favored an increase in the basic school support fund but added that boosting it from \$80 to \$120-per-child would require another \$40,000,000 in revenues.
"If the people of the state wish this additional expenditure, a source of revenue to produce it must be found," he said.

Tremendous Advances
A big share of remaining expenditures will be in the departments of welfare and state institutions. Smith's budget message noted: "Today we stand on the verge of tremendous advances in the treatment of mentally and physically ill persons. We cannot afford to deny our children and adults the advantages of new therapeutic methods."
One bright area in the dark economic situation was presented by the governor in a \$317,371.88 decrease for the public welfare budget. He pointed out that the present favorable economic conditions are bringing about a somewhat reduced case load in public welfare, but that any dip in economic activity could cause major financial repercussions.

Overall Budget Up
Though the general fund appropriation requirement for welfare is down, the overall budget will be up through increased federal assistance. No decrease in standards of assistance are proposed under the budget and increases are provided, particularly for older citizens, the governor said.
An estimated income of \$261,946,087.22 which would give the state a balanced budget, and a \$2,000,000 surplus was detailed by the governor. \$140,000,000 of this would come from personal income taxes, \$35,000,000 from corporation income taxes, \$25,000,000 from liquor revenues and \$31,120,393 from surpluses. Lesser taxes and licenses would provide the rest.

Details of the proposed general fund appropriations also include: \$32,168,021 for institutions; \$1,632,946 for the Siuslaw River project; \$19,800,000 for the Yaquina Bay project. Among effects of this would be a channel improvement allowing shipment of Alaskan pulp to the paper mill now being constructed at Toledo by Georgia-Pacific Corp.

Both projects have Army Engineers' approval. The Yaquina project was in the Omnibus Rivers and Harbors Bill vetoed last session by President Eisenhower.

Red Arrested By FBI After Illegal Entry

NEW YORK, Jan. 4 (AP)—FBI agents tonight seized Communist leader Irving Potash, who slipped back into this country after voluntarily exiling himself to Red Poland.
Details of the arrest were not made public. It was the first indication that Potash had returned to the United States. He left March 4, 1955, and later was reported in Red China.

The G-men grabbed the 54-year-old Potash in a restaurant in Bronxville, just north of New York City line in Westchester County. He will be arraigned later on a federal charge of illegal re-entry into this country.

There was no indication of how Potash managed to get back into the country.

NOTICE OF FINAL ACCOUNT
NOTICE IS HEREBY GIVEN, That the undersigned, as executor of the Estate of Laxton McMurray, deceased, has filed in the Circuit Court of the State of Oregon, for Marion County, Probate Department, its Final Account, and that said Court has, by an Order entered, fixed and appointed January 28, 1957, at the hour of 3:00 p.m., at the Circuit Court House in the Court House at Salem, Oregon, as the time and place for hearing objections to said Final Account, and the settlement of said estate, at which said time and place all persons so objecting are hereby required to appear and show cause, if any there be, or if any exists, why said Account should not in all things be allowed and approved, said estate settled and closed and the executor discharged.

THE FIRST NATIONAL BANK OF PORTLAND
Executor of the Estate of Laxton McMurray, Deceased.
ASA L. LEWELING,
Attorney for Estate.
D-29 J. 3, 12, 13.

The Marion Co. Sch. Dist. No. 108 (Lake Laboon) Board has been authorized to receive sealed bids on the sale of the old schoolhouse (exclusive of the pump house) on January 8, 1957, at 8 p.m. at the schoolhouse. All bids must be accompanied by a certified check of \$25.00. The unsuccessful bidders will be refunded their check.
The building must be removed from the premises not later than Sept. 1, 1957.
The board reserves the right to reject any and all bids.
Signed,
FRED REMINGTON, Clerk
Dec. 19, 20, 21, 22, 24, 25, 26, 28, 29, 31, Jan. 2, 3, 4, 5, 7.

EAGLES DANCES AGAIN SAT. NIGHTS
YOUR GUESTS ARE WELCOME AT EAGLES HALL

DANCE
WITH
Larry and His Cascade Range Riders
Joe Lane now being featured
"The Northwest's Finest 8-Piece Western Band"
Aumsville Pavilion Every Sat. Nite

036 for Fish Commission; \$2,898,610 for forestry; health, \$2,102,347; crippled children, \$883,398; National Guard, \$3,651,391; Tax Commission, \$5,617,619; and all others not previously listed \$32,624,604.

Layoffs Jump In Canadian Rail Strike

MONTREAL, Que., Jan. 4 (AP)—Layoffs among workers spread from coast to coast today as the strike against the giant Canadian Pacific Railway made itself felt in its second day.
The strike by 3,000 members of the Brotherhood of Locomotive Firemen and Engineers against a plan of the railroad gradually to remove about 200 firemen from diesel engines in freight and yard service, idled 67,000 other workers in the 17,000-mile system.
Already the strike had thrown more than 5,000 out of work in other industries. Nearly 6,000 more were warned to expect shutdowns in the next few days because of jammed storage space or lack of materials and fuel.

35 Architects Interested in Mall Planning

(Story also on Page 1.)
About 35 Oregon architects and architectural firms actively sought or showed interest in the contract for long-range planning for State Capitol Mall development in Salem.
This was disclosed Friday by the State Board of Control when it announced it had selected Wilmsen and Endicott, Eugene firm, as principal architects for the \$40,000 planning project. The board and Capital Planning Commission invited firms throughout the state to offer services needed by the state.
These architects were given the scope of the problem and the present data, including studies of city planning, traffic surveys, landscape details, building requirements expected in the next 30 years.

As the long-range planning materializes, it is expected a schematic model of the future Mall area will be prepared so the future program can be visualized more easily.
William C. Ryan, Board of Control Secretary, said many of the firms indicated their willingness to associate themselves with other architectural firms or architects, city planners and landscape architects in carrying out the commission.

Board of Control members said Wilmsen and Endicott has had considerable experience in similar work in Lane County and has also developed a master plan for the future growth of Fairview Home near Salem.
Both Robert Wilmsen and Charles W. Endicott are University of Oregon architect graduates who have been partners in the Eugene firm since 1948. They designed many Eugene elementary schools and other buildings and are currently planning the new Lane County Courthouse. Wilmsen is 38, Endicott 43.

Road Board Post For Springfield Mayor Requested

SPRINGFIELD, Ore., Jan. 4 (AP)—The Lane County Chamber of Commerce today urged Gov. Elmo Smith to appoint Springfield Mayor Edward Harms Jr. to the State Highway Commission.
The 32-year-old Democrat who has been mayor since 1952 said it would be an "honor" to accept if the appointment were offered. If named, he would presumably replace Ben Chandler of Coos Bay, whose term expires March 31.

Firemen Summoned
City firemen were called about 10:45 p.m. Friday to the Otto Wilson used car firm, 300 N. Commercial St., after defective wiring reportedly caused a short circuit on the office roof. There apparently was no damage.

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Aumsville Pavilion Every Sat. Nite

Presley Passes Army Exam



MEMPHIS, Tenn., Jan. 4.—Rock 'n' Roll singer Elvis Presley, 21, Memphis, contemplates his Army pre-induction mental examination here today. He was oked for induction. (AP Wirephoto) (Story on page one)

The Weather

Astoria	46	33	05
Baker	21	2	00
Medford	35	23	00
North Bend	38	26	00
Portland	44	30	00
Salem	44	30	00
Chicago	33	27	00
Denver	39	24	00
Fort Worth	68	49	40
Los Angeles	58	41	00
Miami	75	61	00
Minneapolis	11	4	trace
New York	37	32	40
San Francisco	50	38	trace
Seattle	41	34	01
Spokane	29	25	trace
Washington, D. C.	54	33	trace

Today's forecast (from 11 S. Weather Bureau, McNary Field, Salem): Partly cloudy today, tonight and Sunday, with night and morning frosts both days and snow 10, low tonight 28.
Willamette River: 0.6 feet
Temp. 12:01 a.m. today 32.

SALEM PRECIPITATION
Since Start of Weather Year, Sept. 1
This Year Last Year Normal
11.63 33.28 19.10

Dorothy Lee Appointment Wins Praise

WASHINGTON, Jan. 4 (AP)—The appointment of Mrs. Dorothy McCullough Lee of Portland, Ore., as chairman of the Subversive Activities Control Board was described by Sen. Neuberger (D-Ore.) today as "merited and outstanding."
Mrs. Lee, former mayor of Portland, was named to the post by President Eisenhower Thursday.
Neuberger, who said he already has written Mrs. Lee of his support when Senate confirmation is sought, described her as "a person of integrity and honor" while Mayor.

Bob's Hamburgers

BOB'S HAMBURGERS
NORTH CAPITOL AT HODGE
WHERE THE FOOD IS GOOD!

SCANDINAVIAN SMORGASBORD
Dinner Entrees \$2.50
Reservations Preferred
OPEN SUNDAY ONLY
Serving 1 P. M. to 8 P. M.
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EAGLES DANCES AGAIN SAT. NIGHTS
YOUR GUESTS ARE WELCOME AT EAGLES HALL

DANCE
EVERY SATURDAY-NITE
STUBBY MILLS and MUSIC
9:30 Admission \$1 Inc.
to 12:30 Tax
FREE DANCING LESSONS
Just pay \$1 admission—No charge for the full hour instruction in Modern Ballroom, under the well-known instructors, Mr. and Mrs. Van. Just be on hand at 8 o'clock every Saturday night.
DICKSON'S BALL ROOM

Icy Hole Claims 3 Children

PALERMO, N.J., Jan. 4 (AP)—Three young children, two boys and a girl, fell through an ice covered irrigation hole today and drowned in about 14 feet of water within sight of their homes.
All three were children of officers stationed at the Air Force radar base at Palermo and were identified as:
Michael Jenne, 5, son of Capt. and Mrs. Theron L. Jenne, Detroit, Mich.; Linda Kelly, 4, daughter of Lt. and Mrs. Gerald V. Kelley, New Canaan, Conn.; and Rudolf Schorsch Jr., 4, son of Lt. and Mrs. Rudolf H. Schorsch, Hansboro, Mass.
The three children were apparently playing on the ice when it cracked under their combined weight. A fourth child, Linda Kelley's brother, David, 1½, accompanied the other youngsters to the hole.
State police said when the three children disappeared under the ice, David ran home and said to his parents: "Linda's in the water crying."
Lt. Schorsch dashed from his home and dove into the 30-degree water in an attempt to rescue the children but was thwarted by the cold. The bodies were later recovered.

Holmes Aims To Attract New Industry

PORTLAND, Jan. 4 (AP)—Gov. Elmo Smith last night said "I feel confident that most of us will cooperate in the solution of our tax problems and work together to expand our ports' activities and attract new industry."
Holmes said his administration will draw up a "master plan" designed for the overall benefit of all the citizens. He said he will not define new policies until after his scheduled Jan. 14 inauguration.
Also speaking at the Portland Retail Trade Bureau dinner was Portland Mayor Terry Schunk, who said the city must be placed on "a sound financial basis."

Portland Man Indicted for Beating Child

PORTLAND, Jan. 4 (AP)—Glen Dennessen, 35-year-old Portland longshoreman, today was indicted by a Multnomah County grand jury on charges of assault and contributing to the delinquency of a minor.
The charges stem from reports by his 13-year-old daughter that Dennessen had frequently beaten her. The case came to the attention of authorities Nov. 28 when the girl fled to a neighbor's home and reported that her father had struck her with his fist.
Later tonight, Mrs. Dennessen also was indicted. She was accused of assault and battery, with bail set at \$4,000. Dennessen's bail was set at \$3,000.

Cottonwoods Every Saturday Night

Jack Kizziah and His New Texas Ramblers
Adm. \$1.00, Tax Incl.
Dancing 9 to 12:30
Hear Them on KSLM
Every Sat. 5:30 to 6 P.M.

HOLLYWOOD

2005 N. CAPITOL STREET
PHONE 4-4713
ENDS TONITE
THE GOLD CADILLAC
JUDY HOLLIDAY • DOUGLAS
AFRIQUE
STARRING PIER ANGELI

STARTS TOMORROW! TWO HITS!
PARAMOUNT PRESENTS
SPENCER TRACY ROBERT WAGNER THE MOUNTAIN
CLAUDE TREVOR • IRVING BOTTIC
Screenplay by RONALD MACDOUGALL
Based on the novel by HENRY LONN
TECHNICOLOR
LIVESTATION

DEAN MARTIN
PLUS
PARDNERS
JERRY LEWIS

McCarthy Says President 'Purged' Welker of Idaho

WASHINGTON, Jan. 4 (AP)—Sen. McCarthy (R-Wis.) accused President Eisenhower today of "purge" action against former Sen. Welker (D-Idaho) in the November election. Welker lost his seat in that contest.
McCarthy broke into Senate debate on a motion to change the Senate rules with his criticism of

Theater Time Table
ELSMORE
(Continuous from 1 p.m.)
"GIANT" 1:00, 4:30, 8:30
CAPITOL
Kiddie Matinee in at 1:00, out at 3:00
"ANASTASIA" 3:00, 6:45, 10:22
"THE DESPERADOS ARE IN TOWN" 3:27, 7:00
HOLLYWOOD
"SOLID GOLD CADILLAC" 7:00, 10:41
"PORT AFRIQUE" 9:10

Mrs. Hertrick's Rites Monday

Statefunerals Jan. 4 — Funeral services will be held at 2 p.m. Monday for Mrs. Lillie Dora Hertrick, 75, who died Thursday morning at her home here. She was a resident of Monmouth for the past 11 years.
Mrs. Hertrick was born July 6, 1881, near Beaumont, Tex., and moved to Monmouth in 1943 from Minnesota.
She was a member of the Adah Chapter No. 34 of the Order of Eastern Star and the Evangelical United Brethren Church of Monmouth.
Survivors include her husband, Ruby Hertrick of Monmouth; two daughters, Mrs. Gertrude Fultz of Monmouth and Mrs. Marie McDaniel of San Bernardino, Calif.; one son, Rev. John E. Staton of Falls City, Neb.; one brother, Marshall Hignett of El Paso, Tex.; eight grandchildren and five great grandchildren.
The Rev. Marshall Coumlevier will officiate at services conducted at the Evangelical United Brethren Church at Monmouth. The Adah Chapter, O.E.S., will conduct the ritualistic services. Arrangements are being handled by Smith-Krueger Mortuary.

YM Dances Draw 700

The Salem YMCA played host Friday night to what officials believed was an all-time record turnout of young people—estimated at close to 700.
The occasion was dances for high schoolers and junior high students under sponsorship of the Hi-Y and Junior Hi-Y organizations. The dance for North and South Salem High School students was held in the main gym, while the junior high schoolers did their stepping in the upstairs foyer of the new Youth Wing.

OSC Professor Dies

CORVALLIS, Jan. 4 (AP)—Paul X. Knoll, 60, a professor of speech at Oregon State College since 1928, died here today. One son, Robert is secretary of the OSC Alumni Assn.

'CASH NITE' DANCE TONITE

CRYSTAL GARDENS

THE GOLD CADILLAC
JUDY HOLLIDAY • DOUGLAS
AFRIQUE
STARRING PIER ANGELI

STARTS TOMORROW! TWO HITS!
PARAMOUNT PRESENTS
SPENCER TRACY ROBERT WAGNER THE MOUNTAIN
CLAUDE TREVOR • IRVING BOTTIC
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Lawyer to Quiz Reds in China In Pair's Trial

SAN FRANCISCO, Jan. 4 (AP)—Federal Judge Louis E. Goodman today authorized an attorney to enter Red China and North Korea at U.S. expense to interview witnesses for the trial of an American editor and his wife, accused of wartime sedition.
Judge Goodman's action was said to be without precedent.
The order had a controversial aspect in the light of State Department's ban on travel to Red China but there was no immediate comment from the department in Washington. A spokesman said the court record would have to be studied.
The department recently revoked the passports of three U.S. newsmen who went into Red China in defiance of the travel ban. The department has said this government "opposes travel by American citizens to an area where their fellow citizens are held as political hostages and where the United States cannot provide normal diplomatic and consular protection."
The order from Judge Goodman was obtained by A. I. Wirin of Los Angeles, one of the lawyers defending John W. Powell of San Francisco and his wife, Sylvia.
The Powells published a Shanghai magazine during the Korean War. They, along with Julian W. Schuman of New York, are accused of printing lies about American planes dropping germ-bombs in China during the war.

DANCE TONITE!

DAYTON LEGION HALL
Music by
LYLE
and the
WESTERNAIRES
Every Sat. Night
9:30 to 12:30
Adm. 1.00 (Tax inc.)

ELSMORE HELD OVER!

Hurry Just 3 More Big Days!

Sometimes...
any man
can be
a giant...

GIANT
A GEORGE STEVENS PRODUCTION



FROM THE NOVEL BY EDNA FERBER
STARRING ELIZABETH TAYLOR
ROCK HUDSON • JAMES DEAN
Feature Starts at 1:00, 5:00 and 9:00 P.M.
Continuous from 1:00 P.M.

CAPITOL

THE GOLD CADILLAC
JUDY HOLLIDAY • DOUGLAS
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