

By Charles F. Sprague

Continuing "The Danubians":

Hayek's "Road to Serfdom" may well be considered at the same time with Polanyi's "The Great Transformation."

The Hayek book was a "discovery" in 1945. It was reprinted in condensed form in the Reader's Digest and this reprint was widely circulated.

"There can be no freedom of thought, no freedom of the press where it is necessary that every thing should be governed by a single system of thought."

Death Takes Deputy Clerk Of High Court

Henry Merman Kloepping, who had been deputy clerk of the state supreme court since 1930, died at his home, 471 N. Winter st., Sunday after a three-month illness.

Kloepping was born in Nebraska and came to Oregon first in 1916, studying at Willamette university.

He moved to Salem in 1916 to work in the county assessor's office and as deputy county clerk.

He was graduated from Willamette Law school and admitted to the bar in 1923.

Kloepping married Laura Mae Bean in St. Paul, Minn. She died 16 years ago. His second wife, Wilna Giesler, survives him.

Surviving in addition to the widow are a daughter, Mrs. Morris C. Croker, Bremerton, Wash.; a brother, F. W. Kloepping, Fairfax, S. D.; a sister, Mrs. George H. Klaus, Farmington, Minn., and two grandchildren, William and Jean Croker, Bremerton, Wash.

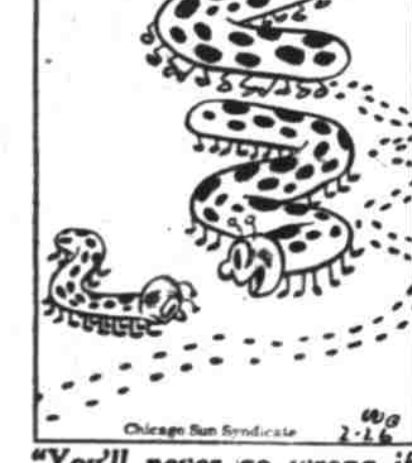
Services will be held Wednesday at 1:30 in the T. R. Tidgton chapel. Friends are asked to omit flowers. Dr. Joseph M. Adams will officiate and concluding services will be at City View cemetery.

Lumber Firm Changes Hands

SWEET HOME, Feb. 25—(Special)—Herbert Templeton Lumber company of Portland has bought the Lucas Lumber company and has taken possession.

Paul Lucas, who established the mill here several years ago, retired because of health. His son, Richard Lucas, who has been associated in the enterprise, will remain on the job for the time being.

Animal Crackers



"You'll never go wrong if you follow in your father's footsteps!"

Labor Balks New Wage-Price Policy

WASHINGTON, Feb. 25—(AP)—Organized labor balked at wage control features of President Truman's new wage-price policy today while funds for enforcement were threatened and congress heard living costs may soar another 10 per cent.

These developments came thick and fast: 1. The CIO told Economic Stabilization Director Chester Bowles it "could not commit itself" to the order calling for approval of wage increases by the wage stabilization board.

2. The AFL foresaw new strikes among its unions which had settled for less than the patterns which might be set by the board. 3. The senate appropriations committee cut by half the funds the house had voted to operate the OPA and the civilian production administration for the next four months.

4. Chairman Marriner S. Eccles of the federal reserve board told the house banking committee there is "some possibility" of a further rise of 10 per cent in the cost of living as a result of the new presidential wage-price policy.

Mr. Truman took an essential

step in carrying out his policy by issuing an executive order re-establishing the office of economic stabilization as it had existed during wartime.

A high government official, in close touch with the labor situation, declared the labor opposition indicated a "build-up" to withdrawal of labor members from the WSB.

He proposed continuation of OPA for at least another year, a substantial increase in the capital gains tax to put the brakes on speculative buying, and that the government should refrain from creating further bank credit by bringing about a balanced budget and beginning to pay off some of the nation's debt as soon as possible.

State Troops Called as Race Trouble Feared in Tennessee

COLUMBIA, Tenn., Feb. 26—(AP)—(Tuesday)—Squads of state militiamen from surrounding middle Tennessee towns mounted riot guns in Columbia's public square today following an outbreak of shooting in which four policemen were wounded.

Sheriff J. J. Underwood said the disturbance started in this town of 12,000 last night after the arrest of a negro woman and her son on assault charges.

Tension mounted as the night wore on and state safety commissioner Lynn Bomar, under orders of Governor Jim McCard, sped here from Nashville, fifty miles away, with eighteen state patrolmen to assist Columbia's eight man police force.

They were joined later by state militia troops ordered out from surrounding towns and as far away as Chattanooga and Knoxville, 100 and 150 miles respectively from Columbia.

Shortly after midnight acting adjutant general Hilton Butler said in Nashville that between four and five hundred state troops were already in Columbia or on the way.

At that time a report spread in Columbia that a group of negroes were marching on Columbia from Mount Pleasant, twelve miles away, and a detachment of militia was sent out by Brig. Gen. J. N. Dickinson, commander of the state troops, to meet them.

The sheriff listed the injured officers, who are in King's Daughters hospital, as police chief J. W. Griffin and patrolman Sam Richardson, Vernon Stofel and Will Wilsford. The latter was believed injured critically.

3 Salem Men In Fraud Trial

PORTLAND, Ore., Feb. 25—(AP)—The trial on mail fraud charges of three Salem men and a Portland accused of misrepresenting "oyster farm" enterprises began today in federal court here.

In a 42-page indictment the government accuses Edgar Robert Erion, John R. Barton and Glenn R. Munkers, Salem, and P. E. Blackman, Portland, of obtaining more than \$300,000 from north-western investors.

The government has subpoenaed 68 witnesses for the trial, mostly Willamette valley farmers and Oregon and Washington coast residents who are listed as investors. The four defendants pleaded innocent before Judge James A. Fee as the trial got under way.

Aviation Board Opens in Salem

The state board of aeronautics of which Lee U. Eyerly, Salem flyer and industrialist, is chairman, Monday opened offices on the third floor of the state capitol building here with W. C. Hill, chief engineer for the board, in charge.

Entire headquarters of the board will be moved to Salem from Portland on April 1. Hill, formerly of St. Paul, Minn., said his duties would comprise largely the location of airfields under the federal airport plan.

SOVIET FORCES MERGE MOSCOW, Feb. 25—(AP)—The three armed services of the Soviet Union—the army, navy and air force—were centralized in a single commissariat of the armed forces of the USSR tonight, with Generalissimo Stalin as commissar and supreme commander.

Brewster Calls For Arms Ban

Asks U. S. Policy To Forbid Use of American Guns

WASHINGTON, Feb. 25—(AP)—A demand that Great Britain be instructed not to use American guns to "shoot down Jews in Palestine" was voiced before the senate defense investigating committee today by Senator Brewster (R-Me.).

The reported use of American war equipment by Britain in quelling uprisings in Palestine, India and The Netherlands East Indies came into the committee's discussion over \$4,705,000,000 in lend-lease military equipment still held by the British.

Thomas B. McCabe, foreign liquidation commissioner, told senators that since the United States retains title to this equipment and can reclaim it, it had been decided not to attempt to sell it to the British.

If it were sold, he pointed out that the British could make any use of it they chose, including its resale to other nations.

Hubert Navlik, state department expert, and Benno Smith, legal counsel for McCabe, said there is no question that this country can impose any restrictions it elects on use of the goods in question.

Clothing Drive In Salem Nets 70,000 Pounds

Nearly 70,000 pounds of clothing were collected in Salem alone in the recently-closed United Clothing drive, a summary disclosed Monday.

The totals showed: 182,000 garments; 6000 pairs of shoes; 300 pieces of bedding; 2889 cartons and packages; 68,930 pounds.

Fred Starrett was general chairman, H. L. Braden secretary, with sponsors including the Junior Chamber of Commerce and the Kiwanis, Lions and Rotary clubs.

Those in charge paid special tribute to Clarence Shrock for aid in transportation, E. H. Craven for work with Boy Scouts in collections, and Floyd Seamster for leading the sorting and packing work.

Clothing for the drive may still be left with the Salvation Army.

Germans Leaving Prinz Eugen



PHILADELPHIA, Feb. 25.—German crew members of the former German cruiser Prinz Eugen disembark from the vessel at the navy yard here yesterday with their gear to stand muster preparatory to leaving the ship permanently.

Navy Probes Reported Farewell Party for PWs

NEW YORK, Feb. 25—(AP)—Nine German naval officers and 267 crew members who the Philadelphia Record said took part in a "gala farewell party" aboard the German heavy cruiser Prinz Eugen yesterday, sailed today for Europe on the naval transport Gen. A. E. Anderson under marine guard.

The Germans arrived today by train, while the Philadelphia naval yard investigated what the Record said was "as fitting a farewell party as any prewar bon voyage party in the United States."

A crowd of 500 persons were at Pennsylvania station to see the Germans as they were unloaded, one car at a time, under supervision of marines armed with riot guns.

The Record said "despite navy regulations, liquor flowed on the Nazi vessel. Flush-faced groups of Germans and Americans raised their voices in German beer hall songs. And in corners girls held hands with the German sailors and conversed in warm whispers."

Capt. A. H. Graubart of Los Angeles, commanding officer of the American crew aboard the Prinz Eugen, said the Record story was "a perversion of truth" and declared there was "absolutely no whisky" on board.

Chiang chose the occupation, however, to commend the patriotism of students, who have been demonstrating vociferously against the continued Russian occupation of Manchuria.

OSCAR PREXY IS CANDIDATE CORVALLIS, Feb. 25—(AP)—The republican ticket today boasted the candidacy of Dr. George W. Peavy, president emeritus of Oregon State college, as Corvallis mayor.

Successful bidders: Clatsop county — Repairs of Vine Maple bridge over Nehalem river on Fishhawk falls secondary highway. Philpott & Buckingham, Portland, \$16,680.

Linn county — Resurfacing eight miles of Lebanon - Sweet Home section of Santiam highway. Warren Northwest company, \$83,574.

Coast Highway Grading Lincoln county — 3.10 miles of grading on Spencer creek—Agate Beach section of Oregon coast highway. Berke Brothers, Portland, 277,810.

Umatilla county — Eight miles of improvement on Weston mountain-McDougall section of Weston-Elgin highway, to E. C. Hall and company, \$175,985.

Washington county — 4.56 miles of improvement on Campbell bridge - Hazeldale section of Farmington highway, Porter W. Yeti, Portland, \$109,690.

Lloyd F. Legarie, Salem, offered 10 per cent of proceeds plus rental for the privilege of operating the lodge at Silver Creek falls state park. His bid was referred to the engineer with power to act.

Atlantic City, N. J., Feb. 25—(AP)—The council of Methodist bishops at the concluding session of its annual meeting today named a committee to study "the question of protestantism as it relates to the Roman Catholic church in matters that concern Methodism."

Bishops Lewis O. Hartman of Boston; Bruce R. Baxter of Portland, Ore., and Paul E. Martin of Little Rock, Ark., were appointed a committee to assist in a proposed expansion of the Methodist's public relations department.

Weather Salem Max. 55 Min. 37 Rain 0.10 Eugene 56 36 0.02 Portland 55 40 trace Seattle 54 42 trace San Francisco 56 46 0.00 Willamette river FORECAST (from U.S. weather bureau, McNary field, Salem): Partly cloudy today. Highest temperature 54 degrees.

Last Minute Act Averts Power Strike in East

Pittsburgh Union Will Arbitrate; AFL Out of N. Y. Transit Walkout

PITTSBURGH, Feb. 25—(AP)—A power strike scheduled for 12:01 a. m. tomorrow was postponed tonight for one week during which an attempt will be made to arbitrate wage differences between the Duquesne Light co., and its independent union.

George Mueller, president of the union, made public the text of a statement which said the group "decided that the strike that is scheduled to start Feb. 26 be postponed one week and that a meeting of the membership be held Friday, March 1, to decide whether the wage issue be settled by arbitration or strike."

Strikers Agree To Arbitrate In Portland

PORTLAND, Ore., Feb. 25—(AP)—CIO cargo checkers notified the Portland waterfront employers' association late today they were willing to arbitrate their grievances and return to work.

Members of the supercargo and checkers union were sent home this morning after reporting for work in the face of the operators' announcement the union contract was cancelled as of 8 o'clock this morning.

The strike went into its 98th day today (Tuesday) and UAW vice president Walter P. Reuther declared "thus far no agreement has been reached and none is presently in sight."

Thomas asserted in the automotive disputes that the president "should sell the recommendation of the fact finding board to the people before calling the parties to Washington," after Senator Claude D. Pepper (D-Fla.) suggested that Mr. Truman call both sides to Washington in a new attempt to settle the strike.

The union has agreed to accept the 19 1/2 cent fact finding proposal but GM's highest offer has been 18 1/2 cents.

N. Y. AFL Not in Strike In New York, Bernard Brophy, president of the AFL Transit Workers union, which claims 6000 members among the city's 32,000 transportation workers, said his group would not support a strike threatened for after midnight today (Tuesday) by the CIO Transport Workers union, on demands for a \$2 a day wage increase and sole collective bargaining rights for all transportation workers on the city-owned system.

New York City municipal officials today interviewed 1000 city employees with engineering, mechanical and electrical aptitudes for emergency use in operating the metropolis' transit system in the event of city-wide transit strike. The fire and police departments were alerted for possible duty.

Kick-off Lunch Slated for Red Cross Drive

Kick-off meeting for workers who will conduct the annual American Red Cross fund campaign in Marion county will be held Friday noon at the Marion hotel. Friday is the opening date for the drive in which about 1000 persons in the county will take active part in the campaign for \$66,000.

A general discussion and question and answer period will feature the Friday luncheon meeting, with Dr. E. E. Boring, general fund campaign chairman, presiding. Dr. G. Heibert Smith, president of Willamette university, will give a short talk. Justice George Rossman, chairman of the Marion county chapter of Red Cross, will assist in the question and answer session.

Heads of all divisions in the campaign will meet at luncheon Wednesday to outline drive procedure.

Charge Mother With 'Kidnap' Of Own Son A 23-year-old mother, charged with kidnapping her own son, and her 30-year-old stepfather, arrested on similar charges, were released by Joseph Felton, justice of the peace, Monday night, on their own recognizance on condition that they take the child back to the Curry county district attorney.

Madine Fitzhugh and Curtis Thrall, arrested on a felony warrant, Monday, at the Lakebrook hopyard, where Thrall has recently been employed, allegedly removed Mrs. Fitzhugh's four-year-old son from the Gold Beach home of his grandparents, in whose custody he had been placed by court order.

The boy's father was committed to the state penitentiary last week.

Bishop Baxter on Church Committee

ATLANTIC CITY, N. J., Feb. 25—(AP)—The council of Methodist bishops at the concluding session of its annual meeting today named a committee to study "the question of protestantism as it relates to the Roman Catholic church in matters that concern Methodism."

Bishops Lewis O. Hartman of Boston; Bruce R. Baxter of Portland, Ore., and Paul E. Martin of Little Rock, Ark., were appointed a committee to assist in a proposed expansion of the Methodist's public relations department.

Sweet Home Teacher Subject of Hearing Hearing was held before Rex Putnam, state superintendent of public instruction here Monday, in connection with a proceeding involving the release of a teacher in the Sweet Home, Linn county, school district, for conduct unbecoming a school employee.

The Linn county school superintendent upheld the district school board whereupon the teacher appealed to the state education department for final decision.

Salem AFL Petition Turned Down by NLRB WASHINGTON, Feb. 25—(AP)—An AFL local union's petition for collective bargaining agent at United Growers, Inc., Salem, Ore., was turned down today by the national labor relations board.