

Group Split On Road Plan

Congressmen Mull Federal Financing

WASHINGTON (AP)—The House Public Works Committee Wednesday turned down, 19-14, President Eisenhower's plan to finance a vast road building program with bonds. The President had proposed setting up a new government corporation to sell 30-year bonds.

The committee didn't reach a vote on a substitute Democratic plan to pay for the new roads through immediate increases in federal taxes on gasoline, trucks, heavy tires and tubes and diesel fuel.

WASHINGTON (AP)—The House Public Works Committee was split several ways Wednesday over how to raise 37 billion dollars to pay the federal share of a proposed 12-year road-building program.

For this reason, committee members doubted they could complete action on a highway bill at a closed-door session Wednesday.

Several key members predicted approval of a subcommittee plan to raise gasoline taxes from 2 to 3 cents a gallon and to hike taxes on trucks, diesel fuel, truck tires and tubes. These increases would bring in more than 800 million dollars a year.

LAST-DITCH STAND
But others promised a last-ditch stand in the committee for President Eisenhower's plan to create a new government corporation to finance the building program through long-term bonds which would not be chargeable to the national debt.

Still others called for a compromise to pay part of the road bill through immediate tax increases and part through bonds. Some members wanted to drop the whole program and others wanted to pass the buck on financing to the House Ways and Means Committee, which traditionally starts all tax bills in Congress.

PRESSING FOR ACTION
Both Eisenhower and Democratic congressional leaders are pressing for action on the biggest federal-state highway program ever projected.

The program calls for 24 billions in federal funds and about 2 1/2 billions in state funds to complete a 40,000-mile network of interstate superhighways, selected largely for their importance to national defense.

And it would continue, for the first year, the present program under which the federal government and the states together put up almost 1 1/2 billions a year for primary, secondary and urban roads on a 50-50 matching basis.

A maximum of seven eclipses, visible someplace on earth, can occur in one year—either five of the sun and two of the moon or four of the sun and three of the moon.



THEY'LL STUDY SOVIET FARMS—Meeting at the State Department in Washington is the 12-man agriculture delegation which will visit Russia on an exchange basis to study Soviet agriculture. Seated, left to right: Ferris S. Owen, Newark, O.; John M. Jacobs, Phoenix, Ariz.; W. V. Lambert, U. of Nebraska; Dr. William Reed, Greensboro, N. C.; Standing: Ralph A. Olsen, Ellsworth, Ia.; David G. Johnson, U. of Chicago; Charles J. Hearst, Cedar Falls, Ia.; Asa V. Clark, Pullman, Wash.; John M. Steddom, Granger, Ia.; Loren K. Soth, Des Moines, Ia.; Herbert W. Pike, Whiting, Ia.; and J. M. Kleinern, Nampa, Idaho.

Russell Offers New Draft Plan Revision

By EDWIN B. HAAKINSON
Of The Associated Press

WASHINGTON (AP)—Sen. Russell (D-Ga.) proposed Wednesday a new revision of the military reserve plan strongly urged by President Eisenhower and the Pentagon.

As he outlined it in an interview, it would include a volunteer system for teen-age reservists but would omit authority for compulsory reserve drills for past and present service veterans. The Pentagon has asked for both features.

"I believe this is closer to what the administration wanted than I first thought," said Russell, chairman of the Senate Armed Services Committee.

CLOSED SESSION
He called the committee into closed session Wednesday to vote on details of the legislation aimed at building up a combat-ready reserve of 2,900,000 by 1960.

Russell has maintained that it is unfair to require former servicemen to serve with active reserve units while many other young men never don uniforms. The Pentagon asked originally for authority to give discharges other than honorable to any such man who does not keep up his reserve obligations. The House turned down this request, but did vote for authority to recall such men for active duty of up to 45 days.

SPECIAL BONUS
In lieu of either of these forms of compulsion, Russell has proposed a special bonus for service veterans who agreed to undertake active reserve duty.

There has been no Senate dispute over the administration proposal to allow as many as 250,000 draft-age youths yearly to volunteer for six months' special active training. They would agree to serve 7 1/2 years more in the reserve, and would be exempt from the regular draft. The current draft service is two years.

Russell offered to make these changes in the bill passed by the House:

- Eliminate a provision saying youths could not volunteer for this special reserve until they had completed high school or attained 19. The Pentagon proposed to open the plan to all youths from 17 to 18 1/2.
- Permit trainees to be assigned to National Guard units. The House junked such a provision after an earlier version had been amended on the floor to bar assignment of reservists to Guard units which practice racial segregation.
- Eliminate a House provision that cut the present eight-year reserve obligation to six years for men who had been drafted or volunteered since the date of the Korean truce, July 27, 1953.

17 Million Lunches
CORVALLIS (AP)—Some 17 million lunches were served last year under Oregon's school lunch program, according to Mrs. Laura Wells, director of the program. She said more than a third of the state's grade and high school students took part.

Mrs. Wells discussed the program at the opening session of a three-day school lunch conference. Some 200 school lunch workers are attending.

Farm Experts Off to Russia

NEW YORK (AP)—A delegation of 13 American agricultural experts left New York Tuesday night for a goodwill inspection tour of farms in the Soviet Union.

The farmers, agricultural college men and government officials promised to keep "open minds and unplugged ears" during their visit. A similar delegation from Russia will tour the Midwest U.S. farm belt at almost the same time.

Dean William E. Reed of the North Carolina Agricultural and Technical College, the only Negro in the group, said he would keep a lookout for any racial problems in the Soviet Union.

Radio Moscow said Tuesday night the Russian tour had left for the United States. The Russians are expected to arrive in Washington Saturday or Sunday.

The Americans were scheduled to land in London Wednesday.

Foreign Students Hear President

WASHINGTON (AP)—President Eisenhower Tuesday told a group of foreign students he is going to the Big Four conference in the hope of finding a way to let "all of you live a little bit more tranquilly than have the people of my generation."

"Now people don't want conflict—people in general," Eisenhower said. "It is only, I think, mistaken leaders that grow too belligerent and believe that people really want to fight."

The 60 students the President addressed informally in the White House rose garden are from 14 European countries and from Japan.

They are in this country as part of an exchange program sponsored by the American Field Service, a private organization.

Cuts and Bruises

BANKS, Idaho (AP)—Edward J. O'Toole, 34, of Nampa, drove his cement truck onto a soft shoulder of the highway near here Tuesday and plunged 80 feet down a rocky gorge into the Payette River. He clambored out with only a few cuts and bruises.

Dixon-Yates Costs Mullied

More Fuel Added To Lengthy Battle

WASHINGTON (AP)—Sen. Gore (D-Tenn.) said Wednesday any agreement by the administration to pay contract cancellation fees to the Dixon-Yates utility group would be "subject to searching inquiry" by Congress.

He said the Atomic Energy Commission could use only funds appropriated by Congress to reimburse Dixon-Yates for costs claimed under the contract. President Eisenhower has ordered cancellation.

Atty. Gen. Brownell said Monday a settlement would be negotiated with Dixon-Yates. But he said he could not estimate what cancellation costs might come to. There have been estimates Dixon-Yates might seek several millions of dollars.

Meanwhile, a Senate Antitrust subcommittee probing the contract called the entire Securities and Exchange Commission to try to find out if the White House interfered with the timing of hearings on Dixon-Yates financing plans.

REFUSES TO SAY

SEC Chairman J. Sinclair Armstrong Tuesday refused to say why the commission suddenly ordered a three-day postponement of a Dixon-Yates hearing. He would not say whether someone in the White House directed the delay. He insisted this was a confidential matter.

The SEC hearing, which involved proposed Dixon-Yates bond financing, was set for June 13. But the SEC met at Armstrong's direction early that morning, and told hearing examiner James G. Ewell to put off the session. It resumed June 16.

Sen. Kefauver (D-Tenn.), the Antitrust subcommittee chairman, pointed out that the House was debating that week a money bill which involved the Dixon-Yates matter.

Some House Democrats sought to knock out of the measure a \$15-million-dollar item for a transmission line to the proposed Dixon-Yates power plant, and to devote the money instead to a new Tennessee Valley Authority steam plant. They were beaten on a vote taken June 16.

TESTIMONY TOO LATE

Kefauver said testimony at the SEC hearing came too late to affect the House vote.

The witness scheduled for June 13 was Adolphe H. Wenzell, a former vice president of First Boston Corp., which became the financial agent for Dixon-Yates on a no-fee basis.

Wenzell also served as a consultant for the Budget Bureau on power matters during early stages of negotiations leading to the contract between the AEC and the Dixon-Yates group. Kefauver and other senators have been highly critical of his dual role.

Wenzell was scheduled to resume his testimony after the SEC witnesses finish.

The Dixon-Yates plant was to have been built at West Memphis, Ark., largely to supply power to Memphis, Tenn., through TVA lines. AEC negotiated the contract at Eisenhower's direction.

The President decided Monday to scrap the contract after Memphis officials convinced him the city was going ahead with its own plant and would refuse Dixon-Yates power.

Soviet Youths Helping On Dam Construction

MOSCOW (AP)—More than 10,000 youths have been sent by Komsomol, the Communist Youth League, to help speed construction on the big Kuibyshev hydroelectric station on the Volga.

Soviet news agency announced that more than 6,000 "volunteers" had already arrived at the site by the end of June. A big drive to get the youngsters out for summer work on big dam projects was announced months ago.

Site Approved

NEW YORK (AP)—The site of the old Tombs—New York's widely known jail, now torn down—has been approved for a new city and municipal courts building.

DID YOU KNOW?

That Seymour's Cafe serves delicious fried mountain trout each day?

Before House

WASHINGTON (AP)—Congress has before it a resolution calling the secretaries of commerce and agriculture to report upon steps being taken to expand farm weather forecasting. The Senate has adopted the resolution and sent it to the House.

Gifts — Cards — Stationery
The Auld
GIFT SHOP
1167 Willamette

EUGENE PACKING CO.

FREE DELIVERY

- Pot Roast of Beef lb. 49¢
- Sliced Bacon lb. 49¢
- SHOULDER OF Pork Roast lb. 39¢

S&H GREEN STAMPS

- Swiss Steak lb. 59¢
- Fresh Beef Liver lb. 39¢
- Fresh Pork Liver lb. 29¢

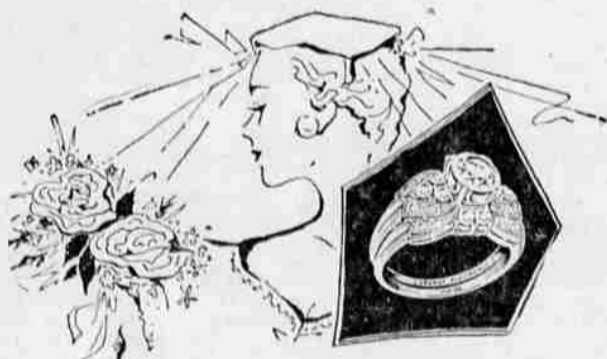
675 WILLAMETTE

PH. 4-4285

claire
mc cardell's
pop-over

... fresh new version
of this famous wraparound
cotton... this year
the top is cut on a
surplice slant fastened at one
side with golden
hooks and eyes...
the wide sash of contrasting
cotton can be worn as a
cummerbund or
wrapped and tied to taste.

only at
Russell's... the 1955
claire mc cardell popover
22.95



Diamond Ensemble by Skeie's

We select our diamonds carefully on the bases of color, brilliance and excellence of cut — that only the finest meet our high requirements.

Come in and let us show you how our diamonds excel all others... see our solitaires priced as low as \$100... and up to several thousands. And when her diamond comes from Skeie's she knows it is one of the choicest to be found.

Let us show you the many ways that you can give her a Skeie's diamond.

NO DOWN PAYMENT
on approved credit



1027 Willamette

PH. 50354

Blue Grass Flower Mist

4 oz. size 2.00

with **Purse Atomizer**
of Blue Grass Perfume 2.50

both only 3.00
for a limited time



Forget that timid dab of fragrance behind the ear! Instead after the bath, spray yourself lavishly with lovely Blue Grass Flower Mist... Elizabeth Arden's own lighter version of her great perfume. Revel in its misty coolness all summer long. Carry Blue Grass Perfume in the new leak-proof Purse Atomizer. Both only \$3 at your favorite store.

8 oz. Flower Mist with Purse Atomizer of Blue Grass Perfume 4.50 (Regularly 6.00)



RUSSELL'S OWN STORES