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GEDORGE PUTNAM, EAtior :

The Railroad Crisis
Unscrambling of the Southern Pacific and Central Paci-
fic system, after 52 years of common ownership and control as ordered by the recent decision of the federal supreme court, would be a misfortune to Oregon as it would effect
ually destroy railroad competition and convert what is now a main line of a transcontinental system into a branch
line with all the inconveniences and additional expenses thereof.
The present Southern Pacific line south of the Califorthe Central Pacific. Its sale would isolate Southern Pacific lines in Oregon, which could not be operated profitably and would most probably be sold to the Union Pacific, thus giv-
ing that system a monopoly on the transportation business Ing that system a monopoly on the transportation business
of the state for there is not sufficient traffic to justify the of the state for there is not sufficient traffic to ju
building of a competing line through California. In the unscrambling, Oregon would lose the benefit of
a competing transcontinental line, for all freight would be forwarded north through-Portland and east over the Unio Pacific. Now freight can also be sent instead south and rates will take the place of single rates ly. Moreaver, sale of its lines in Oregon would force th
Southern Pacific to discontinue the purchase of millions of dollars worth of lumber and other products annually.
Natron cut-off from Eugene to Klamath Falls would pro bably never be completed, or at least indefinately delayed Construction was halted when the dissolution suit was filed
If the Southern Pacific sells its lines in Oregon, it will have no reason for building the cut-off and if the Union Pacific tive line into territory it already serves.
The supreme court decision Pacific and Southern Pacific were competing lines in been automatically stayed by an appeal for a rehearing. may be nullified by the transportation act
ing the Interstate Commerce Commission for grouping purposes, the major railroads
whereby the Southern Pacific including the

Cutting the Taxes

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\begin{aligned}
& \text { The state Grange at its annual meeting adopted a pro- } \\
& \text { gram of drastic cuts in state expenditures-that is cuts } \\
& \text { supposed to materially reduce taxation. The amount to be } \\
& \text { saved is } \$ 1,355,000 \text { per biennium or } \$ 677,500 \text { a year. As } \\
& \text { the total taxation is some } \$ 41,000,000 \text { a year, it is apparent } \\
& \text { that not much of a saving will be effected, only about one } \\
& \text { and two thirds percent. } \\
& \text { It is apparent that something besides legislative appro- } \\
& \text { priations will have to be trimmed to materially reduce taxa- } \\
& \text { tion, and something besides strictly state expenditures. } \\
& \text { Local taxes must be severely pruned. As a matter of fact, } \\
& \text { most of the taxes have been voted by the people themselves } \\
& \text { in the form of millage and other imposed expenditures. } \\
& \text { There are in addition state laws that enforce certain ex- } \\
& \text { penditures upon counties which have been denied the option } \\
& \text { of refusing to make them. } \\
& \text { of the } \$ 41,000,000 \text { only about } \$ 3,000,000 \text { is appropriated } \\
& \text { by the legislature, so if the legislature should fail to func- } \\
& \text { tion, fixed expenditures and local taxation would still call } \\
& \text { for } \$ 38,000,000 \text { or } 93 \text { percent of the present total taxes, of } \\
& \text { this amount some } \$ 18,700,000 \text { is for education, while county, } \\
& \text { cities, and roads take each a large proportion. } \\
& \text { The state Grange is wasting its time and efforts if it } \\
& \text { figures that all that is needed to reduce taxation is to prune } \\
& \text { state and legislative expenditures. It is well enough for a } \\
& \text { beginning, but school, city and county budgets must be ma- } \\
& \text { terially trimmed and millage bills reduced before the tax- } \\
& \text { payer benefits much. } \\
& \text { Making Cherries Yield Crops }
\end{aligned}
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Polk County Court



