

Horseburger Case in Court

Portland, June 29 (AP)—Two brothers, charged with turning horsemeat into hamburger, went on trial in a packed municipal courtroom today.

Ernest and Ivan Crystal, owners of the Salem Meat company of Portland, entered pleas of innocent to the charges of illegal possession of horse meat and sale of horse meat not so labeled. A surprise witness was Fred Adam of the Adams Packing company, Hillsboro. He said he deals only in the sale of horse meat as food for animals. The Salem Meat company made weekly purchases from him, he said, adding that the Crystal brothers told him the meat was re-sold as pet food.

Municipal Judge John B. Seabrook interrupted testimony to ask why he made deliveries at 6 a. m. Adams said the Crystal brothers set the hour.

Adams reappeared instead of a third defendant, Stanley Rickard, who was arrested as a material witness in the June 22 raid on the packing plant here. Rickard is Adams' foreman and made the deliveries. Thomas Bain, chief city health and sanitation inspector, testified to finding 1500 pounds of horse meat in the plant when he and other city officials and detectives made the arrests.

U. S. Bond Prices Stage Sharp Rise

New York, June 29 (AP)—U. S. treasury bond prices staged their sharpest rise in years today as the government in effect moved to make them harder to get.

Bid prices of long-term government issues made advances ranging up to an extreme of about 50 cents per \$100 bond for the 2 1/2% of September, 1972-67, which were quoted at one time at \$104.50 bid. Normal daily fluctuation for the long-term obligations over most of this year has been about three to six cents per bond.

Government bond houses here said demand was substantial, but could not be satisfied since offerings were few. Some dealers said many would be institutional buyers, such as banks and insurance companies, bid for large blocks of bonds today in the belief the price rise would continue.

The upward movement followed directly last night's statement by the federal open market committee, which said in part: "The federal open market committee, after consulting with the treasury, announced today that with a view to increasing the supply of funds available in the market to meet the needs of commerce, business and agriculture it will be the policy of the committee to direct purchases, sales and exchanges of government securities by the federal reserve banks with primary regard to the general business and credit situation."

This guarded statement was interpreted as meaning that in order to induce banks to lend money more freely to businesses, the federal reserve system would be less free in selling from its portfolio of government securities, thereby forcing prices up and lowering the interest yield.

Stock Judges Visit

Ballston—The Oregon Guernsey stock judging team was at the George McCulloch farm inspecting the fine herd of Guernsey cows owned by him and Roy Hobson. Among those present were Bob Stewart, assistant secretary of the American Cattle club and Elmer Meadows, secretary of the American Cattle club. The Ballston Sew and Social club served a plate lunch to about 70 members.



Julian 'Buck' Smith

Smith to Coach At Willamette

Julian "Buck" Smith, a graduate of Willamette university, will return to his alma mater in the capacity of assistant to Charles R. Stackhouse, head football coach at Willamette. Announcement to this effect was made Wednesday afternoon by President G. Herbert Smith after he had cleared with the new athletic director.

Smith, a product of the Chemawa Indian school, served with distinction with the armed forces in Persia where he coached an all-service team to the area championship. After the war he returned to Willamette to secure his degree. He is 39 years old and lives near Turner. He turned down an offer of a commission with the army in order to retain his post of coach.

Beaver Boys State Ballot for Governor

Corvallis, June 29 (AP)—Some 200 boys, attending the citizenship training program of the Beaver Boys State, balloted today for their chief governor after naming Ted De Merritt of Malin as state police chief.

The police job is generally regarded as second most important in the Boys' State. Officers of the three "counties" elected yesterday include: Taft county—John Benedict, Eugene, and Bruce King, Salem, commissioners; Don Crawford, Salem, sheriff; Mercer King, Salem, coroner.

Hoover county—Ivan Striskay, Roseburg, and Jim Ramsey, Madras, commissioners; Gene Henry, Roseburg, clerk; Tom Paulus, Salem, assessor; Zane Larson, Harrisburg, coroner.

Cooking county—Bob Glass, Eugene, district attorney; Bob Morgan, Eugene, clerk; Al Pearl, Salem, treasurer; Don Heron, Grants Pass, assessor; Gerald Ingrenson, Springfield, coroner; Ken Moriarty, Eugene, justice of the peace.

Horseburgers Sold at Seaside

Astoria, June 29 (AP)—Horse meat from a Portland meat plant has turned up in a Seaside restaurant, Dr. Leonard Kahl, Clatsop county health officer, reported.

He said the restaurant owner became suspicious after reading of numerous arrests in Portland last week when quantities of horsemeat, disguised as hamburger, were seized.

Kahl said the meat came from the Salem meat company of Portland, which was charged with sale of unlabeled horse meat in last week's raid in Portland.

Klan Chief on Talmadge Staff

Atlanta, June 29 (AP)—Is the grand dragon of the Ku Klux Klan a member of Gov. Herman Talmadge's personal staff?

Talmadge said at his press conference yesterday, "I don't know."

Grand Dragon Sam Green said, "Sure. I've been a member of the governor's staff since his inauguration."

Secretaries in the executive office said they couldn't remember whether the head of the Klan, now on U. S. Attorney General Tom Clark's list of subversives, was a member.

The secretaries added that they didn't know where to find a copy of staff appointments. The matter of Dr. Green's staff membership was brought up by a reporter after another newspaperman, earlier in the week, spotted what appeared to be a framed commission in Dr. Green's office.

This commission, dated Nov. 17, 1948, bore Talmadge's name and designated Dr. Green as a lieutenant colonel and aide-de-camp.

Throughout the 1948 gubernatorial campaign at various Klan rallies, Dr. Green plumed for the "white supremacy" candidate.

Talmadge's campaign was predicated on maintaining white supremacy at the polls.

6 Inches Snow Falls, Mt. Hood

Mt. Hood, Ore., June 29 (AP)—Six inches of powder snow fell on the slopes of Mt. Hood last night.

It was snowing briskly early this morning, and Timberline Lodge officials said skiing should be good for the next few days.

Generally, temperatures were lower throughout Oregon with frost reported in eastern Oregon.

The weather bureau said the cold air condition, which drifted down from the Bering sea would continue for another day with some warming expected Thursday.

Lakeview was the coldest spot in Oregon this morning with 29 degrees recorded. Redmond recorded 31 degrees; Burns, 35; Klamath Falls, 32; La Grande 38 and Baker 37.

The weather bureau said the freezing temperatures were raised quickly and no serious crop damage was expected although there had been no estimate of losses.

Cloudy weather with occasional showers was predicted by the weather bureau for today and Thursday.

Corvallis Escapee Nabbed in N. M.

Corvallis, June 29 (AP)—Richard Howard Hall, who was "sprung" from the Benton county jail here on June 3, with the aid of at least two outside

accomplices, is in custody at Albuquerque, New Mexico, Benton County Sheriff C. N. Lilly said this morning.

Lilly said he had been informed Hall was arrested at Estancia, New Mexico, for attempting to pass a bad check and sent to Albuquerque when it was found he was driving a car stolen from that city.

The sheriff said Hall was alone when arrested and had with him one of the pistols stolen from the sheriff's office during the time of the break here.

He said Hall would be brought to Corvallis to face burglary charges and three separate counts of forgery.

Keizer Sand Firm Signs-up

The Keizer Sand & Gravel company Wednesday morning signed an agreement with the Teamsters union of Salem meeting the union demand for a wage increase, and the plant is operating.

The union is still picketing the River Bend Sand & Gravel plant, and the workers are out on strike at other local sand and gravel plants.

About 60 members of local No. 324 are involved. The wage demand is an increase of 10 cents an hour retroactive to January 1 and extending to July 1, and 12 1/2 cents an hour July 1 to December 31.

A counter offer made by the employers was 10 cents from July 1 with no retroactive pay.

Ward E. Graham, secretary of the Salem union, said the union had offered several times to arbitrate the dispute, but that the employers had refused.

There was some promise of settlement of the dispute that has kept woodworking plants idle for several months. H. D. Van Swearingen, executive secretary of the Salem Building Trades union, said local 1411 would meet Thursday night at 8 o'clock

Czechs Use Guns Upon Catholics

Prague, Czechoslovakia, June 29 (AP)—Communist militiamen armed with tommy guns today subdued Catholic villagers in central Czechoslovakia after they had rioted for four days because police tried to arrest their priests, a witness to the disorders reported tonight.

The witness said the uprising began Sunday when carloads of police swooped down on four villages in the region of Turciansky Svaty Martin, some 200 miles east of Prague just across the Moravian border in Slovakia.

The trouble subsided only after martial law was declared over a 100-square-mile area of the strongly Catholic region near Zilina.

The four priests whom police were trying to arrest still were reported to be free, the witness said. His report indicated the events in that area were the most turbulent of the long struggle between the church and the state.

at the Labor temple to vote on a new offer from the employers' association.

"We hear that the offer was accepted by the Portland local Monday night," he said, and added that the offer is not known in detail yet in Salem, but will be by Thursday night.

The workers had asked for an increase of 17 1/2 cents an hour. The association offered 1 1/2 cents plus six paid holidays during the year in addition to two weeks vacation on pay. Details of the new offer are awaited with considerable interest.

Showers Worrying Cherry Growers

Rainfall in a new series of showers for the Salem area measured .11 of an inch in the 24-hour period ending at 10:30 a. m. Wednesday.

The amount brings the month's total to .96 of an inch, or 22 of an inch below normal but above the total fall for June of last year. Only .38 on an inch fell for the entire month of June in 1948.

Continued rain would bring worries to those winding up the cherry harvest and to those with hay down—and the Cherryland Festival association is hoping there will be no more rain the remainder of the week with the festival opening Thursday. The month has been marked by relatively cool daytime temperatures, the record showing several days with below normal mean temperatures.

Rain Ends Drought In Inland Empire

Spokane, June 29 (AP)—Rain over most of the Inland Empire today eased a prolonged drought.

The rain, which turned to snow on some of the higher mountains, came too late in some areas to provide maximum help to crops. However, it cheered wheat farmers somewhat in the Palouse area and cut down the fire danger in the area's forests and ranges.

Two inches of snow fell on Mount Spokane. The rain in Spokane was light. The weather bureau reported overnight falls of .19 inches at Couer d'Alene, .23 inches at Grangeville and .18 inches at Lewiston in Idaho.

Heavy rains were reported in western Lincoln county.

Hoover V. Plan Rejected by Gray

Washington, June 29 (AP)—Veterans Administrator Carl R. Gray, Jr., has rejected in full Hoover commission proposals for reorganizing the veterans administration, it was learned today.

In a sharply critical letter to Chairman John E. Rankin, (D-Miss) of the house veterans committee, Gray dismissed the proposals either as useless, costly or actually harmful to good service.

He centered his fire especially on the commission's plan to abolish veterans hospitals as such, lumping them under a single government health agency along with hospitals of the army, navy and public health service.

"The high standard of (medical) care which has been attained by the veterans administration would necessarily be lowered by a merger of our program with other programs," Gray said. "I must strongly recommend against the adoption of this recommendation."

Gray turned thumbs down on proposed creation of an independent "government insurance corporation" to handle GI insurance. The present "integrated system," he said, is cheaper.

He dismissed as an invasion of "proper and sound" state prerogative a proposal to give the federal government more say about what schools are approved for GI training. He said creation of a new veterans benefit service would only breed confusion.

Czech Reds Accuse Tito of Plotting

Prague, Czechoslovakia, June 29 (AP)—A high-ranking Czechoslovak communist spokesman today accused Marshal Tito's Yugoslav government of plotting with "reactionary" Czech army officers to "organize putsches" here against the Prague regime.

The spokesman also charged "Anglo-American imperialists" were involved in such plots.

The accusation was made by Bedrich Geminder, an official of the cominform who participated in the expulsion of Tito from that organization just a year ago.

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