

THE WEATHER HERE

CLOUDY WITH showers to-night, rain Thursday. Little change in temperature. Lowest temperature tonight, 42; highest Thursday, 52.

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Carl A. Erikson Architect for New Hospital

Plan \$750,000 First Unit, Start Construction Next Summer

By STEPHEN A. STONE Carl A. Erikson, Chicago hospital architect, was employed by the board of directors of Salem General hospital Tuesday night as the architect for the new hospital building.

Plans will be prepared immediately for a building estimated to cost \$750,000. It will not be a complete building but a unit for later expansion.

A local architect, yet to be selected, will be employed to work with Erikson, and he also will bring an assistant from Chicago.

The hospital board is hopeful, said Milton L. Meyers, chairman, that the breaking of ground next summer will inspire further donations to the hospital building fund.

The location will be on ground owned by the hospital on East Center street, and near the present hospital building. It will be adjacent to several doctors' clinics now operating in the area.

Meeting with the board Tuesday night were four doctors representing the hospital staff of 85 general practitioners and specialists.

Opening a two-way debate in the house of commons on the government's new £280,000,000 (\$784,000,000) economy drive, the chancellor of the exchequer declared:

"At the root of our success or failure lies our own capacity to produce. The only real solution for our difficulties is more and more economical and efficient production."

The cut in dollar imports—such as tobacco, food, cotton and gasoline—and a slash in government spending are essential, he said, "but cannot of itself bring success."

He said Britain wants to be able to afford a high standard of living "not through the charity of some friendly people, but because we can and do produce enough currently to supply all our own wants."

Cripps said the "most acute of our own and the world's post-war economic problems has been that of the dollar-sterling trade."

"We still have a gap which is being filled by Marshall aid and up till the date of devaluation it was also being filled by a heavy drain on our reserves as well," Cripps said.

Cripps told Britons they must produce more and get our costs down, "the chancellor of Britain's strained exchequer told the house of commons, 'we shall suffer a tragic fall in our standard of living, accompanied by all the demoralizing insecurity of widespread unemployment.'"

5 Killed in Crash Buenos Aires, Oct. 28 (AP)—An Argentine military transport plane crashed north of Tucuman last night, killing five persons and injuring three others.

Russia Asserts Envoy of Tito Anti-Soviet Spy

Kremlin Ousts Tito's Ambassador as Rajk Conspirator

By EDDY GILMORE Moscow, Oct. 26 (AP)—Russia has charged Marshall Tito's ambassador to Moscow with anti-soviet spying and declared that he can no longer serve as the Yugoslav envoy here.

A Soviet note delivered yesterday to the Yugoslav embassy said the Budapest treason trial of Hungary's former foreign minister Laszlo Rajk had revealed that Yugoslav ambassador Karlo Mrazovic "had for a long time engaged in spying and subversive activities against the Soviet Union."

Mrazovic left Moscow for Yugoslavia in August and has not returned since, though technically he remains ambassador to the Soviet Union. It had been presumed he would eventually return to the Russian capital eventually.

The Kremlin's note said also that Mrazovic "while being Yugoslav ambassador in the USSR, had come out in the Yugoslav press with slanderous fabrications against the Soviet Union."

London, Oct. 26 (AP)—Britain has protested to the United States that statements made by High Commissioner John J. McCloy are seriously harming western policies in Germany.

In Washington, government officials reported the British are "annoyed" at McCloy's recent remarks on dismantling of German plants. However, they pictured it as a "tempest in a teapot" and predicted the affair will be straightened out amicably.

The informants reported the British complaint was made to Julius C. Holmes, minister at the U. S. embassy here, by Sir Ivone Kirkpatrick, who heads the German section of the foreign office.

The two men met within the last week to discuss various aspects of western power policy towards Germany and Kirkpatrick expressed British concern at two interviews given by McCloy to newsmen recently.

In one interview published in German and British newspapers on October 9 McCloy reportedly called for an end to "purposeless dismantling" of industrial plants in the Ruhr. He was quoted as saying "even" the British would welcome ending of dismantling.

London, Oct. 26 (AP)—Foreign Secretary Ernest Bevin said today Britain now is considering whether to withdraw some of her 3000 troops stationed in Greece.

He told the house of commons on the question of the troops soon.

Ronald Chamberlain, laborite M.P., asked if the military mission to Greece might be "one of very many promising starting points for cutting down military expenditure."

Bevin told another questioner, Maj. Tufton Beamish, conservative, that Britain's air attaché was withdrawn from Madrid because of economy reasons.

Portland, Oct. 26 (AP)—Norway will get 310 tons of dried Oregon prunes, to leave here on the motorship Abraham Lincoln, which is bringing Norwegian fertilizer to Oregon farms.

Both the incoming fertilizer and outgoing prunes are the first such cargo to be exchanged between Norway and the port here in 15 years.



Fire Causes Heavy Loss at Prison Annex—The picture at top shows firemen playing water on the interior of large hay barn at Oregon state prison annex which was destroyed by fire Tuesday night with a \$40,000 loss in building and contents. Below, portion of quickly-consumed framework and flames eating into the 800 tons of hay stored in the barn.

\$40,000 Fire Destroys Prison Annex Barn

Fire early Tuesday night destroyed a large hay barn and 800 tons of hay at Oregon state prison annex with a total loss estimated at around \$40,000. Cause of the fire was not known.

The barn, a wooden structure 235 by 55 feet in dimensions, was comparatively new, having been built two years ago at a cost of \$6000. The hay, clover, vetch and cheat, was valued at about \$40 a ton at the time it was stored in the barn, but is believed to have increased in value. The state carries its own insurance.

The fire was fast and spectacular. The size of the building and the rapidity with which the flames whipped through the timbers made it visible for several miles, and guards and state police had some difficulty in controlling traffic in the nearby highway and at the gates.

E. C. Halley, deputy warden of the prison, was just driving away from the annex premises when he saw the first flames. It started with a suddenness that was almost like an explosion, he said. He turned in an alarm and Salem and Four Corners fire equipment rushed to the scene. Water was not available for all hose lines, but several streams were centered on the burning hay, and it was still being watched today.

When the fire started practically all inmates of the annex were at a motion picture show on the premises. They left the show and hurried to the fire, and dairymen among them released

Blame Russia For Failure of Atomic Talks

5 Powers Assert Soviet Puts National Interests Above Peace

Lake Success, Oct. 26 (AP)—The United States and four other powers declared today secret atomic talks have failed because the Russians put national interests above world security.

This report came from the U. S., France, Britain, China and Canada. It was released along with a formal report of closed-door conferences they held with the Soviet Union in seeking to end the east-west deadlock.

The report said that "the government of the U.S.S.R. puts its sovereignty first and is unwilling to accept measures which may impinge or interfere with its rigid exercise of unimpeded state sovereignty."

It added: "If this fundamental difference could be overcome, other differences which have hitherto appeared unsurmountable could be seen in true perspective and reasonable ground might be found for their adjustment."

The Russians refused in the closed meetings to talk about disclosures of atomic explosions in the Soviet Union. The United States time and again reaffirmed its position favoring the majority plan for atomic control as approved by the UN Assembly last November 4 in Paris.

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Solomon to Be Sworn in November 14

Portland, Oct. 26 (AP)—Gus J. Solomon, Portland attorney, will be sworn in as United States district judge on Nov. 14.

He received his interim appointment to the newly created third Oregon federal judgeship today. On Judge James A. Fee's return from Philadelphia where he is hearing a case, the oath will be administered, Solomon said.

The appointment of Solomon was made shortly before congress adjourned and no action was taken to confirm it. The action is expected in January.

Czech Charges Trumped Up

Washington, Oct. 26 (AP)—Secretary of State Acheson said today spy charges brought by Czechoslovakia's communist government against U.S. embassy employees in Prague are "obviously trumped up."

He announced, however, that the United States had "acceded to the request" to withdraw two accused American diplomats from their assignments in Prague. He said that the embassy is attempting to see a third American representative, who lacked diplomatic status and who was imprisoned Friday by the Czech government on spy charges.

The two regular diplomats whose recall the Czechs demanded on 24-hour notice are John G. Heyn, assistant attache in the political department, and Isaac Patch, the political attache. The man thrown into prison is Samuel Meryn, embassy clerk, who has been held uncommunicado since Friday.

Acheson disclosed that the state department is preparing what he called a communication—evidently a strong note of protest—to be delivered to the Czech government but he said that no protest had been made yet.

This government's efforts, he said, have been directed toward getting an embassy representative into prison to see Meryn.

Neuberger Hits Back at Newbry

Portland, Oct. 26 (AP)—State Sen. Richard Neuberger said today people are "tired of seeing Mr. Newbry's name in larger type than their auto license numbers."

He was referring to Secretary of State Earl Newbry and yesterday's board of control word fight at Salem. Neuberger was a fringe figure there when Newbry, in the course of an exchange over who was going to foot the bill for some printing, called Neuberger a "cheat."

That was because Neuberger had made a long-distance appearance in the dispute by commenting at Pendleton that Newbry was getting his name on motor vehicle papers to strengthen himself politically.

"An intemperate personal attack," said Neuberger today in commenting on the "cheat" remark. He said Newbry's "wrath stems from senate bill No. 51 which I introduced in the 1949 session of the legislature." The bill would have regulated the size of type in which officeholders' names could be printed on various public documents and would have eliminated names from some. The bill got nowhere.

Truman Signs New Wage Bill

Washington, Oct. 26 (AP)—President Truman signed legislation today raising the minimum wage from 40 to 75 cents an hour and called it "a major victory" for his administration.

In a statement, Mr. Truman expressed "regret" that the legislation exempts some workers who previously had been covered by the fair labor standards law.

He added: "But the improvements made by the new law will go far toward achieving our basic purpose of assuring minimum labor standards necessary for health, efficiency and general well-being of workers."

"The enactment of the fair labor standards amendments of 1949 is a major victory in our fight to promote the general welfare of the people of the United States."

The president called labor leaders and others to the White House for the ceremony signing the measure.

They included President William Green of the American Federation of Labor, Jacob Potofsky, head of the CIO Clothing workers, and Emil Rieve, president of the CIO Textile Workers, represented CIO President Philip Murray, who is attending the union convention in Cleveland.

Others invited included Secretary of Labor Tobin, Senator Thomas (D., Utah) and wage and hour Administrator McComb.

Congress members have estimated the 35-cent-an-hour increase in the minimum rate will hike the pay of up to 1,500,000 workers now getting less than 75 cents an hour.

No Curb Service In Sale of Beer

Portland, Ore., Oct. 26 (AP)—There will be no curb service sale of beer in Oregon.

The Oregon state liquor control commission yesterday ruled that curb service sale of alcoholic beverages would not be allowed in the state.

The OLCC announced its decision in refusing to grant a retail package beer license to a Salem drive-in grocery store. The commission expressed the view it would be poor policy to make intoxicating beverages so readily available to motorists.

Idaho Truck Pact To Be Renewed

Oregon and Idaho are expected next week to resume their agreement to let each other's trucks operate without interference.

Secretary of State Earl T. Newbry said today that his assistant, William E. Healy, would fly to Boise next Monday to sign a new reciprocity agreement for trucks.

Idaho cancelled its reciprocity agreement with Oregon 18 months ago because Idaho felt that Oregon's 1947 motor transportation law discriminated against Idaho's trucks.

Pentagon Said Figuring to Drop Denfeld

Top Level Decision Reached for Purge but Method Undecided

Washington, Oct. 26 (AP)—Speculation around the Pentagon today was that the administration is trying to figure out just how to remove Admiral Louis Denfeld from his command of the navy.

Those doing the speculating took it for granted that a top level decision has been reached to drop Denfeld. A Pentagon huddle yesterday was followed by a meeting between President Truman, Secretary of Defense Johnson and Secretary of the Navy Matthews.

Out of these meetings grew the speculation that the problem now had become one of the method by which Denfeld would be relieved—and whether there might be other changes. There are a number of other highly-placed naval officers, like Denfeld, quarreled with the way service unification works out for the navy. They, too, were witnesses in the house armed services committee hearings on the military forces' quarrel.

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Amtorg Agency To Obey Law

New York, Oct. 28 (AP)—Russia's Amtorg trading corporation announced today that it will obey the law requiring it to register under the foreign agents registration act.

The corporation and six officials were indicted last Friday on charges of failure to register. Announcement that the Soviet purchasing agency will comply with the law was made at a hearing before U.S. Commissioner Edward W. McDonald on the question of removing five of the officials from New York to Washington, where the indictment was handed down.

The five are free on \$15,000 cash bail each. They were arrested in New York a few hours after the Washington grand jury indicted them. A sixth official is believed to have returned to Russia.

Isidore G. Needleman, counsel for Amtorg, told McDonald that Amtorg has notified the government it will comply with the law.

The five officials now out on bail are Aleks Vasilievich Zhakavov, president of the Amtorg, and these others: Vassili Petrovich Obrov, Sergei Andreevich Shandevchenko, Aleksander Aleksandrovich Istchenko and Genadi Nikolaevich Ogloblin.

Gervais Pupils Selling Chances

A group of high school students who said they were released from their classes in Gervais to come to Salem to sell "chances" contacted just one too many prospects Wednesday.

A small platoon of the youngsters, spotting a uniformed patrolman in front of City hall, besieged him with pleas to buy some chances—"a book full."

"Did you get permission to sell these?" "Yeah, they let us out of class to come and sell them—those who wanted to sell 'em," was the reply from one of the group. An explanation was that they had sought out Mayor R. L. Elstrom for an official okay, but found he'd "gone fishin'."

The patrolman shrugged and invited the band of salesmen to follow him to the chief's office. There, E. C. Charlton, assistant chief, looked over the booklets and prize lists of items to be given by a drawing. "Don't sell any of these here," the assistant chief warned, "and tell your friends not to."

County Spent \$212,597 Road Oiling Repairs

The county expended \$212,597.75 on 92.59 miles of roads for oiling repair on its oiled road system this summer due to the general breakup caused by freezing and thawing last winter.

A breakdown report on the work done has been completed by the county engineer's office showing every cost item for oil on every road as well as cost per mile on each project.

Most expensive on a per mile cost was the Turner road where it was necessary to put in an extensive fill and the cost for 133 of a mile was on a basis of \$4195.86 per mile, although the total cost for the stretch was only \$556.27. Next expensive was the airport road where two lifts of asphalt were put in and extra heavy base to care for the traffic situation. That job was 739 of a mile, cost \$3083.55 at a basis of \$4174.65 per mile. Lowest cost per mile was on market road 40 where a job 246 of a mile cost on a basis of \$637.42 per mile or \$156.94 for the job.

"The secretary of state bought one—a whole book," the youngster added triumphantly in order to impress the police. The answer was still a shake of the head and a firm "no."