

THE WEATHER

PARTLY CLOUDY tonight, Wednesday, with a few showers. Little change in temperature. Low tonight, 40; high Wednesday, 55.

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State's Deficit Likely to Slash Building Plans

Board of Control to Pick Out Projects Absolutely Essential

By JAMES D. OLSON

Members of the state board of control Tuesday were studying the proposed \$18,800,000 six-year building program for institutions.

Faced with a possible state deficit of approximately \$63,000,000 members of the board said they would only pick building projects that are absolutely essential to the legislature.

It was decided Tuesday that the building program will not be included in the regular state budget, but as a separate proposal, Intermediate Institution.

William Ryan, director of institutions presented a preliminary report on the proposed intermediate penal institution in which it has been suggested young offenders at the Boy's school at Woodburn and prisoners below 21 years of age at the state penitentiary could be housed.

Ryan said that this building would cost in excess of \$3,000,000 and is not included in the suggested building program submitted to the board. It has been suggested that this intermediate building be located near the state prison.

State Hospital Rebuilding Rebuilding of the old administration building at the Oregon State hospital at a cost of \$8,000,000 is recommended in the report under study. The report suggests that if the new building cannot be constructed, it will be necessary to provide for a new building for aged inmates of the hospital, now housed in the old administration building.

It is estimated that such a building, to house 400 patients, would cost \$1,100,000. Ryan pointed out to the board that if the administration building remains, it would also be necessary to enlarge the kitchen, bakery and refrigeration plant in the building.

A third new cell block in the penitentiary is urged in the report. Such a cell block would cost in the neighborhood of \$1,250,000 with the use of prison labor. Also urged in the report is a women's dormitory at the prison at an estimated cost of \$175,000.

Bandits Start 10 Year Terms Three men who figured in an armed robbery of a Salem pawn shop October 28 each started a 10-year term in Oregon state prison Tuesday.

They are Walter J. Sampson, Thomas Turner and Joseph Edward Toman, all of Portland, who robbed Mr. and Mrs. Al Volchok, proprietors of the Star Exchange Loan office, 311 North Commercial street.

The men took an estimated \$146 in the October robbery, though the Volchoks had originally claimed a theft of about \$500. The trio was apprehended in Portland within 12 hours after the robbery.

Sampson, Turner and Toman were given their sentences by Marion county circuit court Judge George R. Duncan.

Cold Continues In Midwest Areas Chicago, Nov. 21 (AP)—Cold weather—below freezing—continued over the central part of the country and the chilly air moved eastward into the eastern coast states.

No sub-zero temperatures were reported as some warming was reported in the northern and central parts of the great plains and the Rockies—yesterday's coldest regions. The below freezing weather extended as far south as Memphis, which reported a reading of 29.

There were some snow flurries in the upper Great Lakes and in New York, Pennsylvania, Ohio and West Virginia. Rain or snow fell elsewhere in the Middle Atlantic and New England states. Light rain fell in northern California and parts of Nevada and Utah. Elsewhere in the country fair weather was reported.

Weather Details Maximum yesterday, 54; minimum today, 47. Total 24-hour precipitation, .06; for 24 hours, 1.72; normal, 4.02. Season precipitation, 18.81; normal, 4.06. River height, 18.7 feet. (Report by U. S. weather bureau.)

Flood Waters Rip Through Golden State

9 Persons Dead and Thousands Driven From Homes

(By the Associated Press)

Torrents of mountain-fed flood waters ripped through northern and central California and western Nevada this morning, driving thousands of persons from their homes and doing untold amounts of property damage.

At least nine persons were dead from the floods, which started on its third day of rampage with added force from mountain rains and melting snow.

Nevada Suffers Also Here is how the situation stacked up:

Nevada—The main section of Reno was a tumbled mass of mud, debris and torn paving after the swirling Truckee river—normally three to four feet deep at this time of year—roared 20 feet deep and three blocks wide through the center of "the biggest little city in the world."

The Truckee burst its banks with crushing force at 10:30 last night, flooding swank hotels and gambling casinos. For hours the downtown section was under six to eight feet of water, but the flood was receding today. One death was attributed to the raging waters.

State of Emergency California—Governor Earl Warren declared a state of emergency over the raging floods in the Central valley. The Yuba county sheriff's office ordered the evacuation of an estimated 3,500 residents from East Linda. (Concluded on Page 5, Column 6)

Flood Waters Submerge Reno

Reno, Nev., Nov. 21 (AP)—The rain-flooded Truckee river cut a muddy swath through this glittering divorce capital today. Untold damage was wrought in the heart of this "biggest little city in the world."

There were no reports of drownings, but one death was attributed indirectly to the flood.

By mid-morning, the waters were receding. Transcontinental rail traffic was disrupted by washouts between here and Truckee, Calif., in the Sierra to the west. Power lines were down. Gambling casinos were a dark mess. Plus hotels were flooded.

"The worst flood in Reno history," commented Mayor Francis Smith, three hours after the Truckee surged over its sandbagged banks.

The debris-strewn waters began trickling down Reno's Main street shortly after 10 p.m. (1 a.m., EST) and rapidly spread to a turbulent three-block strip smack down the middle of the usually gay city of more than 20,000.

A torrent ranging up to six feet in depth rushed through the business and night spot section. Only one of the eight bridges across the Truckee, which flows through the middle of town, was usable today.

Double Funeral for Aged Mother and Son

By DOUGLAS THOMAS

Double funeral services were scheduled Tuesday for a 79-year-old mother and her shocking son whose death at Salem General hospital climaxed a shocking family tragedy.

The case came to attention of police shortly after 7 p.m. Monday when C. D. Hawley, 1305 North Winter street, summoned the mother and son, at 1337 North Winter street.

There, officers found that Mrs. Melissa Shattuck was dead. Her 44-year-old son Walton M. Shattuck, was in critical condition from shock; exposure and extreme dehydration as well as malnutrition.

The son was rushed to the hospital by the Salem first aid crew, but efforts to save his life failed Tuesday morning.

From the condition of the woman's body, officers concluded she had been dead for about 10 days. And that point was further proved by the fact that a water bill and county tax statement, postmarked November 10 and 13 respectively, were found in the Shattuck's mail box. The son, a former inmate of



They Want Buses—This group of people of the Fruitland-Swelegle district met in a mass meeting Monday night to talk about a bus service, which they need now that City Transit Lines has taken away their route. Speaking is J. H. Gordon, general chairman. Seated at the table, from left, are Mrs. Charles W. Bottorff, S. W. Burris, John Wolf, Harold O. Bressler, Chet Shelberg, and J. M. Sleighter.

Ask Equality For Germany

Strasbourg, France, Nov. 21 (AP)—Karl Mommer, German socialist, demanded complete equality with other nations as the price of participation in joint western European defense at the general affairs committee of the European consultative assembly today.

Persons present at the closed committee session of the unofficial parliament said Mommer asserted western Germany must have complete political, economic and military equality within a real European organization before she could contribute manpower to defense.

These informants explained that by military equality he meant German units in a European army must be on an equal footing with those of other nations, through not necessarily in equal numbers.

He declared "we want Europe defended on the Elbe, not on the Rhine. We do not want Germany to become a scorched earth."

Backed by his party's victories in state elections in Hesse and Wuertemberg-Baden last Sunday, Mommer criticized the project for a European army presented by Duncan Sandys British conservative.

The Sandys project, still officially a secret document, is reported to stress linking the projected European army to the Atlantic pact as a basis for common defense. It would give control of the army to the various national defense ministers at present, rather than to a European defense minister.

Lester said he approached within 30 feet before scaring the animal away. He described it as a "black, shiny animal with a long tail." He added that it was "larger than the dog."

The dog is four feet long and 28 inches high. Though badly clawed, the dog will recover, Lester said.

Another one-cent boost on top grades of eggs was listed by some local produce dealers, Tuesday, others holding their lists at the same as for Monday.

Portland markets also reported the AA and A grades a cent higher, Tuesday, other grades remaining unchanged.

The local list now quotes the following buying prices: AA grade, 58 cents; large A, 54-60 cents; medium AA, 50 cents; medium A, 48-52 cents; small, 33-37 cents.

No other produce changes were listed here for Tuesday.

Excess Profits Tax Opposed Washington, Nov. 21 (AP)—The U. S. Chamber of Commerce called on congress today to cut government spending for non-military purposes by at least \$8,000,000,000 before it considers taxing excess profits of corporations.

Ripping into administration proposals for a 75 per cent tax on abnormal business profits, Ellsworth C. Alford, chairman of the Chamber's finance committee, declared it was impossible to devise a workable excess profits tax to produce the \$4,000,000,000 yearly asked by President Truman.

Alford set forth the Chamber's views in a statement for the house ways and means committee, which is winding up hearings on the profits tax proposal which Mr. Truman says is necessary to finance the expanding defense program.

J. Cameron Thompson of Minneapolis spoke for the committee for economic development.

"The decisive reason for not imposing an excess profits tax of this kind now," Thomson said, "is that it would weaken America in the long run which we must be prepared. It would be folly to finance a program to strengthen America by a tax that would weaken America."

After five or ten years of such a tax, he contended, "corporate enterprise would become bureaucratic, with little drive for improvement . . ."

45,000 Soviet Agents Control Red China Life

Nationalist Delegate Tells U.N. Peiping Regime Moscow Tool

Lake Success, Nov. 21 (AP)—Nationalist China's T. F. Tsiang told the United Nations today 45,000 Soviet agents completely dominate the political, economic and cultural life of communist China.

Events of the past 12 months, Tsiang said, have fully proved that the Peiping regime is the stooge and tool of Moscow. He spoke before the general assembly's 60-nation political committee.

Tsiang told the committee Russia has completely ignored the assembly's 1949 appeal to all nations to refrain from interfering in the internal affairs of China. He blamed Russia for the intervention of communist China in the Korean war and said Russian imperialism was responsible for most of Asia's unrest.

Resistance Growing He said the resistance movement on the China mainland is growing rapidly. Before September, 1949, he said, there were only some 395,000 men operating against the regime of Mao Tze-tung, but now there are about 1,667,000. About 15 per cent of these, Tsiang said, are communist troops who have swung their allegiance to Generalissimo Chiang Kai-Shek. (Concluded on Page 5, Column 5)

Following the suspension of service in these areas last Wednesday, residents protested that even if the City Transit Lines were to resume service in that section it would be barred by some means.

Participating spectators at the meeting last night stated that service in the area was always designed to "skim the cream" and left most regular passengers in the lurch.

To alleviate the situation, an organization called the East Salem Suburban Improvement club was established and officers and a board elected by the 200 members present. An open discussion and agreement delegated authority to this group for further action on securing the services of another bus line. (Concluded on Page 5, Column 6)

Black Panther Hunted in Iowa

Des Moines, Nov. 21 (AP)—Law enforcement officers, dogs and an airplane went on a "safari" today to hunt down an elusive black beast that is giving northwest Des Moines the jitters.

Several people have reported seeing the animal in the past several weeks, and from their descriptions officials said it could be a black panther. Tracks measuring about four inches across have been found.

Kenneth Sonderleiter, who operates a zoo, warned people to beware. He said panthers sometimes attack people "just forewarned residents of caution when they are out of doors."

Several mothers asked yesterday whether they should let their children go to school. Deputies told them to "use your own judgment."

The latest encounter with the animal was reported yesterday by T. L. (Mike) Lester. He said his dog—115-pound Tennessee bear-hunting hound—fought with the beast while Lester was coon hunting.

Lester said he approached within 30 feet before scaring the animal away. He described it as a "black, shiny animal with a long tail." He added that it was "larger than the dog."

The dog is four feet long and 28 inches high. Though badly clawed, the dog will recover, Lester said.

Nation's Output At Top Notch

Washington, Nov. 21 (AP)—The nation's output of goods and services is within about 5 percent of a goal President Truman once set for 1955. And it's growing fast.

An annual rate of \$284,300,000,000 was attained during the third quarter of this year after a \$14,000,000,000 upsurge from the preceding quarter, the commerce department reported yesterday.

Last January, President Truman spoke of a prosperity goal of a \$300,000,000,000 gross national product "within five years."

Gross national product is a term economists use to sum up the output of all goods and services. The \$284,300,000,000 rate of the July-September period may not be as close to the president's goal as it seems at first glance, however.

Mr. Truman specified he meant \$300,000,000,000 worth of goods and services measured by the prices prevailing last January. The gross national product has spurred \$30,500,000,000 since then, but a big part of the dollar-volume gain can be attributed to price increases.

The commerce department said that the swelling output was brought about largely by record consumer spending. Consumers went on a spree in 1950's third quarter, tossing their money on retail counters at a rate of \$198,400,000,000 a year.

Neither the amount the AEC seeks, nor details of the New program were revealed.

Maybank is a member of a senate appropriations subcommittee which has jurisdiction over AEC funds. Shrug wrote: "It is now planned to present a supplement appropriation request a further program of expansion of certain production facilities when the congress convenes at the end of this month."

Money for atomic energy development should be "the No. 1 item" in any defense appropriations to be considered at the short session.

Dollar-a-Year Business Men To Be Called

Washington, Nov. 21 (AP)—President Truman signed an executive order today to permit the appointment of outstanding business executives to "dollar-a-year" defense posts within the government.

Under the order, the head of any defense agency or department may "employ persons of outstanding experience and ability without compensation."

In the past, such persons have been known as dollar-a-year men. They were permitted to draw compensation from their private concerns while serving in government posts at no pay or at the nominal salary rate of \$1.

Mr. Truman acted under provisions of the defense production act approved in September.

Probe Copper Cargoes to Reds

Washington, Nov. 21 (AP)—A senate subcommittee ordered a public airing today of new evidence about round-the-world shipments of Japanese copper to communist China.

Called to testify (10 a.m., EST) were officials of export firms which had a part in trade that sent the war-useful metal from U. S.-occupied Japan to New York and then to China.

In advance of the public hearing they had told their stories behind closed doors to a senate commerce subcommittee investigating shipments of oil, metals and other strategic materials to communist China.

At an open session about three weeks ago the subcommittee, headed by Senator O'Connor (D., Md.), received testimony that nearly 8,000,000 pounds of Japanese copper had been hauled to China by way of New York.

The shipments were made prior to the tightening of controls over exports of Japanese copper last July. A ban had been placed on shipments of U. S.-produced copper to communist areas a year earlier.

O'Connor said last night that millions of pounds of tin mill products have also been shipped from this country to Red China.

Jap War Lord Freed by Mac

Tokyo, Nov. 21 (AP)—Japan's wartime foreign minister, Mamoru Shigemitsu, was released on parole from a seven-year prison term today despite Russia's strenuous objections.

It was the first parole granted a principal defendant in the war crimes convictions growing out of World War II. Shigemitsu was convicted at the Tojo trial in 1948. War-launching Premier Hideki Tojo was convicted and hanged.

The seven-year sentence given the veteran Japanese diplomat was the lightest imposed by the international tribunal. He was paroled because of good behavior.

Shigemitsu, 63, was one of two Japanese who signed the historic surrender aboard the U. S. battleship Missouri in Tokyo bay. His foreign service career dated back to 1911 and included ambassadorships to Moscow and Nanking.

Russia protested his release from grim Sugamo prison as an "illegal and arbitrary action" taken by General MacArthur. The Soviet note, following two earlier protests, asserted that MacArthur lacked authority to parole any Japanese war criminals.

In reply to a Russian protest last summer, the United States said the parole system was "in accordance with the practice in enlightened and democratic countries." MacArthur had established the parole system in Japanese war criminal cases March 7.

Expansion Program For Atomic Energy

Washington, Nov. 21 (AP)—The atomic energy commission is embarking on a new expansion program for "certain production facilities," Senator Maybank (D., S.C.), disclosed today.

He made public a letter from AEC General Manager Carlton Shugg saying that the commission plans to ask for the money as congress returns next Monday.

He said that he would do everything he could to assist the AEC in getting the money it wants, and was sure that congress would provide it.

The AEC already has received more than \$900,000,000 in cash from congress for the 1951 fiscal year ending next June 30. Of this amount, \$260,000,000 was earmarked primarily for work on the hydrogen super-bomb which President Truman has ordered the AEC to try to develop.

The H-bomb reportedly would be anywhere from eight to 1,000 times more powerful than the conventional uranium-plutonium atomic bomb which the commission now is turning out.

GIs Raise U.N. Flag on North Korean Border

Americans Walk Into Deserted Hyesanjin Without Opposition

Seoul, Nov. 21 (AP)—Tank-supported U.S. infantrymen walked into deserted Hyesanjin on the Manchurian border today. Not a shot was fired.

Only the narrow, ice-coated Yalu river lay between them and Red Chinese territory. The troops—of the 17th regimental combat team—were the first Americans to reach the Manchurian boundary.

Reports to 10th corps headquarters in Korea said the United Nations flag was raised by U.S. forces on the south shore of the Yalu river opposite Manchuria.

Only 15 Villagers U.S. war planes swooped low over the smouldering, bomb-wrecked town as weary infantrymen sloged the last two miles through snow.

The only humans around were 15 villagers, garbed in black. They stood outside the town and bowed low as the smiling Americans marched by.

Hyesanjin itself was deserted. Buildings that had survived the bombing were boarded up. (Concluded on Page 5, Column 3)

More Bloody Battles Loom

Tokyo, Nov. 21 (AP)—Communist resistance collapsed throughout northeast Korea today as the U. S. 7th division reached the Manchurian frontier.

But more bloody battles loomed at the western end of the 250-mile Korean front.

A spokesman for Gen. Douglas MacArthur said the Douglas communists have completed a new defense line on the approaches to Sinuiju, temporary capital of the Korean Reds, and the Yalu river power plant in northwest Korea.

He predicted the Chinese would make a strong stand there. He said they also might launch a new offensive from the line.

Fifth Air Force fighter-bombers flew 40 flights against communist troops massing behind the new defenses and supply convoys moving down from the Manchurian frontier. They strafed, bombed, rocketed and dropped flaming jelled gasoline on gun emplacements, entrenched buildings and convoys all along the freezing front.

American 24th division patrols probing the western end of the line came under machine-gun fire. On the west-central front, however, South Korean troops advanced up to seven miles without opposition behind communist forces withdrawing to the new defense line.

Way Prepared By Engineers

U. S. 10th Corps Headquarters, Korea, Nov. 21 (AP)—Engineering feats "which would have done credit to Paul Bunyan" made it possible for the U. S. Seventh division's advance to the Manchurian border, a spokesman said today.

He identified the units as the 13th Engineer combat battalion of the Seventh division and the 185th Engineer combat team of the 10th corps.

The Engineers, often operating under direct enemy fire, winched vehicles over the streams the Reds thought couldn't be crossed.

They built 12 small bridges and two large Bailey bridges across rivers. Bailey bridges are assembled from prefabricated parts of heavy steel.

The engineers built-dug air-strips from earth, frozen so stiff that the cutting blades would rip off only one and two-inch layers of soil at a time.

The spokesman said that, in addition to helping the Seventh division move northward to the border, the engineers captured a number of Reds.

Small Craft Warnings Seattle, Nov. 21 (AP)—The weather bureau issued the following advisory today: "Continue small craft warnings 4 a.m. PST on inland waters of Washington, Strait of Juan de Fuca, and Tootoosh to Newport Ore., and southward winds 20-30 mph, squalls up to 40 mph today and tonight."