'Key' Bill Wins by 4 In Senate

School Fund Plan Passes After 2 **Hour Debate**

The Oregon Senate passed 17-13 Friday the "key district" bill to redis-tribute basic school money to school districts. The

The vote came after two hours of debate.

The split was on geographical lines, with all the senators from Portland and Eastern Oregon vot-

against it.

consors argued it is vitally

ed to equalize educational op
unities in all districts.

Recommittal Refused But the opponents said it would

But the opponents said it would seriously handicap the districts in Portland and Eastern Oregon by giving them less state money.

Before the final vote, the Senate rejected 17-13 a motion to send the bill back to the Senate Education Committee for further study.

Sen. Alfred H. Corbett (D).
Portland, called the bill "a shotgun aimed at Portland, with peleles scattering to other districts."
Sen. Rudie Wilhelm (R), Port-

sen, Rudie Wilhelm (10), Port-land, opened the attack. He said he favors the basic prin-ciple that the state money should be redistributed in order that every school district should be able to provide equal educational apportunity. opportunity.

Robin Hood Reminder

But he said the bill reminds him of the days of Robin Hood "when

But he said the bill reminds him of the days of Robin Hood "when the rich were robbed and the money distributed to the poor."

Sen. Monroe Sweelland (D), Milwaukie, chairman of the Senate Education Committee, which voted 4-3 for the bill, said "Educational leaders of the country regard something like the key district bill as the best way to equalize school taxes."

Sponsors of the bill were confident they had enough votes to get it through the Senate, but they said they wouldn't object if the House made minor amendments. Under the bill, Portland is the key district. Enough money would be given to other districts so that they could provide educational opportunities equal to those in Portland.

The Portland School District estimates the state of the s

In Portland School District estimated that the bill would cost it 4 million dollars a year. Many Eastern Oregon districts also would lose.

(Continued on Page 5, Column 5)

Site of School Decided Upon At Mt. Angel MT. Angel (Special) — Final section has been used on the country to the canal.

ion has been made on the lo-n for the new boys high ol near Mt. Angel, the Rt. Damian Jentges, OSB, anounced Friday. Within the next few days deeds

Within the next few days deeds for the purchase of some 34 acres of property now owned by Albert Ebner will be signed. The property includes a house. It is situated just outside the Mt. Angel city limits on Marquam road.

No price was announced. Extra property not required for the building site probably will be used to develop agricultural interests of the students.

Construction will begin as seen.

Construction will begin as soon as plans submitted by Louis Schmerber, Salem architect, are approved. The building is expected to be finished in the fall of 1958. Since the school is being built for the benefit of students in the area, Mt. Angel and nearby communities will be asked to contribute to financing the project.

Salem Heights Gets New Fire Station



Fire-fighting equipment of the new Salem Heights fire station stands ready to go if called out in the South Salem area. The new concrete building is on Sunnyside road, just off Highway 99. will be held when the upstairs living quar-ters are finished. (Capital Journal Photo)

First Convoy | South Salem Firemen In Suez; Arabs Occupy New Quarters The Liberty-Salem Heights Rural Fire Department has a new

Archbishop to Talk Truce in Cyprus, Only MAHE, Seychelle Islands to Archbishop Makarios told a news conference Friday he is not prepared to take part in any political alks with Britain until he is a lowed to reserve to the first planned to have someone live there and be on duty at all the server of the first planned to have someone live there and be on duty at all though the server of the first planned to have someone live there and be on duty at all times. The district is bounded on the active limits and the city limits and the comment of the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to repeat what he had said before—the had no comment other than to control the said the had said before—the had no comment other than to control the said not the had and no c

Ten ships entered the 101-mile-long Suez Canal at Suez shortly after Egypt suddenly declared the canal open to big ships. The ac-tion was timed to come before the West south control of the that Makarios, who has been ac-cused of leading the campaign of violence on Cyprus against British rule, was being released from his year-long exile here, and would be allowed to go anywhere but Cy-

into the canal.

NEW YORK In—The New York
Times said today that Egyptian
President Nasser's new plan for
operation of the Suez Canal indicates Egypt might let the World
Court decide whether Israel can
use the Egyptian - controlled
waterway.

Boy Hit by Car

DALLAS (Special) — Lloyd Faver, 8-year-old son of Mr. and
Mrs. Ted Faver of Willamina, is
being treated in Bartell's Hospital
liere for scalp and facial lacerations after being struck down by a
car near his home Thursday night.
His condition is reported to be

MAHE. Seychelle Islands (A) —
Archbishop Makarios told a news
conference Friday he is not prepared to take part in any political
talks with Britain until he is allowed to return to Cyprus.
The black-bearded Greek Orthodox patriarch said the question of
Cyprus was not simply one of
consis (union with Greece) but of
the self-determination of the Cypriot people.

British Colonial Secretary Alan
Lennox-Boyd announced Thursday

within hearing distance come and take off with the trucks. Then the phone system which dispatches the other firemen goes into effect.

Weather Details

4 Iran Kidnapers Plane Crackup Abandon Woman



Suspend Suspend AFL-CIO **Beck From Labor Council**

Portland's Mayor **Schrunk Demands** 'Immediate' Trial

PORTLAND A-Mayor Terry Schrunk, indicted Thursday light on charges of taking a bribe and of perjury, said Frida would demand "an immediate trial and I shall also reques onally prosecute the case."

Atty, Gen, Robert Y, Thornton has been in charge of the vice probe here since last summer, under governor's directives.

The mayor said business would go on as usual at the city hall.

Seeks Prosecution by AG

After a five-hour conference with his attorneys, Raymond Kell and Cliff Alterman, Schrunk issued his statement:

"I welcome the opportunity to that the attorney general personally prosecute the case.

Hoffa, Lawyer Plead Innocent In Bribe Case

WASHINGTON (# — James R. Limmy) Holfa, Midwest boss of the Teamsters Union, and Hymnan Fischbach entered pleas of inspects Friday to charges of constant and the state of the teamsters and the state of the teamsters of the teamsters of the teamsters of the teamster of th he Teamsters Union, and

Fischbach entered pleas of inlocent Friday to charges of conspiring and bribing to get secrets of the Senate rackets probers. Their trial was set for May 17.

The pleas were entered before U.S. District Judge Richmond B. Keech.

The bouncy Hoffa responded, "I am at a loss to understand with this third grand jury indicted me. Two grand juries already had examined the charge and found that there was no basis for it.

"not guilty, your honor," when asked to plead to the indictment. Fischbach, a Miami attorney who at times has served as coun-

2,500 Gallons

Of Gas Spill

M'Kennon Will

Sub in Ag Job

Frank McKennon, chief of the division of plant industry since 1933 was named by Gov. Robert D. Holmes today to serve as acting director of the State Department

Cramer Found Second Trial

Probe of Teamsters Union and Demos Not Trial of Prexy Ordered as Possible Ouster Prelim

Eugene Ore

WASHINGTON (UP) - The AFL-CIO Executive Council today ordered teamsters boss Dave Beck to stand trial on charges of "bringing the labor movement into disrepute.

In an extraordinary meeting lasting less than two

hours the council also:
-Suspended Beck as an AFLCIO vice president.
-Ordered an investigation of the
1.540,000-member Teamsters Union to determine whether it "is substantially dominated or controlled by corrupt influences." Beck, Back in Seattle, Raps Theft Charges

Thert charges

SEATTLE Un—Dave Beck talked of possible self incrimination to for half an hour last night, never tell the Senate Rackets Committenee mentioned the Fifth or any other amendment and said it was more than \$322,000 of teamsters to the distribution of the same results of the "I welcome the opportunity to funds. He did not attend today's

tunds.

It was not, however, in the presence of a Senate committee — just a crowd of curious newsmen and noleokers who greeted him here upon his return from two days.

The council is made up of AFL-CIO President George Meany, Secretary-Treasurer William Schnitzler, and 26 vice presidents, including Beck.

The council directed Meany to the council directed Meany to the secretary-treasurer Beat of the council directed Meany to the secretary-treasurer Beat of the council directed Meany to the secretary-treasurer Beat of the council directed Meany to the secretary-treasurer Beat of the council directed Meany to the secretary-treasurer Beat of the secretary-treasurer beat of the secretary-treasurer will be the secretary-treasurer acrowd of curious newsmen and onlowers who greeted him here upon his return from two days questioning in Washington by the

The reception was much quieter than a Teamsters meeting at Yakima, 130 miles to the east, where 700 angry members wran-gled with Beck-appointed officers, then hanged and burned Beck in

where 700 angry members wrangled with Beck-appointed officers, then hanged and burned Beck in effigy.

In Scattle, the president of the nation's biggest union said he had no complaint on the treatment he received while reluctantly testifying before the Scanate committee.

But, he said, such hearings are a "one-way street" without the protection afforded a man in a court of law.

Asked about a statement by Sen. McGlellan (D-Ark), head of the Senate committee, that the word "lheft" might apply if Beck was suspended pending the disposition of these charges.

For council also directed the AFL-ClO's Ethical Practices Committee on the teamsters to investigate the situation in the teamsters to investigate the situation whether or not the Teamsters Union is substantially dominated or controlled by corrupt influences."

The action against Beck was suspended pending the disposition of these charges.

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The action against Beck was unprecedented in the teamsters to determine whether or not the Teamsters Union is substantially dominated or controlled by corrupt influences. On City Street

[ull, Beck snorted:
"It is preposterous and without basis in fact. It is easy for a man in his post to make accusations. In my opinion such language is totally irresponsible."
He said he had repaid the money he had borrowed from the union — and before he was aware the office was a ware.

the tank and covered a large area of ground. Firemen were called and stood by in event of fire, and while at the scene assisted comhis affairs were being investigat

of ground. Firemen were called and stood by in event of fire, and while at the scene assisted company personnel in salvaging gas-line. A crew of firemen remained at the scene most of the forenoon. The capacity of the tank, which is above ground, is nearly 20,000 gallons. It wasn't quite full. While gasoline pourred from the broken pipe onto the ground pumps were put to work on the tank and transferred a larger quantity to tank trucks.

| Is affairs were being investigated. Sen. McClellan's parting remarks that Beck had been "in utter contempt" of the Senate committee drew the remarks: children from the broken pipe onto the ground pumps were put to work on the tank and transferred a larger quantity to tank trucks.

Cramer Found
Atlached to the storage tank was a pipe for draining condensed moisture. One of the personnel was unscrewing the cap on the pipe when the pipe, which had become weakened by rust, broke and converted the bits rule.

Dishes rattled, pictures bounced off walls, chairs moved and houses swayed. Robert Dole, Cape Elizabeth, Maine, a retired meteories was unscrewing the cap on the pipe when the pipe, which had become weakened by rust, broke and converted to the storage tank was a pipe for draining condenses.

RLAMATH FALLS (UP) — Guy Earl Cramer. 76-year-old welfare recipient, was found innocent by reason of insanity yeasterday in connection with the Jan. 4 slaying

Ike Asks Cabinet Decision on VP Taking Over WASHINGTON (AP) -President Eisenhower proinet be authorized to decide when a disabled pres-

were said to have agreed informal-iy that Congress will not act on the plan at this session.

At a White House conference The council directed Meany to file charges against Beck as a vice president of the federation "for his action in bringing the la-hor movement into disrepute and his failure to explain the many charges brought against him re-garding the mishandling of union funds." ecutive.

To Act on

Disability

Such action would be

ity of a president.

An administration study of the

matter during the last three months was prompted largely by the President's own two major illnesses since September, 1955.

Boy Kills Self In Gun Gamble

uption charges.
Upon a finding that a union is

deprived of his right to attend.

KLAMATH FALLS OF - Vernon

said Friday he consulted about a million-dollar publicity program announced by union president Dave Beck, and won't provide any money for that purpose.

Reck was quoted Thursday both from Scattle and Chicago as saying a new publicity office would be opened in Washington and the union would spend a million dollars to give the union's side of involvement of Beck and other teamster officers in current rackets investigations.

Norval Hirons is the fire chief, erving on the board of directors



