THE WEATHER MOSTLY CLOUDY with occasional rain ionight; partial clearing, scat-tered showers Thursday. Low to-night, 47; high Thursday, 62.

Capital Journal 1000015 95-656L 69th Year, No. 102

Control Board

Gains Ground

GOP Attempt to Head

Off Bill Fails in

Ways-Means

Salem, Oregon, Wednesday, May 1, 1957

2 SECTIONS

24 Pages

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LIDEBLY

Ike Considers PublicAppeal For Program

Knowland Says No Final Decision Reached on Going Over Heads Of Congress on Issues

WASHINGTON (AP) — President Eisenhower is msidering a direct appeal to the people, by radio-levision, on behalf of his budget and foreign aid ogram. The White House indicated he may follow e same pattern on other issues. Eisenhower broached the possibility of a talk to nation at a meeting with Reconsidering a direct appeal to the people, by radiotelevision, on behalf of his budget and foreign aid program. The White House indicated he may follow the same pattern on other issues.

the nation at a meeting with Re-publican congressional le a de r s Wednesday. Sen. Knowland of Call. fornia, the GOP leader, said afterwards it was the concensus that Eisenhower "should talk to the

No Final Decision

White House Press Secretary James C. Hagerty said there has been no final decision, but the matter definitely is under consid-

eration. Hagerty said Eisenhower "feels a great deal of misrepresenta-tion" has been spread about his \$71,800,000,000 budget and other matters and "he is going to point it out." He declined to say who Eisenhower thinks is spreading misinformation.

misinformation. At about the same time Sen. Johnson of Texas, the Democratic leader, told the Senate the people have already given Congress 'a clear and firm mandate to reduce this administration's budget." Johnson criticized what he called a lack of 'consistency and agreement' among Elsenhower administration officials on the spending issue.

Economy Targets Both the \$4,400,000,000 foreign aid program and the \$71,800,000.-for the Army Quartermaster 000 budget as a whole have been forps in New Jersey. He invoked the Fifth Amend-targets of a congressional econ-

Knowland himself has called for three billion dollar whack at the budget.

House Republican Leader Martin f Massachusetts has taken a sim-

of Massachusetts has taken a sim-r ilar stance. Knowland left the impression that in spite of his own stand on the budget matter he still favors taking the administration case to the people. It wasn't entirely clear whether the idea of a presidential appeal to the public originated with Ei-senhower's congressional leuten-ants or with the President him-self. Knowland said it grew out of

For the second s "It's quite clear there has been a violation of federal criminal statutes in connection with this case," Jackson said. "I'm quite sure the Department of Justice will desire to take expeditious action."

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Chicago Brooklyn

Neeman;

Kaiser, Rush (3), Lown (7) and

Syria Troops. Yadevia gave his address as Margarte City, N.J., and said he has retired on a \$234 a month government pension. About to Exit From Jordan

WASHINGTON (UP) -Syria is spected to withdraw its troops

wishing for the separate is troops from Jordan within a week, diplo-matic officials reported today. Withdrawal of Syrian troops would strengthen King Hussein's hold on Jordan and raise his pres-tige throughout the Middle East. Seria's expected action could be

tige throughout the Middle East. Syria's expected action could be linked with increasing signs Mos-cow may be having second thoughts about its previous warm support for Egypt and Syria dur-ing the present Middle East emer-Schmidt nella. Home run - Chicago, Banks. Pittsburgh

Profit on 'Leak' by State Senate rejects PUC FLASHES WASHINGTON # - Chalrman Green (D-RI) of the Senate For-eign Relations Committee said Wednesday in his view Scott McLeod "does not seem to measure up" to qualifications needed to be ambassador to Ireland. CAB Told Top Georgia GOP Controlof Minimum Rates **Top Georgia GOP**

LATE

WASHINGTON 47 — Sen. Ben-nett (R-Ulah) proposed Wednes-day that Congress deny tax ex-cuptions to labor unions and business organizations which misuse their funds. Bennett of-fered an amendmeni to the In-ternal Revenue Code. **Denies Knowing**

Robert R. Snodgrass of At-lanta, Ga., testified Wed-nesday he and his wife m a d e a p r o f i t of over \$2,500 on Northeast Airlines stock bought the day after a secret government decision to award the airline a choice New York-to-Miami route

Impropriety

WASHINGTON (AP)

airine a choice New York-to-airian route. Snodgrass said an official of Delta Airlines, also blidding for the route, had telephoned him he was less optimistic about Delta's contines to the said of the said of the said of the said said of the said

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Crabs Arrive for Legislature Feast



A little bit of the coast arrived in Salem helicopter Wednesday morning as a half ton of crabs were sent to the Legislature by the Newport Chamber of Com-merce. Mary Ballard, Taft, queen of the

recent 20 Miracle Miles celebration, gives Secretary of State Mark Hatfield and Sa-lem Mayor Robert White a look at the big crabs. (Capital Journal Photo)

Rail vs. Truck 'War' Surges

To Climax By PAUL W. HARVEY Jr. Associated Press Writer

The Oregon Senate de-

feated 19 to 11 Wednesday the bill to give the public utilities commissioner authority to regulate minimum rates of railroads, trucks and barge ines.

The bill has been the object of a fierce war between the rails roads, which opposed the bill, and the truckers and barge lines, which supported it. The Senate debate lasted for an

The Senate debate lasted for an hour, 35 minutes, Sen. Lee Ohmart (R), Salem, opened the debate by saying "this bill would put all classes of car-riers in the same position. We can't let any one carrier cut rates at competitive points in order to drive out competition." Ohmart said that the railroads have cut their rates along the Columbia River. Have Taken Losses "Railroads." he declared "have

Have Taken Losses "Railroads," he declared, "have taken losses in competitive areas at the expense of higher rates in non-competitive areas." Sen. Donaid Husband (R), Eu-gene, led the opposition to the bill. "There has been." he said, "no substance to the argument that railroads have run trucks and barges out of business. Both trucks and barges are prospering, while the railroads are losing business. Railroads are losing business. Railroads are losing business. Railroads are having a very dificult time, and they should have the right to establish their own minimum rates." Husband also doubted that the bill is consulutional, and suggested that a legislative interim commit-tee be appointed to study the whole thansportation problem. Husband added that there is doubt whether trucks now are subject to minimum rate regula-tion. Ommart pointed out that Wath

Compare to minimum rate regula-tion. Ohmart pointed out that Wash-ington and California have mini-mum rate regulation, and that the Interstate Commerce Commission also has it. "The PUC," Ohmart said, "needs the power to prevent un-necessarily high rates, to prevent discrimination against classes of shippers, and to prevent unjust rate cutting to eliminate competi-tion. Let's treat all carriers alike."

Now Tax Base Approved

The Senate passed and sent to the House a bill to provide that the focus and other local elec-tions to fix new tax bases must be held at the same time as state-wide general and primary elec-tions. The Senate voted 20-10 for a measure to let city councils create

measure to let city councils create off-street parking districts, to be financed by revenue bonds and property assessments. The House accepted a majority

committee report recommending approval of the Senate-passed bill to issue 12.6 million dollars worth of bonds to complete the Coast Highway modernization program between Gold Beach and Brook-ings.

BIG STEEL EARNS \$2.03

Evesight Bad? New YORK A - United States Steel Corp. Tuesday reported ne income of \$115.478.109. equal to

