U.S. Adds

Ways-wicans Unit Votes

Limit of \$10 Million on

Tallest and Smallest

Treasurer Raps Tax

Humphrey Says 6-Year Cost to U.S. \$3 Billion

Writeoffs

WASHINGTON (AP) Secretary of the Treasury Humphrey estimated Tuesday that the fast tax writeoff program in effect the last six years will cost the government three billion dollars.

The cost, he told the Senate Fi-nance Committee, is in interest charges on money the Treasury is required to borrow to make up for tax collections which are de-ferred under the writeoff program. TIME TO SHUT IT OFF

Humphrey said the program served the nation's security in bringing quick expansion of key industries, but he declared the time has come to shut it off except for strictly defense items. The

cept for strictly defense items. The program permits a company to deduct from its income for tax purposes part or all of a new plant in five years. The normal period is 20 years or more.

The secretary did not seek to defend a grant of authority to the Idaho Power Co. recently to write of 63 million dollars of the cost of two dams in the Hells Canyon area of the Snake River between Idaho and Oregon.

"I read about that for the first

"I read about that for the first time in the papers," Humphrey said, adding that the "general pol-icy" now being followed by the Eisenhower administration would be against such a certificate. 'SHOULD HEAR GRAY'

Humphrey said that "in fairness to Mr. Gray, I believe the committee should hear his views on it." Chairman Byrd (D-Va) announced that Gray probably will testify later in the week.

ON \$22 BILLION IN PLANTS

Fast writeoff certificates bave been granted on about \$22,400,-000,000 of plants and equipment

Humphrey said the revenue ag on these certificates would robably exceed five billion dol-

Senators Enter McCarthy's Church



APPLETON, Wis. - Fellow senators of Joseph R. McCarthy walk toward St. Mary's Catholic Church today to attend funeral mass for him. Left to right, Andrew

Schoeppel, Kansas; William E. Jenner, Indiana, and Alexander Wiley, Wisconsin. Some Senate administrative assistants ac-

McCarthy Paid \$70,000 Loss Eyed, Last Respects However, he said that Gordon Gray, director of the Office of Defense Mobilization (ODM) which granted the authority, believed there were "special circumstances" which justified the Idaho Power tax benefit. However, he said that Gordon Gray, director of the Office of Defense Mobilization (ODM) which granted there were "special circumstances" which justified the Idaho Power tax benefit. In Home Town disarmament agreement. APPLETON, Wis. 48—A hushed throng, paying final respects Tuesday to Sen, Joseph R. McCarthy, filled to overflowing the church where he was baptized as a babe

By FRED ZIMMERMAN

A warning that the Marion County budget might be thrown out of line by some \$70,000 was issued Tuesday morning by County Judge Rex Hartley just before the committee took

out of line by some \$70,000 was issued Tuesday morning by country Judge Rex Hartley just before the committee took been strongly criticized by Byrd and other Democrats. Some of them, but not Byrd, favor a high of the House Education Committee calling attention to a federal dam in the Hells Canyon hearing on H.B. 809 which has for its purpose the shifting of two services were held in the native services and the last rites for Wisconsin's Republican junior senator. McCarthy's body was flown here federal dam in the Hells Canyon hearing on H.B. 809 which has for its purpose the shifting of two services were held in the native services and the last rites for Wisconsin's Republican junior senator. hearing on H.B. 809 which has for its purpose the shifting of 60 per cent of receipts from the O & C Land grant funds

Humphrey testified in support of a bill by Byrd which would cut off the fast tax writeoff program except for items of direct military equipment. The rapid amortization plan was put into effect in World War II to try to build up the nation's defense capacity, and was re-activated in 1950 after the Korean War broke out.

months.

At the first business session of the Russian parliament, Khrushchev said there can be no delay in putting the central government out of the manufacturing business and transferring control of industry to local councils.

Practically everything few.

JULY FOREMAN WIll Appear Before Solons Sen. Warren (iii) Lebson Beste Lebson Beste

Disarm **Proposal** Offers to Supply Advance Notice Of Troop Moves

LONDON (AP) — The Soviet Moves ered to join other nations n giving advance notice of nternational movements of

international movements of troops as part of an East-West disarmament agreement. Harold Stassen, American dele-gate to the U.N. subcommittee on disarmament, also called on the Soviet Union to accept a system of control over the import and ex-pert of agramments.

port of armaments.

Stassen, who is President Eisensower's special adviser on disarmment, told the five-nation subcommittee that both proposals
should form part of a partial
agreement on disarmament which
how home will precede a full-sale

should form part of a partial agreement on disarmament which they hope will precede a fullscale pact to end the world arms race.

BRITISH ASK TESTS LIMIT

Stassen's proposal came after Britain put forward a long range plan Tuesday calling for registering, limiting and finally stopping nuclear explosions.

The British plan suggested that Britain, the United States and the Soviet Union immediately draft an agreement for "advance registration with the United Nations of nuclear test explosions." It also suggested "limited international observation" of all nuclear tests. The plan would establish a committee of technical experts to "consider possible methods of limited internations in the state of the plan would establish a committee of technical experts to "consider possible methods of limited internations and probably the Arctic Fleets are being moved to the Pacific, the reported moves appeared based on Soviet belief that the Pacific would be the main battle or wearners as nort of a more register in any were said to feel war.

The Reds also were said to feel wearners and the conventments to admit the conventment of the results and probably the Arctic Fleets are being moved to the Pacific, the production of fissile material lowers appeared by the production of fissile material lowers are also as a probably the Arctic Fleets are being moved to the Pacific, the production of fissile material lowers are also as a probably the Arctic Fleets are being moved to the Pacific was dependent of the production of fissile material lowers are also as a probably the Arctic Fleets are being moved to the Pacific was dependent of the production of fissile material lowers are also as a probably the Arctic Fleets are being moved to the pacific was a probably the Arctic Fleets are being moved to the pacific was a probably the Arctic Fleets are being moved to the pacific was a probably the Arctic Fleets are being moved to the pacific was a probably the Arctic Fleets are being moved to the pacific was a probably the Arctic Fleets are bein

PEEVE FLEET CANCELLED

TOKYO M-A Japanese group
today called off its widely publicized plans to send protest ships
to the Christmas Island area during Britain's forthcoming hydrogen bomb tests.
A majority of the members of
the executive group of the Japan
Council Against Atomic and Hydrogen Bombs voted not to dispatich, the two fishing boats it had
contemplated sending to skirt the
blast area. n arms. National and state leaders joined

Basic School Aid Boosts

Warships Out Of Baltic Sea

Fears They Could Be Too Easily Bottled Up in Event of War

OSLO on - Authoritative Nor Soviet Union is shifting warship

g nuclear test explosions, are being moved to the Pacific, is would lead to a cessation of clear tests after probibition of production of fissile material weapons as part of a general area in any war with the United armament agreement.

EVE FLEET CANCELLED

OKYO M-A Japanese group jay called off the wides would seal off the Baltic.

AFL-CIO Digs For Graft in **Bakery Union**

flag-draped casket.

Father Grill, who gave McCarthy calcchism instructions when the senator was a farm boy, described the senator as a "dedicated man," when they arrived.

Forrest Albert, office manager of the affairs of this union were constitution in the manner in which the affairs of this union were constituted man, and the senator was a farm boy, described the senator as a "dedicated man," when they arrived.

Youth Safe, Dad Drowns Near Umatilla UMATILLA 19 — Ray 3, Herris Goyarold Gelectricing, Grown and Gelating was addracked making and constitution in the manner low blick and transferring control of help when he saw his farer was cauging order. Harris and as son, Wayne, 16, was not common limiting and the they were attempting to pull tree from mover attempting to pull tree from mover they was not continued an increase of several they making and to the transfer of the support for the subscinning radio, chemistry of the safe in the norm which they were working over-turned, and flararis became on the manner and the manner low blick and transferring and transferring and transferring and transferring control of modes and transferring and transferring to the safe in the columbia River near Umatilla Monday right. Harris and a son, Wayne, 16, was not control to help when he saw his far they were working over-turned, and flararis became on the manner and the manner and the manner of the support for the safe in the same has a distinct attorneys' offices, has been of the safe in the manner low blick and the principle of the safe in the safe

tallest and smallest contestants for the Mrs. America title would be from Texas and Rhode Island you're wrong. Meet Mrs. Tennessee. Mrs. Arleen Marks of Nashville, who is 5 feet 11 inches and the tallest entry in the home-making contest, and Mrs. Mississippi, Mrs. Maxine Lawrence of Ocean Springs, Miss., the smallest at 5 feet. (AP Wirephoto)

the hearing on H.B. 809 which has for its purpose the shifting of the House Education Committee calling attention to a from Washington Monday after two services were held in the new services were held in the services were held inton services were held in the services were held

\$90 a Pupil Level Wins Endorsement

By PAUL W. HARVEY Jr. Associated Press Writer

A Ways and Means Subcommittee voted Tuesday to limit the basic school fund increase to 10 million

fund increase to 10 million dollars a year because of fears that the House tax program might die in the Senate.

The committee voted to increase the fund, set at \$30 per year for each school census child, to \$50. This is in sharp contrast to the \$120 that is sought by Gov. Holmes and education leaders.

Voting for the \$30 fund were Sen. Jean Lewis, Portland, and Rep. Glen Stadler, Springfield, both Democrats. Opposing it was Rep. Charles Allen Tom (R), of Rufus, who has favored \$120. TO FULL GROUP WEDNESDAY

The committee's report goes before the full Joint Ways and Means Committee Wednesday. In addition, the subcommittee recommended that 5 million dollars be taken from the general fund for school building construction in distressed districts which have bonded themselves to the limit.

the House tax program, state funds would be reduced to some extent.

The possibility of the Senate rejecting the House tax bills lies in the fact that Sen. Ben Musa (D), The Dalles, opposes them. Since the Senate is evenly divided between Democrats and Republicans, Musa's vote could be the deciding factor.

The Senate Tax Committee started working Tuesday on the House bills, which increase personal and corporation taxes, and

sonal and corporation taxes, and

BIG REAPPRAISAL STEP

making contest, and Mrs. Mississippi, Mrs. Maxine Lawrence of Ocean Springs, Miss., the smallest at 5 feet. (AP Wirephoto)

TEAR UP CELLHOUSE

400 Cons Strike

In North Dakota

BISMARCK, N.D. (UP)—About 400 inmates of the North Dakota 400 inmates of the North Dakota 400 inmates of the North Dakota 7 Penitentiary at Bismarck were milling in the yard of the prison after refusing to work this morning when all the immates a strength of the prison after refusing to work this morning in the twine mill. Authorities a sit-down atrike in the prison after refusing to work this morning in the twine mill. Authorities a sit-down atrike in the prison after refusing to work this morning in the twine mill. Authorities a sit-down atrike in the prison plane mill.

Gards ordered the men into the cellhouse, Ryan said. Once there the men began "tearing up the building," he said.

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Ryan ordered the guards into se counties which non and Josephine. Yamhill, Linn. Clackamas, Wheeler, Union and Josephine. Yamhill, Linn. Clackamas, Wheeler, Union and Lincoln counties for re-appraisal.

New Deputy Warden Mike Ryan said the counties. Big REAPPRAISAL STEP

The House Taxation Committee look a major step toward reappraisal in tose counties which now aren't having it done.

Counties have until next Jan. 1 to sign reappraisal contracts. It los sign reappraisal contracts. It los sign reappraisal contracts. If they don't, the Tax Commission would go ahead, then bill those counties for the entire cost.

Under the present system, 25 counties have signed contracts to a split between the commission and the counties.

But after Jan. 1, the counties which not be propertied to building where the men began "tearing up the building where the men began "tearing up the building where the men began "tearing up the building where

WASHINGTON on — President
Eisenhower plans to go directly to the people in an effort to rally support for his bogged-down legislative program.

But the White House said Tuesday, there has been no decision of the program of the white has been no decision of the program.

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The subcommittee recommended that the fund be distributed 85 per cent on the number of children in a school district, and 15 per cent to equalize school taxes. The present formula is based 96 per cent on children and 4 per cent equalization.

The Senate defeated 17-13 a bilt to license all building contractors and set up a state building code.

News in Brief

Tuesday, May 7, 1957 NATIONAL Humphrey Opposes
Fast Tax Writeoffs Sec. 1, P. 1

distributorships, The Times said Tucsday.

The newspaper's special correspondent in Washington for the hearings said Irving J. Levine, president of K&L Beverage Co., one of the firms, was slated to confer with the committee.

The newspaper said it had learned four officials of the Anheuser-Busch main office in St. Louis also have been subpoenaed to testify.

The other Seattle firm is the B&B Distributing Co., The Times said, adding that Dave Beck Jr., son of the union president, once was an officer and principal in both firms.

Clouds Settle

After QQ H: Clouds Settle

After QQ H: Clouds Settle

Regular Frast writedias Sec. 1, P. 1

Freworks Explosion
Blamed on Vandalism. Sec. 1, P. 2

Mrs. Brown Named Hadassah
Woman-of-the-Year Sec. 2, P. 1

Mrs. Brown Named Hadassah
Woman-of-the-Year Sec. 2, P. 1

STATE
Compromise Eludes Solons
On Jobless Pay Sec. 1, P. 2

Here Tonight Sec. 1, P. 1

Sec. 2, P. 4

Mawhinney's 68 Leads
Oregon Open Sec. 2, P. 4

District A-1 and A-2

Form Charts Sec. 2, P. 5

REGULAR FEATURES