# Power From Little Luckiamute Once Vital to Falls City



Lumbering, Agriculture Sustain Small Willamette Valley City



A typical lumbering community's business district is that of Falls City shown above. Falls City was incorporated in 1903 and has a present population of 800. At left is shown the falls on the Little Luckiamute which sug-

gested the name for the city. A grist mill operated here in 1852, but now, the stream, though variable in flow, motivates no local industry. (Capital Journal photos)

### Dividends Higher, Level-Off Sighted

By SAM 'AWSON

NEW YORK & — American stockholders as a whole are getting more money in dividends than last year.

But the number of companies increasing dividend rate is shrinking. And another leveling off period seems in sight after three years of rapidly rising dividend totals.

The Commerce Department says cash dividends in the first three months of this year topped 234 billion dollars, a gain of 245 percent over the first quarter of 1956, Stocks listed on the New York Stock Exchange account for the lion's share, and they show a bigger rate of gain. The Exchange Magazine points out today that companies listed on the big board paid common share owners \$2.124,668,430 in cash dividends in the first quarter; an increase of 5.1 per cent over the first three months of 1956.

A sizable part of the gain this year is accounted for by the increased number of common cash and the size of the part of the gain this year is accounted for by the increased number of common cash and the part of the gain this year is accounted for by the increased number of common cash and the part of the part of the gain this year is accounted for by the increased number of common cash and the part of the gain this year is accounted for by the increased number of common cash and the part of the larger volume of shares outstanding. Hence, when the dividend rate isn't and the dividends in the exchange, 858 paid cash dividends. There were 349 paying more than last year 469 paying more than last yea

A stable part of the gain this year is accounted for by the in creased number of common shares now in the hands of stockholders. The last 12 months has seen a big increase in equity financing. Coupled with a big jump in the volume of stock dividends island in 1770. It is still preserved declared by corporations last year as it was in his day.

### Grist Mill, Hydro-Electric Plants Once Run By Stream; **Potential Now Lies Dormant**

Locklamute is a significant but undeveloped city asset offering
industry a substantial seasonal
power. Thorp's mill was a seasonal
industry. A conservation dam impounding waters of the Little
Lucklamute might also make the
stream valuable for irrigation.

TWO INDUSTRIES

Two industries now sustain Falls City — lumbering and agriculture City — lumbering and agriculture. It is estimated that not less than 200 persons in the city's population of 800 are gainfully employed and that about 80 per cent of these are employed in local lumbering; at the Valsetz mill and elsewhere in regional production of forest

Atlas Lumber Co., owned by I. J., (Tke) Bartel and Walter Schmitke, is now the only lumber plant operating within the city. The firm employs 32 men and has a \$100,000 annual payrell.

Business district of Falls City

consists of two grocery stores, four garages, a feed store, two cafes, an appliance store, a sporting goods store, two taverns and office interests offering the community roods and services. At present Falls City is served

Municipal building

By BEN MAXWELL
Capital Journal Writer

It is a singular fact that water power of the Little Luckiamute, so quickly utilized by John Thorp and his son, Theodore, who constructed a grist mill on the site of Falls City in 1852, should now be neglected and unused.

State engineer's office has not computed the power potential of the Little Luckiamute at Falls City. But it was the power for Thorp's mill until he moved the plant in 1865 to a more central location at Rickreall.

For a number of years the stream, was also power for the municipally owned hydro - electric plant. There are those now living in Falls City was consolidated. Falls City was incorporated in 1903. Death of William Location at Rickreall.

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Falls City was check and 25 volunteers serv. So woth the city and the stream converted plant in logs to dead at Black and the volunteers are two trucks and 25 volunteers serv. Falls City high school, a six figure by ear school with pupils from the city and the rural fire district.

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Falls City high school, a six figure by ear scho

Falls City has a municipal water system with Teal creek as its

About 300 persons receive their mail here and there are five star routes operating from the office. History of Falls City postoffice is somewhat involved. On Feb. 8,

1885, an office was established or Frank Hubbard's farm about a mile east of what is now Falls City.

This office was called Syracuse and mail was delivered twice each week. One source says the office was moved to Falls City on Oc-

ober 28, 1889; another gives the date as July 1891 when A. M. Bry

After 1865 when Thorp moved his grist mill to Rickreall the site of Falls City, then known as Lucki-amute Falls, was rendezvous for hunters and fishermen.

About 1890 promoters conceived ne location as a resort site and ne name was changed to Falls

ment Co.

This company recorded a plan for North Falls City on July 3, 1881. A few months earlier, on February 24, 1891. H. S. and Esther Montgomery had prepared a plat of South Falls City that was later recorded by Clerk C. G. Coad.

Both plats featured a Mair

on each side of the Little Lucki First significant enterprise in the new town was a sawmill estab lished on the south side by John Montgomery, Falls City forgot its origination and became a typical

City burned in 1933.

Population of Falls City in 1900 was 269 Come 1910 and it had increased to 969. In 1920, when the Cobbs and Mitchell was in operation, the population reached a peak of 994. A decade later it had

In its heyday Falls City had

sank, a newspaper and a cannery Oregon Almanac for 1915 give Falls City a population of 1200, mank with \$70,000 in deposits an

a quarry that supplied building stone of excellent quality Lumbering over an interval of 60 years has given Falls City a

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imped to 494.

by the Falls City Develop

Mayor



VERNON MURPHY

# ket for certain forest products is reflected upon the economy of

berry juice plant became the A. E. they view agriculture as their Rupert cannery that flourished un-

## substantial payroll but an erratic one. Even now there is a busy season for the camps and mills followed by an interval of inactivity. Present demoralization of mar. Tokyo Stock Mart Plunges Jobs Increase 2,000 in Ore.

## Jobs Increase

ket for certain forest products is reflected upon the economy of Falls City.

There are those who believe that the property will continue with the property will be a second with the property will continue with the property will be a second with the property will be



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origination and became a typical sawnill town.

During an interval there was a large mill within the town and 15 smaller mills nearby.

The larger mill was built by Bryan and Lucas in 1901 and sold to Cobbs and Mitchell in 1912. In 1922 the operation was moved to Valsetz and the idle plant at Falls City burned in 1933.

The Falls City Municipal building pictured /above houses the city's water office and library.